

PLATTE CANYON WATER AND SANITATION DISTRICT
Arapahoe and Jefferson Counties, Colorado

FINANCIAL STATEMENTS
For the Year Ended December 31, 2016



RECEIVED
By the Office of the State Auditor at 9:28 am, Aug 22, 2017

TABLE OF CONTENTS

	PAGE
INDEPENDENT AUDITORS' REPORT	I
MANAGEMENT'S DISCUSSION AND ANALYSIS.	1
 BASIC FINANCIAL STATEMENTS	
 Government-wide Financial Statements	
Statement of Net Position	8
Statement of Changes in Net Position	9
 Fund Financial Statements	
Governmental Fund Financial Statements	
Balance Sheets	10
Statement of Revenues, Expenditures, and Changes in Fund Balances	11
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Changes in Net Position.....	12
Statement of Revenues, Expenditures and Changes in Fund Balance Budget and Actual:	
Special Revenue Fund - Subdistrict No. 1	13
Special Revenue Fund - Subdistrict No. 2	14
 Proprietary Fund Financial Statements	
Statement of Net Position	15
Statement of Revenues, Expenses and Changes in Fund Net Position.....	16
Statement of Cash Flows	17
 Notes to Financial Statements.....	 19
 SUPPLEMENTARY INFORMATION	
Schedule of Operating Expenses - Enterprise Fund	34
Schedule of Revenues, Expenditures and Changes in Funds Available – Budget and Actual (Non-GAAP Budgetary Basis) - Enterprise Fund	35
Reconciliation of Actual (Non-GAAP Budgetary Basis) to Statement of Revenues, Expenses and Changes in Net Position - Enterprise Fund.....	36
 OTHER INFORMATION	
Schedule of Debt Service Requirements to Maturity- Governmental Activities Long-Term Obligations	37



SCHILLING & COMPANY, INC.

Certified Public Accountants

P.O. Box 631579
HIGHLANDS RANCH, CO 80163

PHONE: 720.348.1086

FAX: 720.348.2920

Independent Auditor's Report

Board of Directors
Platte Canyon Water and Sanitation District
Arapahoe and Jefferson Counties, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of Platte Canyon Water and Sanitation District (District) as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the District'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 conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 entity'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 entity'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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of Platte Canyon Water and Sanitation District, as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the Special Revenue Funds 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 1 through 7 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 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 District's financial statements as a whole. The supplementary information listed in the table of contents is presented for purposes of additional analysis and are not a required part of the financial statements.

The supplementary information is the responsibility of management and was derived from and relate 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 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Prior-Year Comparative Information

We have previously audited the District's 2015 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the governmental activities, the business-type activities, and each major fund in our report dated February 26, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended

December 31, 2015, is consistent, in all material respects, with the audited financial statements from which it has been derived.

The other information listed in the table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

SCHILLING & COMPANY, INC.

Highlands Ranch, Colorado
March 24, 2017

**PLATTE CANYON WATER AND SANITATION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016**

This discussion and analysis is designed to provide an analysis of the District's financial condition and operating results and to inform the reader on the District's financial issues and activities.

The Management's Discussion and Analysis (MD&A) should be read in conjunction with the District's financial statements.

FINANCIAL HIGHLIGHTS

- The District remains in strong financial position with assets exceeding liabilities and deferred inflows of resources at the close of 2016 by \$19,918,219. Of this amount, \$9,954,702 or 50.0% is unrestricted and may be used to meet the District's ongoing obligations to citizens.
- Total net position increased \$285,976 or 1.5 %.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Platte Canyon Water and Sanitation District's finances, in a manner similar to private-sector business.

The *Statement of Net Position* presents information on all of the District's assets and liabilities, deferred inflows of resources and net position. Over time, increases or decreases in the net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *Statement of Changes in Net Position* presents information which reflects how the District's net position changed during the past year. All changes in the net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods. (e.g., earned but unused compensated absences).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes (*Governmental Activities*) from other functions that are intended to recover all or a significant portion of their costs through taxes and contract services (*Business-type Activities*). The Governmental Activities of the District include the financing and construction of certain water and sewer system improvements of the blended component units. The Business-type Activities of the District include the effective and economical operation of water and sewer systems.

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. Some funds are required to be established by state law and bond covenants. All of the District funds can be divided into two categories: Governmental Funds and Proprietary 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 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 the *governmental funds* with similar information presented for *governmental activities* in the governmental-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 funds balance sheet and the governmental funds statement of revenue, expenditures, and changes in funds balance provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The District maintains two individual governmental funds, both of which are considered major funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenue, expenditures, and changes in fund balances.

Proprietary Funds – When the District charges entities for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Changes in Net Position. In fact, the District's enterprise fund (a component of proprietary funds) is the same as the business-type activities reported in the government-wide statements, but provides more detail and additional information, such as a cash flow statement.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

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 the District, assets exceeded liabilities by \$19,918,219 at the close of 2016.

Net position

Combined Net Position of the Platte Canyon Water and Sanitation District at December 31, 2016 and 2015 were:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Current assets and other assets	\$ 99,093	\$ 94,819	\$ 12,734,176	\$ 12,720,979	\$ 12,833,269	\$ 12,815,798
Capital assets	-	-	9,835,550	9,282,609	9,835,550	9,282,609
Total assets	99,093	94,819	22,569,726	22,003,588	22,668,819	22,098,407
Long-term obligations	479,851	519,056	274,936	235,923	754,787	754,979
Other liabilities	42,331	41,292	415,282	124,293	457,613	165,585
Total Liabilities	522,182	560,348	690,218	360,216	1,212,400	920,564
Deferred property tax revenue	57,500	57,600	1,480,700	1,488,000	1,538,200	1,545,600
Total deferred inflows of resources	57,500	57,600	1,480,700	1,488,000	1,538,200	1,545,600
Net Position:						
Net investment in capital assets	-	-	9,835,550	9,282,609	9,835,550	9,282,609
Restricted	38,467	33,748	89,500	82,500	127,967	116,248
Unrestricted	(519,056)	(556,877)	10,473,758	10,790,263	9,954,702	10,233,386
Total net position	\$ (480,589)	\$ (523,129)	\$ 20,398,808	\$ 20,155,372	\$ 19,918,219	\$ 19,632,243

A significant portion (49.4%) of the District's net position reflects its net investment in capital assets (e.g. land, water and sewer systems, equipment, etc.). The District uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Unrestricted net position may be used to meet the District's ongoing obligations to maintain the water and sewer systems within the jurisdictional boundaries. Unrestricted net position makes up 50.0% of total net position.

Platte Canyon Water and Sanitation District Subdistrict No. 1 (Subdistrict No.1) and Platte Canyon Water and Sanitation District Subdistrict No. 2 (Subdistrict No. 2) financed the construction of water distribution system improvements which were conveyed to the District when completed. The related outstanding debt will be repaid with tax levies on property located within each Subdistrict. Negative net position will be reported for the Governmental Activities until the long-term debt obligation is satisfied. The District is not obligated to repay the debt in any way. Additional information regarding the Subdistricts may be found in Note 1 (Blended Component Units) of this report.

Changes in Net position

The District's program and general revenue of \$3,072,377 is more than program expenses of \$2,786,401 by \$285,976. This increase is more favorable than the decrease in net position in 2015 of \$11,979 primarily due to the increase in contract services and property tax revenue.

The table below shows the summarized revenue and expenses for 2016 and 2015.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Program revenue:						
Charges for services	\$ -	\$ -	\$ 1,319,558	\$ 1,262,352	\$ 1,319,558	\$ 1,262,352
Capital contributions	-	-	2,000	124,800	2,000	124,800
General revenue:						
Property taxes	57,780	57,549	1,484,559	1,254,253	1,542,339	1,311,802
Specific ownership tax	4,634	4,723	118,261	101,916	122,895	106,639
Net investment income	437	158	58,315	121,230	58,752	121,388
Miscellaneous	-	-	26,833	-	26,833	-
Total revenue	62,851	62,430	3,009,526	2,864,551	3,072,377	2,926,981
Program expenses:						
General government	867	863	-	-	867	863
Interest on long-term debt	19,444	21,022	-	-	19,444	21,022
Water operations	-	-	884,458	958,832	884,458	958,832
Sewer operations	-	-	624,779	645,002	624,779	645,002
Contract services	-	-	1,256,853	1,313,241	1,256,853	1,313,241
Total program expenses	20,311	21,885	2,766,090	2,917,075	2,786,401	2,938,960
Increase (decrease) in net position	42,540	40,545	243,436	(52,524)	285,976	(11,979)
Net Position-Beginning of Year	(523,129)	(563,674)	20,155,372	20,207,896	19,632,243	19,644,222
Net Position-End of Year	\$ (480,589)	\$ (523,129)	\$ 20,398,808	\$ 20,155,372	\$ 19,918,219	\$ 19,632,243

Governmental Activities

Property taxes were levied to satisfy the required annual debt payments on long-term obligations (see Note 5).

Business-type Activities

Business-type activities reflect a increase in Net Position of \$243,436 in 2016 compared to a \$52,524 decrease in 2015.

- Total revenue increased by \$144,975 or 5.1%. The increase in property taxes of \$230,306 is due to the increase in assessed valuations, a direct result of the increase in market values of real and personal property values. The District's mill levy remains unchanged at 7.104.

- Total program expenses decreased by \$150,985 or 5.2%. This decrease is primarily due to the District Board adopting a deferred merit award policy during 2015 in order to retain existing employees and attract highly skilled and competent employees in the future. Additionally, the Board extended the sick leave accrual policy which was limited to 20 days to a maximum accrual of 60 days. The implementation of these policy changes during 2015 resulted in a significant increase in accrued liability and salary expense which is allocated to program expenses based on direct labor hours.

THE DISTRICT'S FUNDS

As noted earlier, Platte Canyon Water and Sanitation District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The Governmental Funds are accounted for using the modified accrual basis of accounting. As the District completed the year, its Governmental Funds reported a combined fund balance of \$41,593. This amount is comprised of accumulated net property taxes and specific ownership taxes and is restricted for the payment of the outstanding loans.

The budgets for the special revenue funds are prepared on a basis consistent with generally accepted accounting principles (GAAP).

Proprietary Fund

Unrestricted net position for the District's enterprise fund at the end of 2016 amounted to \$10,473,758 compared to \$10,790,263 in 2015.

BUDGETARY HIGHLIGHTS

The District prepares its Enterprise Fund budget on a non-GAAP budgetary basis of accounting to recognize the fiscal impact of sale of assets, capital outlay, in addition to operations and nonoperating revenues and contributions. Capital contributions of facilities and depreciation are not reflected on the budget as they do not affect "funds available". This budgetary accounting is required by state statutes.

The District's actual revenues exceeded budgeted revenues by \$161,712. Actual contract services revenue exceeded budgeted revenue by \$158,133 due to an increase in administrative and maintenance time being devoted to Districts under contract. A fair value mark down of investments at December 31, 2016 in the amount of \$70,871 more than offset the increase in investment yields during 2016 resulting in a negative budget variance of \$19,509 for net investment income. It is the District policy to hold all investments to maturity, therefore, any fair market value adjustment is considered unrealized.

Total budgeted expenditures exceeded total actual expenditures by \$454,426. In addition to budgeting for emergency reserve, the District budgets an additional 15% of the projected water and sewer capital expenses to cover unanticipated increases in construction costs. This amount was budgeted at \$238,709. The negative budget variance of \$147,733 relates to the rehabilitation of the Scott J. Morse Pump station. This rehabilitation project will be continued in 2017.

A positive budget variance for operations and administration resulted in the amount of \$255,085. Actual expenditures for sewer operations and maintenance were \$40,770 less than the amount budgeted. This difference is due to no emergency sewer main break repairs and fewer remedial repairs required during 2016. Personnel benefits were less than the amount budgeted by \$81,774. This variance is due to the actual cost of medical insurance premiums being less than anticipated. A positive budget variance for building maintenance of \$26,658 is due to the construction of a planned building remodel being delayed until early 2017. Under the Intergovernmental Agreement for Joint Office and Garage Facility with Southwest Metropolitan Water and Sanitation District the District will share in costs of the building remodel (see Note 9).

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The table below provides a summary of total capital assets, net of depreciation where applicable at December 31, 2016 and 2015.

	Business-Type Activities	
	2016	2015
Land	\$ 5,000	\$ 5,000
Construction in progress	881,536	24,888
Total non-depreciable assets	<u>886,536</u>	<u>29,888</u>
Water distribution system	4,935,943	5,172,471
Sewage collection system	3,218,147	3,241,336
Maintenance equipment	699,728	718,835
Office equipment	95,196	120,079
Total depreciable assets	<u>8,949,014</u>	<u>9,252,721</u>
Total capital assets	<u>\$ 9,835,550</u>	<u>\$ 9,282,609</u>

The District completed two major capital projects lining 2,969 feet of sewer collection system mains amounting to \$129,981 and replacing 160 feet of a water main amounting to \$29,420. The District also purchased two Ford pickups for a combined \$62,283, and a Hurco vacuum/valve operator for \$45,000. Other maintenance and office equipment purchases amounted to \$25,326. Additionally, the District began construction on the planned replacement of the major components of the Scott J. Morse Pump station. Total costs to date amount to \$881,536 with the project to be completed during 2017.

Additional information on the District's capital assets can be found in Note 4 of this report.

Debt

Subdistrict No. 1 and Subdistrict No. 2 have loans outstanding at December 31, 2016. During 2016, principal and interest payments on the loans were made as required. Detail of the long-term debt obligations are presented in Note 5.

Economic Factors and Next Year's Budget

- Property and specific ownership taxes for general operating purposes were budgeted in the amount of \$1,590,643, which represents 54.0% of total District budgeted revenue.
- Revenue from contract services is expected to be \$1,230,472.
- The average yield on investments is projected to be 1.0% resulting in estimated investment income of approximately \$105,260.
- The budget for operating expenditures and capital expenditures is \$2,327,644 and \$1,951,734, respectively.
- Total expenditures for 2017 are projected to exceed revenue by \$1,329,923 which will be funded by the District's current funds available.
- The Subdistrict No. 1 levied a property tax assessment in the amount of \$28,524, which is budgeted to satisfy its annual debt requirements.
- The Subdistrict No. 2 levied a property tax assessment in the amount of \$29,084, which is budgeted to satisfy its annual debt requirements.

Requests for Information

This report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to: Financial Administrator, Platte Canyon Water and Sanitation District, 8739 W. Coal Mine Ave., Littleton, Colorado 80123.

BASIC FINANCIAL STATEMENTS

PLATTE CANYON WATER AND SANITATION DISTRICT
STATEMENT OF NET POSITION
December 31, 2016

(with comparative totals for December 31, 2015)

	Governmental	Business-type	Total	
	Activities	Activities	2016	2015
ASSETS				
Cash and cash equivalents	\$ 41,212	\$ 3,524,546	\$ 3,565,758	\$ 2,831,394
Investments	-	7,160,695	7,160,695	7,848,366
Receivable from County Treasurers	381	9,507	9,888	8,533
Accounts receivable	-	111,078	111,078	130,559
Accrued interest receivable	-	21,050	21,050	8,686
Property taxes receivable	57,500	1,480,700	1,538,200	1,545,600
Prepaid expenses	-	60,968	60,968	61,568
Prepaid lease, current portion	-	15,460	15,460	15,460
Prepaid lease, long-term portion	-	350,172	350,172	365,632
Land	-	5,000	5,000	5,000
Construction in progress	-	881,536	881,536	24,888
Capital assets, (net of accumulated depreciation):				
Water distribution system	-	4,935,943	4,935,943	5,172,471
Sewage collection system	-	3,218,147	3,218,147	3,241,336
Maintenance equipment	-	699,728	699,728	718,835
Office equipment	-	95,196	95,196	120,079
Total assets	<u>99,093</u>	<u>22,569,726</u>	<u>22,668,819</u>	<u>22,098,407</u>
LIABILITIES				
Accounts and retainage payable	-	323,859	323,859	31,959
Accrued salaries and benefits	-	65,151	65,151	63,044
Accrued interest payable	3,126	-	3,126	3,471
Deposits from developers	-	-	-	1,496
Long-term obligations, due within one year	39,205	26,272	65,477	65,615
Long-term obligations, due in more than one year	479,851	274,936	754,787	754,979
Total liabilities	<u>522,182</u>	<u>690,218</u>	<u>1,212,400</u>	<u>920,564</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred property tax revenue	57,500	1,480,700	1,538,200	1,545,600
Total deferred inflows of resources	<u>57,500</u>	<u>1,480,700</u>	<u>1,538,200</u>	<u>1,545,600</u>
NET POSITION				
Net investment in capital assets	-	9,835,550	9,835,550	9,282,609
Restricted for debt service	38,467	-	38,467	33,748
Restricted for Emergencies	-	89,500	89,500	82,500
Unrestricted	(519,056)	10,473,758	9,954,702	10,233,386
TOTAL NET POSITION	<u>\$ (480,589)</u>	<u>\$ 20,398,808</u>	<u>\$ 19,918,219</u>	<u>\$ 19,632,243</u>

These financial statements should be read only in connection with the accompanying notes to financial statements.

PLATTE CANYON WATER AND SANITATION DISTRICT
STATEMENT OF CHANGES IN NET POSITION
For the Year Ended December 31, 2016

(with comparative totals for December 31, 2015)

	<u>Expenses</u>	<u>Program Revenue</u>		<u>Net (Expense) Revenue and Changes in Net Position</u>			
		<u>Charges For Services</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>	
						<u>2016</u>	<u>2015</u>
FUNCTIONS/PROGRAMS							
Governmental Activities							
General government	\$ 867	\$ -	\$ -	\$ (867)	\$ -	\$ (867)	\$ (863)
Interest on long term obligations	19,444	-	-	(19,444)	-	(19,444)	(21,022)
Total Governmental Activities	<u>20,311</u>	<u>-</u>	<u>-</u>	<u>(20,311)</u>	<u>-</u>	<u>(20,311)</u>	<u>(21,885)</u>
Business-type Activities							
Water operations	884,458	-	-	-	(884,458)	(884,458)	(953,032)
Sewer operations	624,779	-	2,000	-	(622,779)	(622,779)	(526,002)
Contract services	1,256,853	1,319,558	-	-	62,705	62,705	(50,889)
Total Business-type Activities	<u>2,766,090</u>	<u>1,319,558</u>	<u>2,000</u>	<u>-</u>	<u>(1,444,532)</u>	<u>(1,444,532)</u>	<u>(1,529,923)</u>
Total Primary Government	<u>\$ 2,786,401</u>	<u>\$ 1,319,558</u>	<u>\$ 2,000</u>	<u>(20,311)</u>	<u>(1,444,532)</u>	<u>(1,464,843)</u>	<u>(1,551,808)</u>
GENERAL REVENUE							
Property tax revenue				57,780	1,484,559	1,542,339	1,311,802
Specific ownership tax				4,634	118,261	122,895	106,639
Net investment income				437	58,315	58,752	121,388
Miscellaneous				-	26,833	26,833	-
Total General Revenue				<u>62,851</u>	<u>1,687,968</u>	<u>1,750,819</u>	<u>1,539,829</u>
Change in Net Position				42,540	243,436	285,976	(11,979)
Net Position - Beginning of year				<u>(523,129)</u>	<u>20,155,372</u>	<u>19,632,243</u>	<u>19,644,222</u>
Net Position - End of year				<u>\$ (480,589)</u>	<u>\$ 20,398,808</u>	<u>\$ 19,918,219</u>	<u>\$ 19,632,243</u>

These financial statements should be read only in connection with the accompanying notes to financial statements.

**PLATTE CANYON WATER AND SANITATION DISTRICT
BALANCE SHEETS
GOVERNMENTAL FUNDS
December 31, 2016**

	Subdistrict No.1	Subdistrict No.2	Total Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 23,051	\$ 18,161	\$ 41,212
Receivable from County Treasurer	189	192	381
Property taxes receivable	28,500	29,000	57,500
Total assets	\$ 51,740	\$ 47,353	99,093
DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
DEFERRED INFLOWS OF RESOURCES			
Deferred property tax revenue	\$ 28,500	\$ 29,000	57,500
Total deferred inflows of resources	28,500	29,000	57,500
FUND BALANCES			
Restricted for debt service	23,240	18,353	41,593
Total fund balances	23,240	18,353	41,593
TOTAL DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 51,740	\$ 47,353	
 Amounts reported for governmental activities in the Statement of Net Position are different because:			
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds:			
Loans payable			(519,056)
Interest payable			(3,126)
Net Position of Governmental Activities			\$ (480,589)

These financial statements should be read only in connection with the accompanying notes to financial statements.

PLATTE CANYON WATER AND SANITATION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2016

	<u>Subdistrict No.1</u>	<u>Subdistrict No.2</u>	<u>Total Governmental Funds</u>
REVENUE			
Property taxes	\$ 28,692	\$ 29,088	\$ 57,780
Specific ownership taxes	2,301	2,333	4,634
Net investment income	247	190	437
Total revenue	<u>31,240</u>	<u>31,611</u>	<u>62,851</u>
EXPENDITURES			
Debt service			
Principal	19,133	18,688	37,821
Interest	9,392	10,397	19,789
Treasurer fees	431	436	867
Total expenditures	<u>28,956</u>	<u>29,521</u>	<u>58,477</u>
NET CHANGE IN FUND BALANCES	2,284	2,090	4,374
FUND BALANCE - BEGINNING OF YEAR	<u>20,956</u>	<u>16,263</u>	<u>37,219</u>
FUND BALANCES - END OF YEAR	<u>\$ 23,240</u>	<u>\$ 18,353</u>	<u>\$ 41,593</u>

These financial statements should be read only in connection with the accompanying notes to financial statements.

**PLATTE CANYON WATER AND SANITATION DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF CHANGES IN NET POSITION
For the Year Ended December 31, 2016**

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ 4,374

Amounts reported for Governmental Activities in the Statement of Changes in Net Position are different because:

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Change in accrued interest payable 345

The repayment of the principal of long-term debt consumes the current financial resources of governmental funds, but has no effect on net position.

Principal payments on loans 37,821

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 42,540

These financial statements should be read only in connection with the accompanying notes to financial statements.

PLATTE CANYON WATER AND SANITATION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - SUBDISTRICT NO. 1
For the Year Ended December 31, 2016

	Original and Final Budget	Actual Amounts	Variance Positive (Negative)
REVENUE			
Property taxes	\$ 28,526	\$ 28,692	\$ 166
Specific ownership taxes	1,854	2,301	447
Net investment income	31	247	216
Total revenue	30,411	31,240	829
EXPENDITURES			
Debt service			
Principal	19,135	19,133	2
Interest	9,391	9,392	(1)
Treasurer fees	430	431	(1)
Total expenditures	28,956	28,956	-
NET CHANGE IN FUND BALANCE	1,455	2,284	829
FUND BALANCE - BEGINNING OF YEAR	20,612	20,956	344
FUND BALANCE - END OF YEAR	\$ 22,067	\$ 23,240	\$ 1,173

These financial statements should be read only in connection with the accompanying notes to financial statements.

PLATTE CANYON WATER AND SANITATION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - SUBDISTRICT NO. 2
For the Year Ended December 31, 2016

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUE			
Property taxes	\$ 29,088	\$ 29,088	\$ -
Specific ownership taxes	1,891	2,333	442
Net investment income	24	190	166
Total revenue	<u>31,003</u>	<u>31,611</u>	<u>608</u>
EXPENDITURES			
Debt service			
Principal	18,689	18,688	1
Interest	10,399	10,397	2
Treasurer fees	440	436	4
Total expenditures	<u>29,528</u>	<u>29,521</u>	<u>7</u>
NET CHANGE IN FUND BALANCE	1,475	2,090	615
FUND BALANCE - BEGINNING OF YEAR	15,836	16,263	427
FUND BALANCE - END OF YEAR	<u>\$ 17,311</u>	<u>\$ 18,353</u>	<u>\$ 1,042</u>

These financial statements should be read only in connection with the accompanying notes to financial statements.

PLATTE CANYON WATER AND SANITATION DISTRICT
STATEMENT OF NET POSITION
ENTERPRISE FUND
December 31, 2016

(with comparative totals for December 31, 2015)

	2016	2015
ASSETS		
Current assets		
Cash and cash equivalents	\$ 3,524,546	\$ 2,794,585
Investments	7,160,695	7,848,366
Receivable from County Treasurers	9,507	8,123
Accounts receivable	111,078	130,559
Accrued interest receivable	21,050	8,686
Property taxes receivable	1,480,700	1,488,000
Prepaid expenses	60,968	61,568
Current portion of prepaid lease	15,460	15,460
Total Current assets	12,384,004	12,355,347
Non-current assets		
Prepaid lease	350,172	365,632
Land	5,000	5,000
Construction in progress	881,536	24,888
Capital assets, net of depreciation:		
Water distribution system	4,935,943	5,172,471
Sewage collection system	3,218,147	3,241,336
Maintenance equipment	699,728	718,835
Office equipment	95,196	120,079
Total Noncurrent assets	10,185,722	9,648,241
TOTAL ASSETS	22,569,726	22,003,588
 LIABILITIES		
Current liabilities		
Accounts payable	286,620	31,959
Retainage payable	37,239	-
Accrued salaries and benefits	65,151	63,044
Deposits from developers	-	1,496
Long-term obligations, current portion	26,272	27,794
Total Current liabilities	415,282	124,293
Non-current liabilities		
Long-term obligations, non-current portion	274,936	235,923
TOTAL LIABILITIES	690,218	360,216
DEFERRED INFLOWS OF RESOURCES		
Deferred property tax revenue	1,480,700	1,488,000
TOTAL DEFERRED INFLOWS OF RESOURCES	1,480,700	1,488,000
NET POSITION		
Net investment in capital assets	9,835,550	9,282,609
Restricted for emergencies	89,500	82,500
Unrestricted	10,473,758	10,790,263
TOTAL NET POSITION	\$ 20,398,808	\$ 20,155,372

These financial statements should be read only in connection with the accompanying notes to financial statements.

PLATTE CANYON WATER AND SANITATION DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
ENTERPRISE FUND
For the Year Ended December 31, 2016

(with comparative totals for December 31, 2015)

	2016	2015
OPERATING REVENUE		
Contract Services	\$ 1,315,503	\$ 1,252,447
Other	4,055	9,905
Total operating revenue	1,319,558	1,262,352
OPERATING EXPENSES		
Water operations	582,377	658,815
Sewer operations	411,457	441,851
Contract services	1,256,853	1,313,241
General and administrative	493,109	484,330
Total operating expenses	2,743,796	2,898,237
(LOSS) FROM OPERATIONS	(1,424,238)	(1,635,885)
NONOPERATING REVENUE (EXPENSES)		
Property taxes	1,484,559	1,254,253
Specific ownership taxes	118,261	101,916
Net investment income	58,315	121,230
Gain on sale of property and equipment	26,833	-
County Treasurer's collection fees	(22,294)	(18,838)
Total nonoperating revenue (expenses)	1,665,674	1,458,561
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	241,436	(177,324)
CAPITAL CONTRIBUTIONS		
Tap fees	2,000	9,800
Contributed assets	-	115,000
Total capital contributions	2,000	124,800
CHANGE IN NET POSITION	243,436	(52,524)
NET POSITION - BEGINNING OF YEAR	20,155,372	20,207,896
NET POSITION - END OF YEAR	\$ 20,398,808	\$ 20,155,372

These financial statements should be read only in connection with the accompanying notes to financial statements.

PLATTE CANYON WATER AND SANITATION DISTRICT
STATEMENT OF CASH FLOWS
ENTERPRISE FUND
For the Year Ended December 31, 2016

(with comparative totals for December 31, 2015)

	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from contract services and customers	\$ 1,337,543	\$ 1,233,002
Cash payments to suppliers for goods and services	(566,282)	(625,604)
Cash payments to employees for services	(1,496,404)	(1,451,180)
Cash flows used for operating activities	(725,143)	(843,782)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Property taxes - Net	1,460,881	1,236,453
Specific ownership taxes	118,261	101,916
Cash flows provided by noncapital financing activities	1,579,142	1,338,369
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Contributed capital - Tap fees	2,000	9,800
Acquisition of capital assets	(886,615)	(547,242)
Proceeds from sale of capital assets	26,955	-
Cash flows used for capital and related financing activities	(857,660)	(537,442)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	100,009	99,246
Purchase of investments	(4,505,768)	(3,194,871)
Matured investments	5,139,381	3,450,000
Cash flows provided (used) by investing activities	733,622	354,375
NET INCREASE IN CASH AND CASH EQUIVALENTS	729,961	311,520
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	2,794,585	2,483,065
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 3,524,546	\$ 2,794,585

(Continued)

These financial statements should be read only in connection with the accompanying notes to financial statements

PLATTE CANYON WATER AND SANITATION DISTRICT
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2016

(with comparative totals for December 31, 2015)

(Continued)

	2016	2015
Reconciliation of (loss) from operations to net cash used for operating activities		
(Loss) from operations	\$ (1,424,238)	\$ (1,635,885)
Adjustments to reconcile (loss) from operations to net cash used for operating activities		
Depreciation and amortization	611,055	595,198
Effects of changes in operating assets and liabilities:		
Receivables	19,481	(30,846)
Prepaid expenses	600	2,807
Accounts payable	29,857	2,543
Accrued salaries and benefits	2,107	5,971
Compensated absences	37,491	214,934
Deposits from developers	(1,496)	1,496
Total adjustments	699,095	792,103
Net cash used for operating activities	\$ (725,143)	\$ (843,782)
 NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Contributions of capital assets from developers	\$ -	\$ 115,000

These financial statements should be read only in connection with the accompanying notes to financial statements

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 1 – DEFINITION OF REPORTING ENTITY

The District, a quasi-municipal corporation, is governed pursuant to provisions of the Colorado Special District Act. The District's service area is located in Jefferson and Arapahoe Counties, Colorado. The District was established to provide water and sanitation services.

The District has maintenance agreements with Southwest Metropolitan Water and Sanitation District and other water and sanitation districts. The contracts provide that the District will perform administration and maintenance services using the District's personnel and equipment, with reimbursement to the District for labor, materials and use of equipment and general and administration expenses (See Note 9).

The District follows the Governmental Accounting Standards Board (GASB) accounting pronouncements which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

Blended Component Units

Platte Canyon Water and Sanitation Subdistrict No. 1 (Subdistrict No. 1) was established in 2005 pursuant to the provisions of § 32-1-1101(f) of the Colorado Revised Statutes. The area of the Subdistrict No. 1, located entirely within the District boundaries, is known as the Columbine Townhouses III Subdivision (Subdivision). The Subdistrict No. 1 was formed for the purpose of financing certain public water distribution system improvements needed to serve the Subdivision. The Subdistrict No. 1 will assess a levy against all real property within its boundaries for the payment of principal and interest on the loan. The Subdistrict No. 1 is included as a blended component unit of the District because the District's board members are the same, the District provides substantial support to the Subdistrict No. 1, and the improvements within the Subdistrict No. 1 ultimately benefit the District as a whole. Separate financial statements are not prepared for the Subdistrict No. 1.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 1 – DEFINITION OF REPORTING ENTITY (CONTINUED)

In 2007 the District Board of Directors established the Platte Canyon Water and Sanitation Subdistrict No. 2 (Subdistrict No. 2) pursuant to the provisions of § 32-1-1101(f) of the Colorado Revised Statutes. The area of Subdistrict No. 2, located entirely within the District boundaries, is known as the Colombine Townhouses Four Subdivision (Subdivision). Subdistrict No. 2 was formed for the purpose of financing certain public water distribution system improvements needed to serve the Subdivision. The Subdistrict No. 2 will assess a levy against all real property within its boundaries for the payment of principal and interest on the loan. The Subdistrict No. 2 is included as a blended component unit of the District because the District's board members are the same, the District provides substantial support to Subdistrict No. 2, and the improvements will ultimately benefit the District as a whole. Separate financial statements are not prepared for the Subdistrict No. 2.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The more significant accounting policies of the District are described as follows:

Government-wide and fund Financial Statements

The government-wide financial statements (i.e. the Statement of Net Position and the Statement of Changes in Net Position) report information on all of the activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenue, are reported separately from *business-type activities*, which rely, to a significant extent on fees and charges for support.

The statement of changes in net position demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenue. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or entities who 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 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*. Internally dedicated resources are reported as *general revenues* rather than as *program revenues*.

Separate financial statements are provided for the governmental funds and the proprietary fund because all are considered major funds.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus and accrual basis of accounting*, as are the proprietary fund financial statements. 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 revenue in the year for which they are levied.

Governmental fund financial statements are reported using the *current financial resources measurement focus and 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 collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenue 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 are recorded only when payment is due.

Property and specific ownership taxes as well as investment income associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental funds:

Subdistrict No. 1 Fund and Subdistrict No. 2 Fund – These funds are included as blended component units of the District. The funds are used to account for the financing of certain public water distribution system improvements needed to serve specific subdivisions located in the District. The costs of the improvements are confined to the individual subdivisions by a separate tax levy than that of the District as a whole.

The District reports the following major proprietary fund:

Enterprise Fund – This fund is used to account for the effective and economical operation of water and sewer systems within the jurisdictional boundaries of the District.

Functional expenses for business-type activities in the government-wide and proprietary fund financial statements include allocated indirect overhead expense.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating revenues of the District's enterprise fund consist of charges to other local governments for services provided. Operating expenses for the enterprise fund include cost of service, administrative expenses, and depreciation of assets. All revenues and expenses not meeting this definition are reported as nonoperating revenue and expenses or capital contributions.

When both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

Budgets

In accordance with the State Budget Law, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year end. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The appropriation can only be modified upon completion of notification and publication requirements. A budget is legally adopted for each fund of the District. The budgets for the Special Revenue funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons for the Proprietary Fund are presented on a non-GAAP budgetary basis. Capital outlay is budgeted as an expenditure and depreciation is not budgeted. Budgeted amounts in the financial statements are as originally adopted, or as amended by the Directors.

Cash Equivalents and Investments

For purposes of the statement of cash flows, the District considers cash deposits and highly liquid investments with a maturity of three months or less when purchased, to be cash equivalents. Investments are recorded at fair value.

Receivables

All receivables are recorded at their gross value and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Prepaid Expenses

Payments made to vendors for services which will benefit periods after December 31 are recorded as prepaid items.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Taxes

Property taxes are levied by the District Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurers collect the determined taxes during the ensuing calendar year. The taxes are payable by April 30 or if in equal installments, at the taxpayer election, in February and June. Delinquent taxpayers are notified in August and generally sales of the tax liens on delinquent properties are normally held in November or December. The County Treasurers remit the taxes collected monthly to the District.

Property taxes, net of estimated uncollectible taxes, are considered deferred inflows of resources and are recorded initially as deferred revenue in the year they are levied and measurable. The deferred property tax revenues are recorded as revenue in the year they are available or collected (the year that it is levied for).

Capital Assets

Capital assets which include property, equipment, and infrastructure are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary funds in the fund financial statements. Such assets are recorded at cost except for those assets which have been contributed which are recorded at estimated fair value at the date of contribution or at developer's cost. Capital assets are defined by the District as assets with an initial cost of more than \$1,000 and an estimated useful life in excess of three years. Depreciation expense has been computed using the straight-line method over the following estimated economic useful lives:

Distribution and Collection Systems	20 – 40 years
Maintenance and Office Equipment	3 – 10 years

Compensated Absences

The District accrues accumulated unpaid vacation, sick leave and a deferred merit award when earned by the employee. The District has a policy which allows employees to accumulate unused vacation and sick leave up to a certain maximum number of hours. The District compensates employees based on a merit award percentage up to a maximum of forty-five completed years of service. The accumulated vacation, sick leave, and deferred merit award are recorded as an accrued liability and current salary expense when incurred in the proprietary fund financial statements. In the event of termination, an employee is reimbursed for the accumulated hours and compensated for the total number of completed years of service up to the maximum amounts.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Developer Deposits

Developer deposits include funds that have been collected by the District for services to be provided in subsequent periods. At the time the services are provided, the liability is removed from the government-wide and proprietary fund Statements of net position or the governmental fund balance sheet and revenue is recognized.

Fund Balances / Governmental Funds

The District's fund balances fall under the category of "restricted" because the balances are constrained for specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

At December 31, 2016, the District reported restricted fund balance in the Subdistrict No. 1 and Subdistrict No. 2 Special Revenue Funds in the amounts of \$23,240 and \$18,353 respectively, are to be used exclusively for debt service requirements (see Note 5).

Net Position

The District has net position consisting of three components – net investment in capital assets, restricted and unrestricted. Net investment in capital assets, consists of capital assets, net of accumulated depreciation and if applicable, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Restricted net position includes amounts that are restricted for use either externally imposed by creditors, grantors, contributors, or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation (see Note 11). Net position in the Government Activities in the amount of \$38,467 is restricted for debt service requirements (see Note 5)

Negative net position will be reported for the Governmental Activities until the long-term debt obligation is satisfied. At December 31, 2016, negative net position in the amount of \$519,056 was reported for the Governmental Activities.

Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations. However, comparative data has not been presented in all statements because such inclusion would make certain statements unduly complex and difficult to understand. Also, certain amounts presented in the prior year data have been reclassified to be consistent with the current year presentation.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 3 – CASH AND INVESTMENTS

At December 31, 2016 the District had the following cash and investments:

Cash on hand	\$ 150
Deposits	1,476,618
Investments	<u>9,249,685</u>
Total	<u><u>\$10,726,453</u></u>

Cash deposits and investments are reflected on the December 31, 2016 Statement of Net Position as follows:

Cash and cash equivalents	\$ 3,565,758
Investments	<u>7,160,695</u>
Total	<u><u>\$10,726,453</u></u>

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires deposits of all units of local government to be made in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to the 102% of the uninsured deposits.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 3 – CASH AND INVESTMENTS (CONTINUED)

Investments

The District is required to comply with State statutes and the District’s investment policy which specify instruments meeting defined rating, maturity, and concentration risk criteria in which the District may invest, which include the following. State statute does not address custodial risk.

- . Obligations of the U.S. and certain U.S. government agency securities and the World Bank
- . General obligation and revenue bonds of U.S. local government entities
- . Bankers’ acceptances of certain banks
- . Commercial paper
- . Certain reverse repurchase agreements
- . Written repurchase agreements collateralized by certain authorized securities
- . Certain money market mutual funds
- . Guaranteed investment contracts
- . Local government investment pools

At December 31, 2016 the District had the following investments:

Investment	Rating	Maturities (in Years)			Total
		Less than 1	1 - 5	More than 5	
U.S. Government Instrumentalities	AAA/AA+	\$ -	\$ 3,959,145	\$ 958,040	\$ 4,917,185
U.S. Treasury Notes	N/A	1,000,510	-	-	1,000,510
Local Government Investment Pool	AAAm	3,331,990	-	-	3,331,990
		<u>\$ 4,332,500</u>	<u>\$ 3,959,145</u>	<u>\$ 958,040</u>	<u>\$ 9,249,685</u>

Interest Rate Risk – The District’s investment policy limits investment maturities by investment type. Maturities for investments in U.S. Treasuries and U.S. Agencies are limited to a maximum of 10 years.

Credit risk – The District’s investment policy limits investments to U.S. Treasury obligations, U.S. Government Agency and Instrumentality securities, local government investment pools, and certain money market mutual funds approved by the Board of Directors. At the time of purchase, investments must have a credit rating equal to or greater than that specified by state statutes.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 3 – CASH AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk – It is the policy of the District to diversify its investment portfolio to eliminate risk of loss resulting from over concentration of assets in a specific maturity, a specific class, and specific issuer of securities. The District policy includes cash deposits in the total portfolio when determining concentration of investments. The policy provides that the total portfolio of the District may be comprised of 100% U.S. Treasury Notes. However, investment in U.S. Government instrumentalities may not exceed 50% of the District’s total portfolio and investment in any one issuer may not exceed 20% of the total portfolio. Investments in local government investment pools as well as money market mutual funds may not exceed 25% of the District’s total portfolio. The policy provides for variances in the stated maximum percentage limitations not to exceed 10% at any given time. At December 31, 2016, the District’s investment in Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, Federal National Mortgage Association and Federal Farm Credit Bank were 10.88%, 16.18%, 15.74% and 10.36%, respectively, of the District’s total investments and 9.38%, 13.95%, 13.57%, and 8.93%, respectively, of the District’s total portfolio.

Local Government Investment pool – The District has investments in the Colorado Local Government Liquid Asset Trust (COLOTRUST), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing COLOTRUST. COLOTRUST operates similarly to a money market fund and each share is equal in value to \$1.00. A designated custodial bank serves as custodian for the COLOTRUST portfolios pursuant to a custodian agreement. Substantially all securities owned by COLOTRUST are held by the Wells Fargo Bank, N.A. in the account maintained for the custodial banks. The custodian acts as safekeeping agent for COLOTRUST investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by each participating government.

Investment Valuation

The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset’s fair value: 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. Fair value measurements of the District’s investments are as follows at December 31, 2016:

Investment	Fair Value Measurement Using			Total
	Level 1 inputs	Level 2 inputs	Level 3 inputs	
U.S. Government Instrumentalities	\$ 4,917,185	\$ -	\$ -	\$ 4,917,185
U.S. Treasury Notes	1,000,510	-	-	1,000,510
Local Government Investment Pool	-	3,331,990	-	3,331,990
	<u>\$ 5,917,695</u>	<u>\$ 3,331,990</u>	<u>\$ -</u>	<u>\$ 9,249,685</u>

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 4 – CAPITAL ASSETS

The following is an analysis of changes in the business-type activities capital assets for the year ended December 31, 2016:

<u>By Classification</u>	Balance January 1, 2016	Additions	Deletions	Balance at December 31, 2016
Business-type Activities				
Land	\$ 5,000	\$ -	\$ -	\$ 5,000
Construction in progress	24,888	856,648	-	881,536
Total non-depreciable assets	<u>29,888</u>	<u>856,648</u>	<u>-</u>	<u>886,536</u>
Water distribution system	12,429,085	29,420	1,170	12,457,335
Sewage collection system	9,234,793	129,981	24,844	9,339,930
Maintenance equipment	1,414,076	112,967	95,489	1,431,554
Office equipment	382,120	19,642	30,610	371,152
Total capital assets being depreciated	<u>23,460,074</u>	<u>292,010</u>	<u>152,113</u>	<u>23,599,971</u>
Less Accumulated Depreciation				
Water distribution system	(7,256,614)	(265,948)	(1,170)	(7,521,392)
Sewage collection system	(5,993,457)	(153,170)	(24,844)	(6,121,783)
Maintenance equipment	(695,241)	(131,952)	(95,367)	(731,826)
Office equipment	(262,041)	(44,525)	(30,610)	(275,956)
Total Accumulated Depreciation	<u>(14,207,353)</u>	<u>(595,595)</u>	<u>(151,991)</u>	<u>(14,650,957)</u>
Total capital assets being depreciated, net	<u>9,252,721</u>	<u>(303,585)</u>	<u>122</u>	<u>8,949,014</u>
Net Capital Assets	<u>\$ 9,282,609</u>	<u>\$ 553,063</u>	<u>\$ 122</u>	<u>\$ 9,835,550</u>

Depreciation expense for the years ended December 31, 2016 was charged to the following programs:

Business-type Activities:	
Water operations	\$ 297,043
Sewer operations	186,983
Contract services	111,569
	<u>\$ 595,595</u>

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 5 – LONG-TERM OBLIGATIONS

The following is an analysis of changes in the governmental activities and business-type activities long-term obligations for the year ended December 31, 2016:

	<u>Balance January 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at December 31, 2016</u>	<u>Due within one year</u>
Government Activities:					
Subdistrict No. 1					
(2006) - \$400,000					
CWRPDA Loan	\$ 255,181	\$ -	\$ 19,133	\$ 236,048	\$ 19,858
Subdistrict No. 2					
(2008) - \$475,000					
CWRPDA Loan	301,696	-	18,688	283,008	19,347
	<u>556,877</u>	<u>\$ -</u>	<u>\$ 37,821</u>	<u>519,056</u>	<u>\$ 39,205</u>
Less current portion	<u>(37,821)</u>			<u>(39,205)</u>	
	<u>\$ 519,056</u>			<u>\$ 479,851</u>	
Business-type Activities:					
Accrual for compensated					
absences	\$ 263,717	\$ 109,793	\$ 72,302	\$ 301,208	\$ 26,272
Less current portion	<u>(27,794)</u>			<u>(26,272)</u>	
	<u>\$ 235,923</u>			<u>\$ 274,936</u>	

Accrual for compensated absences (see Note 2) is liquidated from the Enterprise fund.

The detail of the District's governmental activities long-term obligation is as follows:

Colorado Water Resources and Power Development Authority:

\$400,000 Loan, dated June 30, 2006, with interest of 3.75%, due semi-annually through 2026. Loan repayments may be prepaid, in whole or in part, upon prior written notice of not less than ninety (90) days to the Authority. This loan was entered into by the Subdistrict No. 1 for the purpose of financing water system improvements. The District is in no way obligated to repay the loan.

\$475,000 Loan, dated July 15, 2008, with interest of 3.50%, due semi-annually through 2028. Loan repayments may be prepaid, in whole or in part, upon prior written notice of not less than ninety (90) days to the Authority. This loan was entered into by the Subdistrict No. 2 for the purpose of financing water system improvements. The District is in no way obligated to repay the loan.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 5 – LONG-TERM OBLIGATIONS (CONTINUED)

The District’s long-term obligations of the governmental activities will mature as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 39,205	\$ 18,405	\$ 57,610
2018	40,640	16,970	57,610
2019	42,127	15,483	57,610
2020	43,669	13,941	57,610
2021	45,268	12,342	57,610
2022-2026	252,436	35,614	288,050
2027-2028	55,711	2,458	58,169
	<u>\$ 519,056</u>	<u>\$ 115,213</u>	<u>\$ 634,269</u>

NOTE 6 – SERVICE CONTRACTS

Water

The District has a distributor’s contract with the Denver Water Board whereby the Denver Water Department provides water in the District’s service area and charges the users directly (“read and bill” type of distributor’s contract). The District owns and maintains the water distribution system.

Sewer

The District has a contract with the City of Littleton whereby the City provides sewage treatment for the District and bills the users directly. The District owns and maintains the sewage collection system.

NOTE 7 – PENSION PLAN

The District has adopted a single employer defined contribution pension plan administered by Colorado Counties Officials and Employees Retirement Association (CCOERA) which covers substantially all employees (minimum eligibility requirements of 20 or more hours of work per week and one full year of continuous service). Contribution requirements of the District and eligible employees are established and may be amended by the District Board of Directors. Eligible employees must participate in the plan with an elected contribution between 3% and 8% of gross wages less overtime pay. The District matches the employees elected contribution level. Withdrawal from the Plan may occur only upon retirement, death, disability or termination of employment. Employees vest 100% in personal contributions and 20% for each year of employment in employer contributions (fully vested after five years of employment). District contributions for employees who leave employment before five years of participation are used to reduce the District’s current period contribution requirement. There is no liability for benefits under the plan beyond the District’s matching payments.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 7 – PENSION PLAN (CONTINUED)

For the year ended December 31, 2016, employee contributions totaled \$74,668, and the District recognized pension expense of \$74,668. During 2016, there were no forfeitures.

At December 31, 2016, the District had 13 current active plan members and the District's liability to the plan amounted to \$3,234.

NOTE 8 – DEFERRED COMPENSATION PLAN

The District has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. This plan is administered by Colorado County Officials and Employees Retirement Association (CCOERA). Participation in the plan is optional for all employees. The plan allows the employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement or death or unforeseen emergencies.

NOTE 9 – COMMITMENTS

Management and Maintenance Agreement

The District has an intergovernmental agreement with Southwest Metropolitan Water and Sanitation District (Southwest) to provide management, maintenance, inspection and clerical services. Under the agreement, the District bills Southwest monthly for its proportionate share of costs. During 2014 the contract was renewed for ten years with an option to renew for successive five year periods after December 31, 2024. During 2016 the District earned reimbursement for contract services from Southwest in the amount of \$978,552.

Operating Lease Agreement

The District has an agreement for office and storage space with Southwest. The District jointly funded the expansion and renovation of Southwest's office space being used for District operations. The District paid 30% of the construction costs and began amortizing the prepaid lease payment of \$618,417 on July 1, 2000. The District amortizes the prepaid lease costs over 40 years. At December 31, 2016, the balance of the prepaid lease amounted to \$365,632. The District pays Southwest a monthly rent and a proportionate share of the operation and maintenance expense determined on a quarterly basis. The Intergovernmental Agreement for Joint Office and Garage Facility will be effective until December 31, 2018, with the option for renewal for successive periods not to exceed five years each. Upon termination, the District will be entitled to 30% of the appraised replacement value of the joint facility excluding land value. Operation and maintenance costs paid to Southwest during 2016 amounted to \$47,453.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 9 – COMMITMENTS (CONTINUED)

Contracts for Services

The District has entered into intergovernmental agreements with Bow Mar Water and Sanitation District (Bow Mar), Columbine Water and Sanitation District (Columbine), Lochmoor Water and Sanitation District (Lochmoor), and Valley Sanitation District (Valley) to provide certain administrative and maintenance services. The District bills Bow Mar, Columbine, Lochmoor, and Valley monthly for work performed based on agreed upon rates of hours worked and cost of materials. During 2016 the District earned \$336,951 which is recorded as contract services.

Construction Commitments

As of December 31, 2016, the District had an unexpended construction related contract commitment for the rehabilitation of a pump station in the amount of \$350,693.

NOTE 10 – RISK MANAGEMENT

Except as provided in the Colorado Government Immunity Act, as amended from time to time, the District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets, errors or omissions, injuries to employees, or acts of God. The District is a member of the Colorado Special Districts Property and Liability Pool (Pool). The Pool is an organization created by intergovernmental agreement to provide property, liability, public officials' liability, boiler and machinery, and workers compensation coverage to its members. Settled claims have not exceeded this coverage in any of the past three fiscal years.

The District pays annual premiums to the Pool for property, general and automobile liability, public officials, auto physical damage, inland marine, and boiler and machinery. In the event aggregate losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds, which the Pool determines are not needed for purposes of the Pool, may be returned to the members pursuant to a distribution formula.

The District maintains commercial insurance for injuries to employees (worker's compensation). Settled claims have not exceeded this coverage in any of the past three fiscal years.

PLATTE CANYON WATER AND SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 11 – TAX, SPENDING AND DEBT LIMITATIONS

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer’s Bill of Rights (TABOR), contains tax, spending, revenue and debt limitations which apply to the State of Colorado and all local governments.

Spending and revenue limits are determined based on the prior year’s Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

On November 4, 2003, a majority of the District’s electors authorized the District to collect, retain and spend all revenues and other funds received from all sources, including without limitation the District’s existing general operating property tax rate of 7.104 mills, commencing January 1, 2004, for general operations and capital improvements as a voter-approved revenue change, offset and exception to the limits which would otherwise apply under Article X, Section 20 and as a permanent waiver of the 5.5 percent limitation under Section 29-1-301 C.R.S.

The District’s management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits and qualification as an Enterprise will require judicial interpretation.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending. Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases. At December 31, 2016, the District’s reserve of \$89,500 was recorded as a restriction of net position in the enterprise fund.

This information is an integral part of the accompanying financial statements.

SUPPLEMENTARY INFORMATION

OTHER INFORMATION

SUPPLEMENTARY INFORMATION

PLATTE CANYON WATER AND SANITATION DISTRICT
SCHEDULE OF OPERATING EXPENSES
ENTERPRISE FUND
For the Year Ended December 31, 2016

(with comparative totals for December 31, 2015)

	2016	2015
WATER OPERATIONS		
Personnel	\$ 115,685	\$ 132,048
Operations and maintenance	161,364	220,756
Depreciation and amortization	286,944	288,328
Equipment and vehicles	7,896	8,578
Insurance	7,176	6,969
Communications	3,312	2,136
Total water operations	582,377	658,815
SEWER OPERATIONS		
Personnel	156,428	195,353
Operations and maintenance	42,148	34,802
Depreciation and amortization	181,560	180,487
Equipment and vehicles	17,139	17,740
Insurance	9,704	10,309
Communications	4,478	3,160
Total sewer operations	411,457	441,851
CONTRACT SERVICES		
Personnel	971,060	1,042,211
Operations and maintenance	21,914	17,055
Depreciation and amortization	115,184	99,531
Equipment and vehicles	43,032	43,547
Insurance	8,710	10,261
Office Expenses	83,561	91,873
Communications	13,392	8,763
Total contract maintenance	1,256,853	1,313,241
GENERAL AND ADMINISTRATIVE		
Personnel	292,829	302,473
Professional and consulting	90,748	75,193
Operations and maintenance	15,147	7,306
Depreciation and amortization	27,367	26,852
Insurance	18,165	15,963
Office expenses	42,798	51,349
Other	6,055	5,194
Total general and administrative	493,109	484,330
Total operating expenses	\$ 2,743,796	\$ 2,898,237

**PLATTE CANYON WATER AND SANITATION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUNDS AVAILABLE
BUDGET AND ACTUAL (Non-GAAP BUDGETARY BASIS)
ENTERPRISE FUND
Year Ended December 31, 2016**

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUE			
Contract Services	\$ 1,157,370	\$ 1,315,503	\$ 158,133
Property taxes	1,491,701	1,484,559	(7,142)
Specific ownership taxes	96,961	118,261	21,300
Net investment income	77,824	58,315	(19,509)
Sale of property and equipment	8,000	26,955	18,955
Tap fees	12,000	2,000	(10,000)
Other	4,080	4,055	(25)
Total revenue	<u>2,847,936</u>	<u>3,009,648</u>	<u>161,712</u>
EXPENDITURES			
OPERATIONS AND ADMINISTRATION			
Operations and Maintenance			
Water	173,500	156,890	16,610
Sewer	77,000	36,230	40,770
Equipment and vehicles	98,500	68,067	30,433
Communications	16,200	21,182	(4,982)
Building maintenance	99,300	47,453	51,847
Personnel			
Wages	1,108,330	1,113,261	(4,931)
Benefits	504,515	422,741	81,774
Office Expenses	121,400	94,742	26,658
Professional and consulting	135,500	122,365	13,135
Insurance	47,500	43,755	3,745
Other	28,375	28,349	26
Total operations and administration	<u>2,410,120</u>	<u>2,155,035</u>	<u>255,085</u>
CAPITAL OUTLAY			
Water distribution system	738,335	886,068	(147,733)
Sewage collection system	210,955	129,981	80,974
Vehicles	33,000	62,283	(29,283)
Maintenance equipment	59,500	50,684	8,816
Office equipment	67,500	19,642	47,858
Contingency	238,709	-	238,709
Total capital outlay	<u>1,347,999</u>	<u>1,148,658</u>	<u>199,341</u>
Total expenditures	<u>3,758,119</u>	<u>3,303,693</u>	<u>454,426</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	(910,183)	(294,045)	616,138
FUNDS AVAILABLE - BEGINNING OF YEAR	<u>10,376,587</u>	<u>10,491,671</u>	<u>115,084</u>
FUNDS AVAILABLE - END OF YEAR	<u>\$ 9,466,404</u>	<u>\$ 10,197,626</u>	<u>\$ 731,222</u>

Funds available is computed as follows:

Current assets	\$ 12,384,004
Current portion of prepaid lease	(15,460)
Current liabilities	(415,282)
Non-current portion of compensated absences	(274,936)
Deferred property tax revenue	(1,480,700)
	<u>\$ 10,197,626</u>

PLATTE CANYON WATER AND SANITATION DISTRICT
RECONCILIATION OF ACTUAL (Non-GAAP BUDGETARY BASIS) TO STATEMENT
OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ENTERPRISE FUND
Year Ended December 31, 2016

REVENUE (BUDGETARY BASIS)	\$ 3,009,648
Sale of property and equipment	(26,955)
Gain on disposal of captial assets	26,833
Total revenue per statement of revenues, expenses and changes in net position	3,009,526
 EXPENDITURES (BUDGETARY BASIS)	 3,303,693
Depreciation and amortization	611,055
Acquisition of plant and equipment	(1,148,658)
Total expenses per statement of revenues, expenses, and changes in net position	2,766,090
Change in net position	\$ 243,436

OTHER INFORMATION

PLATTE CANYON WATER AND SANITATION DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
GOVERNMENTAL ACTIVITIES LONG-TERM OBLIGATIONS
December 31, 2016

Year Ending December 31,	Subdistrict No.1 \$400,000 General Obligation Loan Dated June 30, 2006 Interest rate 3.75%		Subdistrict No. 2 \$475,000 General Obligation Loan Dated July 15, 2008 Interest rate 3.50%		Totals		
	Interest Due May 1 and November 1	Principal Due May 1 and November 1	Interest Due May 1 and November 1	Principal Due May 1 and November 1	Total Interest	Total Principal	Total
	2017	\$ 8,667	\$ 19,858	\$ 9,738	\$ 19,347	\$ 18,405	\$ 39,205
2018	7,916	20,609	9,054	20,031	16,970	40,640	57,610
2019	7,136	21,389	8,347	20,738	15,483	42,127	57,610
2020	6,326	22,199	7,615	21,470	13,941	43,669	57,610
2021	5,485	23,039	6,857	22,229	12,342	45,268	57,610
2022	4,614	23,911	6,072	23,013	10,686	46,924	57,610
2023	3,710	24,816	5,259	23,825	8,969	48,641	57,610
2024	2,769	25,755	4,419	24,667	7,188	50,422	57,610
2025	1,794	26,730	3,548	25,538	5,342	52,268	57,610
2026	783	27,742	2,646	26,439	3,429	54,181	57,610
2027	-	-	1,713	27,371	1,713	27,371	29,084
2028	-	-	745	28,340	745	28,340	29,085
	<u>\$ 49,200</u>	<u>\$ 236,048</u>	<u>\$ 66,013</u>	<u>\$ 283,008</u>	<u>\$ 115,213</u>	<u>\$ 519,056</u>	<u>\$ 634,269</u>