

South Suburban Park & Recreation District Comprehensive Annual Financial Report

For the year ended December 31, 2016



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Arapahoe, Douglas and Jefferson Counties, Colorado



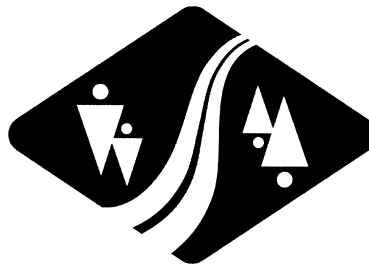
South Suburban
PARKS AND RECREATION

**SOUTH SUBURBAN PARK AND
RECREATION DISTRICT**

Arapahoe, Douglas and Jefferson Counties, Colorado

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For the Year Ended
December 31, 2016**



**South Suburban
PARKS AND RECREATION**

Prepared by the Department of Finance

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**South Suburban
PARKS AND RECREATION**

April 21, 2017

The Board of Directors, and Citizens of
South Suburban Park and Recreation District,
Arapahoe, Douglas and Jefferson Counties, Colorado

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Board of Directors
John K. Ostermiller, Chair

Scott A. LaBrash
Pamela M. Eller
Michael T. Anderson
James A. Taylor

Executive Director
Rob Hanna

INTRODUCTION

The Comprehensive Annual Financial Report (CAFR) of the South Suburban Park and Recreation District (District) for the year ended December 31, 2016, is submitted herewith. This report has been prepared by the District's Finance Department. District management is responsible for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain maximum understanding of the District's financial affairs have been included.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter is designed to complement MD&A and should be read in conjunction with it. The South Suburban Park and Recreation District's MD&A can be found immediately following the report of the independent auditors.

REPORTING ENTITY

The report encompasses all funds and legally separate component units.

The District's boundary encompasses approximately 42 square miles and operates and maintains 1,449 acres of developed parks, 2,022 acres of natural areas, 89 miles of trails, and 492 acres of special facilities. Undeveloped land totals 348 acres. District facilities include two 18-hole golf courses, an 18-hole executive golf course, a 9-hole par 3 course, a 9-hole executive golf course, an air structure (sports dome) housing a multipurpose athletic field, a two-tiered 60-station (30 heated) driving range, a nature center, four outdoor and three indoor swimming pools, a 36-hole

miniature golf course, an 18-hole miniature golf course, a 9-station batting cage facility, a BMX track, 62 playgrounds, 54 shelters, two inline hockey rinks, 4 skate parks, 2 spray grounds, 44 outdoor tennis courts at 18 locations (20 lighted), a six court indoor tennis facility, four recreation centers, an entertainment arcade, two ice arenas totaling four sheets of ice, 94 (7 lighted) baseball/softball fields, (including one with artificial turf), over 115 multi-purpose fields, (including five with artificial turf), 6 pickleball courts, two maintenance service centers, and a general administration office building.

The District has an entity that is fiscally dependent on the District. The King C. Hudson and Evelyn Leigh Hudson Foundation (Hudson Gardens) is a component unit discretely reported in a separate column in the combined basic financial statements to emphasize that it is legally separate from the District and to differentiate its financial position and results of operations from those of the District. Hudson Gardens was incorporated in 1986 for the purpose of preserving, maintaining, and enhancing the natural beauty of approximately 30 acres of land. Hudson Gardens, which opened in 1996, operates separate display gardens, an event center, which hosts programs on educational and cultural activities, numerous weddings and a weekly summer concert series. The land, including certain permanent structures on which Hudson Gardens operates, was purchased by the District in 1998.

ECONOMIC CONDITION AND OUTLOOK

Economic Outlook

The District is located toward the southern edge of the Denver metropolitan area, eight miles south of downtown Denver, and its economy reflects the general economic conditions of the area. The Denver Metro population is estimated to be over 2.9 million people, while the District's population is slightly over 150,000. A number of economic indicators point toward a continuing improvement in the local economy. The metro area unemployment rate as of August 2016 was 3.2% compared to 3.6% in August of 2015. As of August 2016, the unemployment rate in Arapahoe, Douglas, and Jefferson counties were 3.2, 2.8, and 3.1 respectively. The year to date average number of unemployment claims in the Denver Metro Area decreased 3.5% through September 2016. The consumer price index increased 3.0% from the first half of 2015 to the first half of 2016 in the Denver-Boulder-Greeley metropolitan areas. However, total Denver Metro Area retail sales have decreased slightly compared to the first half of 2015. The median home price of Denver-area single-family home was up 8.9% thru the second quarter of 2016. Foreclosure activity in the Metro Denver Area continued to decline with the number of foreclosure filings down 10.4% from September 2016 compared to September 2015. The continuing improvement in the area is reflected in the District's Assessed Value which increased 17.57% for property taxes collected in 2016. The 2017 Assessed Value decreased slightly due to abatements, as this was not a reassessment year. We anticipate another increase in the assessed valuation for 2018 due to the continued growth in home values and other indicators reflected above.

2016 MAJOR INITIATIVES AND ACCOMPLISHMENTS

Master Plan and New Strategic Plan: During 2016 the District staff and consultants have been working on a master plan and a new strategic plan. The estimated time frame for completion is the 2nd quarter of 2017. Once complete, work will begin on a three year financial plan. The priorities developed during this process will be implemented during 2017 and for several years following.

Family Sports Center Interior Remodel: The majority of the public spaces were improved through the installation of new carpet and paint. The building was acquired by the District in 2004. This is the first comprehensive improvement to the facility since acquisition. The work was needed to update the facility, meet customer expectations, and stay current in the market.

Goodson Recreation Center Roof Replacement: 4 of the 11 EDPM flat roofs at Goodson Recreation Center were replaced with a product rated for 30-year life span. The replacement of these roofs were necessary due to age, leaking and potential roof failure.

Lee Gulch Trail Bridge Replacement: The existing concrete box bridge over Lee Gulch east of Elati St. was replaced. The original bridge was removed due to age, deterioration, and erosion concerns. The new bridge was set at a different angle to provide a better crossing for maintenance building and reduce erosion concerns at the abutment walls. The project was jointly funded by South Suburban and the City of Littleton.

South Suburban Golf Course Clubhouse Renovation: This 42-year old facility is currently being expanded and remodeled. Construction began in November 2016 and is expected to be complete in June 2017. The renovated clubhouse will include: relocating the pro shop and restaurant, expanding the pro shop, expanding the dining room, kitchen improvements, new patio facing the golf course, improved circulation inside the building, and new cart paths outside the building. Additionally the cart barn is being replaced with a larger pole building that will house additional equipment that is currently stored outside.

Arapahoe Park Playground Renovation: The 20-year old playground equipment was replaced with new traditional playground equipment featuring musical instruments and imaginative play elements. The play area for children ages 2-5 was expanded. Poured-in-place rubber surfacing replaced the previous wood chip surfacing to create a play surface that is fully accessible. Heaved and cracking concrete surrounding the playground was replaced. New benches and picnic tables were installed. The project was jointly funded by South Suburban and an Arapahoe County Open Spaces grant.

deKoevend Tot Lot Playground Renovation: The playground area was expanded to place swings in a separate area from the other playground equipment to improve safety. New nature themed playground equipment was installed for children ages 2-5 years. Poured-in-place rubber surfacing was used through the play area creating a fully accessible surface. A 10'x10' shelter with a picnic table was added to the park. The project was jointly funded by South Suburban and the City of Centennial.

High Line Canal Bridges: The existing bridges at Bannock St., deKoevend Park parking lot, and South Suburban Ice Arena were replaced. A new bridge was installed at Franklin St. providing neighborhood access to the High Line Canal. The new bridges have steel railings instead of previously used wood railing, reducing maintenance costs over the 25-year life span. The project was jointly funded by South Suburban, City of Littleton, City of Centennial, and an Arapahoe County Open Spaces grant.

Lee Gulch Overlook: This open space property and trailhead to the Lee Gulch Trail and Mary Carter Greenway was improved to include trail connections, an overlook area with benches and seating rocks, access to the fishing pond, and a nature discovery trail for children. The project was jointly funded by South Suburban, City of Littleton, and an Arapahoe County Open Spaces grant.

Mary Carter Greenway Signage: The sign system along the Mary Carter Greenway from C-470 to Belleview Ave. was replaced to meet the signage master plan guidelines adopted in 2014. The project included 68 individual signs ranging from: major gateway, minor gateway, roadway, destination, directional, and intersection signage. The project was jointly funded by South Suburban and the City of Littleton.

Writer's Vista Park Playground and Ballfield Renovation: The 22 year old playground was expanded and renovated. Separate play areas were provided for children ages 2-5 and 5-12 years and swings were added to the park. Poured-in-place rubber surfacing was used through the play areas for a fully accessible surface. The ballfield renovations include: replacement of the backstop, added dugouts, new infield mix, new bleachers and an accessible route to the dugouts and bleachers. The project was jointly funded by South Suburban and an Arapahoe County Open Spaces Grant.

ACCOUNTING SYSTEM AND BUDGETARY CONTROLS

The accounting policies of the District are based on generally accepted accounting principles (GAAP) applicable to governmental units. The District's accounting system is an integrated financial management system organized and operated on a fund basis. Each fund is a distinct and self-balancing accounting entity.

The District's Finance Department is responsible for establishing and maintaining an internal control structure to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

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 appropriation can only be modified upon completion of notification and publication requirements. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The District maintains budgetary controls by not permitting expenditures to exceed appropriations.

Financial Policies. Detailed descriptions of the District's accounting policies are contained in Note 2 of the Financial Statements of this report. These policies describe the basis of the accounting, funds and accounts used, valuation policies for inventories and investments, capital assets and other significant accounting information.

The District maintains a number of budgetary controls. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District Board of Directors. Activities of all funds are included in the annual appropriated budget.

OTHER INFORMATION

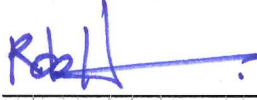
Independent Audit. State Statute requires an annual audit by an independent certified public accountant. Auditing Standards Generally Accepted in the United States of America were used by the auditors in conducting the engagement. The firm of John Cutler & Associates LLC was selected by the District Board of Directors to audit the 2016 financial statements. Their report is included.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a **Certificate of Achievement for Excellence in Financial Reporting** to South Suburban Park and Recreation District for its comprehensive annual financial report for the fiscal year ended December 31, 2015. This was the fifteenth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

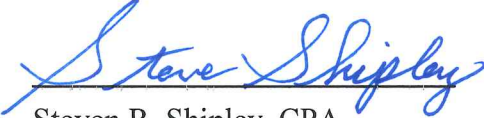
The District was also awarded the **Distinguished Budget Presentation Award** for the budget beginning January 1, 2016 from the Government Finance Officers Association of the United States and Canada (GFOA). In order to qualify for the Distinguished Budget Presentation Award, the District's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communications device. This is the seventh consecutive year the District has achieved this prestigious award.

Acknowledgments. These financial statements could not have been prepared without the dedication and effective help of the entire staff of the Finance Department. We would also like to thank the District's staff and the District Board of Directors for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,



Rob Hanna
Executive Director



Steven R. Shipley, CPA
Director of Finance

*Principal Officials of the
South Suburban Parks and Recreation District
Arapahoe, Douglas and Jefferson Counties, Colorado*

Board of Directors

Chairman and President	John K Ostermiller
Vice Chairman	Scott A. LaBrash
Secretary	Pamela M Eller
Treasurer	Michael T Anderson
Assistant Secretary and Assistant Treasurer.....	James A Taylor

District Officials

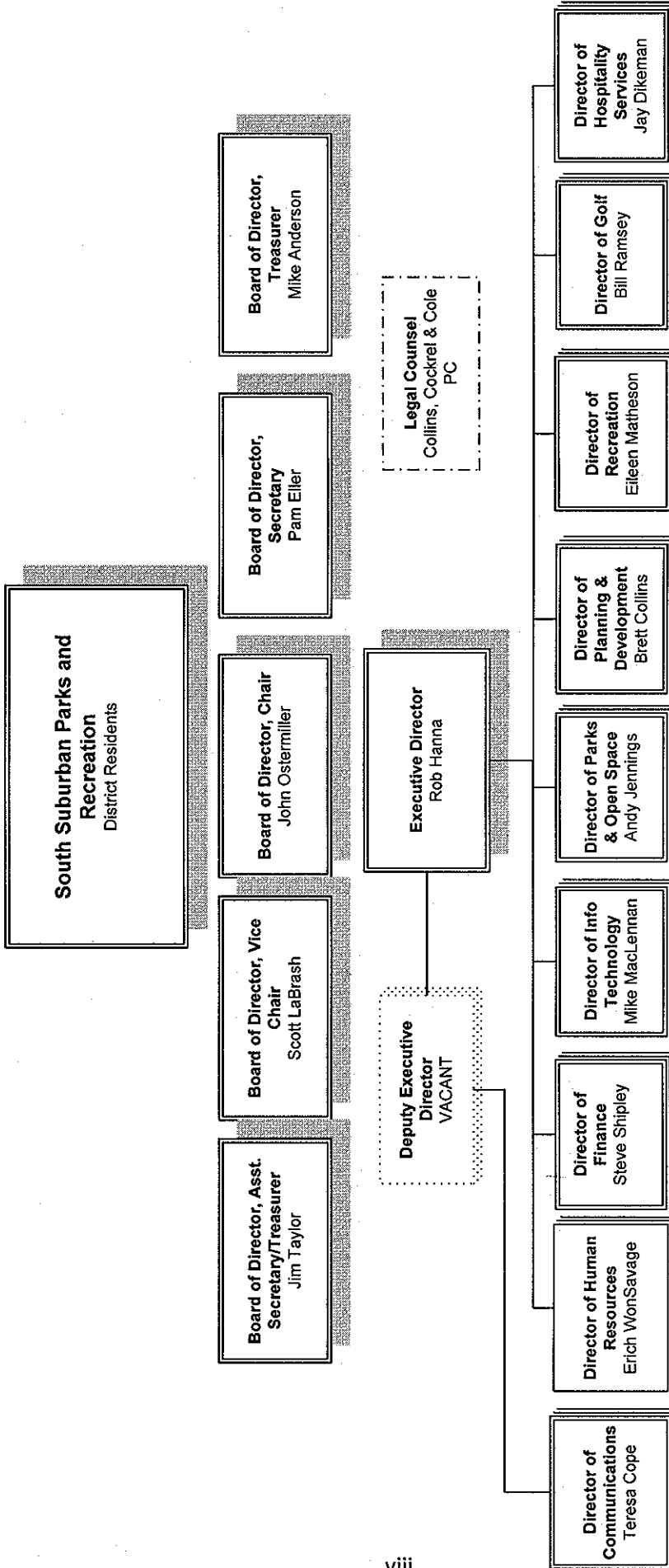
Executive Director	Rob Hanna
Deputy Executive Director	vacant
Director of Finance	Steve Shipley
Director of IT	Mike MacLennan
Director of Recreation.....	Eileen Matheson
Director of Golf.....	Bill Ramsey
Director of Parks and Open Space.....	Andy Jennings
Director of Planning and Development	Brett Collins
Director of Human Resources.....	Erich WonSavage
Director of Communications.....	Teresa Cope
Director of Hospitality Services	Jay Dikeman



South Suburban
PARKS AND RECREATION

South Suburban Park and Recreation District

Organizational Chart





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**South Suburban Park
and Recreation District
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2015

Executive Director/CEO



JOHN CUTLER & ASSOCIATES

Board of Directors
South Suburban Park and Recreation District
Centennial, Colorado

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, and each major fund of the South Suburban Park and Recreation District, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the basic financial statements of the District, 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 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 expression an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluation 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, the discretely presented component unit, and each major fund of the South Suburban Park and Recreation District, as of December 31, 2016, and the respective changes in financial position, and, where applicable, cash flows, and the budgetary comparison for the general and major special revenue funds, thereof 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 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 South Suburban Park and Recreation District's basic financial statements. The individual fund financial statements and schedules and supplemental information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The 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 individual fund financial statements and schedules and supplemental information are fairly stated in all material respects in relation to the financial statements as a whole.

The statistical section 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.

John Cutler & Associates, LLC

April 21, 2017

Management's Discussion and Analysis

Our discussion and analysis of the South Suburban Park and Recreation District's (the District) financial performance provides an overview of the District's financial activities for the year ended December 31, 2016. Please read it in conjunction with the transmittal letter and the District's financial statements.

FINANCIAL HIGHLIGHTS

- The District remains in strong financial position with assets exceeding liabilities at the close of 2016 by \$105,810,867 (net position). Of this amount \$9,719,726 or 9 percent is unrestricted and may be used to meet the District's ongoing obligations to citizens and creditors.
- At the end of 2016, the fund balance in the General Fund was \$7,846,295 an increase of \$2,561,733. Of this amount \$6,971,195 or 89 percent was not restricted.
- Operating revenues fell short of operating expenses in the Enterprise Fund by \$4,881,177. Transfers from the General Fund in the amount of \$2,425,000 helped to cover this shortfall.
- The District's total debt decreased \$4,481,833 (17 percent) during 2016.
- The District's assessed valuation increased 17.6 which increased property tax revenue approximately \$3,000,000.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the South Suburban Park and Recreation District's basic financial statements. The District's basic financial statements are comprised of three components: 1) the government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary 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 South Suburban Park and Recreation District's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference 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 District is improving or deteriorating.

The *Statement of Activities* presents information showing how the District'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, revenue and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. (e.g., earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenue (*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 District include general government, parks and open space, South Platte Park, general maintenance and improvements, planning and construction, Hudson Gardens management fee, and interest on long-term debt. The Business-type Activities of the District include golf courses, hospitality, ice arenas, recreation centers, athletics, and other recreation facilities and programs.

The government-wide financial statements include not only the South Suburban Park and Recreation District, but also a legally separate entity, The King C. Hudson and Evelyn Leigh Hudson Foundation, Inc. for which the District is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the District itself.

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. The District Board of Directors establishes other funds to help control and manage money for particular purposes. All the District's funds can be divided into two categories: Governmental Funds and Proprietary 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 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 revenue, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

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

Proprietary funds – When the District charges customers 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 Activities. 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 government-wide and fund 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 \$105,810,867 at the close of 2016.

Net Position

Combined net position of the South Suburban Park and Recreation District at December 31, 2016 and 2015 were:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Capital assets	\$68,483,533	\$73,405,803	\$43,691,435	\$39,802,834	\$112,174,968	\$113,208,637
Other assets	38,635,284	36,207,700	3,338,218	3,192,929	41,973,502	39,400,629
Total assets	<u>107,118,817</u>	<u>109,613,503</u>	<u>47,029,653</u>	<u>42,995,763</u>	<u>154,148,470</u>	<u>152,609,266</u>
Deferred outflows of resources	<u>127,783</u>	<u>205,998</u>	<u>83,213</u>	<u>115,382</u>	<u>210,996</u>	<u>321,380</u>
Long-term debt outstanding	18,166,875	21,954,696	3,500,881	4,194,893	21,667,756	26,149,589
Other liabilities	1,601,916	1,637,688	1,419,015	1,324,993	3,020,931	2,962,681
Total liabilities	<u>19,768,791</u>	<u>23,592,384</u>	<u>4,919,896</u>	<u>5,519,886</u>	<u>24,688,687</u>	<u>29,112,270</u>
Deferred inflows of resources	<u>23,859,912</u>	<u>23,922,200</u>	<u>-</u>	<u>-</u>	<u>23,859,912</u>	<u>23,922,200</u>
Net position:						
Net investment in capital assets	50,792,257	51,602,106	40,631,586	36,072,961	91,423,843	87,675,067
Restricted	3,685,298	3,088,718	982,000	133,000	4,667,298	3,221,718
Unrestricted	9,140,342	7,614,093	579,384	1,385,298	9,719,726	8,999,391
Total net position	<u>\$63,617,897</u>	<u>\$62,304,917</u>	<u>\$42,192,970</u>	<u>\$37,591,259</u>	<u>\$105,810,867</u>	<u>\$ 99,896,176</u>

By far the largest portion of the District's net position, (86%), reflects its investment in capital assets (e.g. land, building/facilities, park and golf improvements, etc.), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Unrestricted net position may be used to meet the District's ongoing obligations to citizens and creditors.

At the end of 2016, the District is able to report positive balances in all three categories of net position, both for the primary government, as well as for its separate Governmental and Business-type activities.

Changes in Net Position

The District's program and general revenue of \$53,500,157 exceeds program expenses of \$47,585,466 by \$5,914,691. This increase is more favorable to the increase in net position in 2015 of \$4,806,117. The main reason for the more favorable increase in net position is the increase to property taxes as a result in assessed valuations.

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

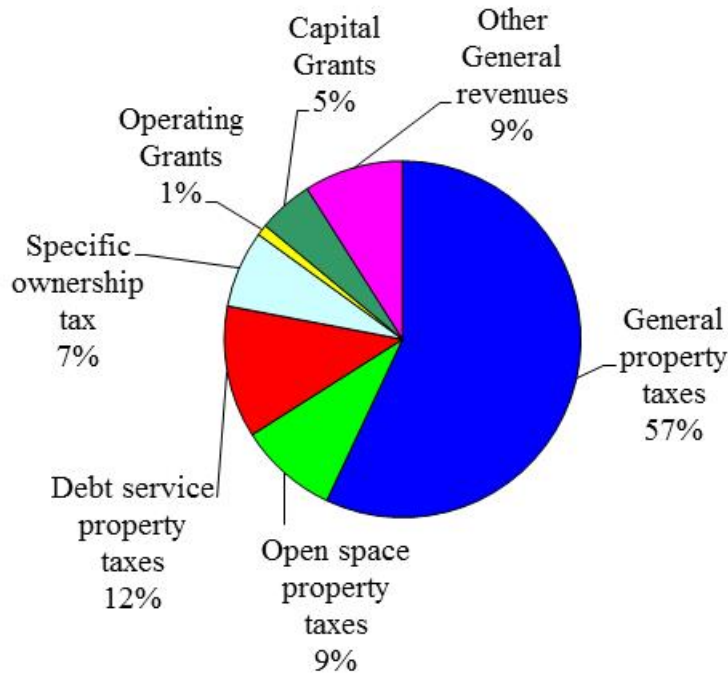
	Governmental Activities		Business-type Activities		Total Primary Activities	
	2016	2015	2016	2015	2016	2015
Program revenue:						
Charges for services	\$ -	\$ -	\$23,147,353	\$23,054,553	\$ 23,147,353	\$23,054,553
Operating grants	392,322	380,216	55,996	93,518	448,318	473,734
Capital grants	1,423,404	2,247,394	-	-	1,423,404	2,247,394
General revenue:						
Property taxes	23,709,964	20,702,431	-	-	23,709,964	20,702,431
Specific ownership tax	1,962,079	1,704,982	-	-	1,962,079	1,704,982
Grants and donations not restricted to specific programs	874,303	710,370	-	-	874,303	710,370
Net investment income	138,098	58,424	12,500	4,985	150,598	63,409
Gain on sale of asset	1,069,460	-	-	-	1,069,460	-
Other general revenue	714,678	770,872	-	-	714,678	770,872
Total revenue	30,284,308	26,574,689	23,215,849	23,153,056	53,500,157	49,727,745
Program expenses						
General government	2,394,887	2,406,157	-	-	2,394,887	2,406,157
Parks and open space	9,757,828	9,625,542	-	-	9,757,828	9,625,542
South Platte Park	1,049,261	1,020,237	-	-	1,049,261	1,020,237
General maintenance and improvements	3,371,816	1,718,241	-	-	3,371,816	1,718,241
Planning and construction	1,695,860	1,178,583	-	-	1,695,860	1,178,583
Hudson Gardens management fee	350,000	350,000	-	-	350,000	350,000
Interest on long-term debt	804,145	1,016,948	-	-	804,145	1,016,948
Golf courses	-	-	7,971,073	7,824,876	7,971,073	7,824,876
Hospitality	-	-	4,186,308	3,988,167	4,186,308	3,988,167
Ice arenas	-	-	4,161,124	4,100,869	4,161,124	4,100,869
Recreation centers	-	-	8,590,170	8,610,397	8,590,170	8,610,397
Athletics	-	-	1,640,700	1,543,313	1,640,700	1,543,313
Other recreation facilities	-	-	1,612,294	1,538,298	1,612,294	1,538,298
Total expenses	19,423,797	17,315,708	28,161,669	27,605,920	47,585,466	44,921,628
Excess before transfers	10,860,511	9,258,981	(4,945,820)	(4,452,864)	5,914,691	4,806,117
Transfers	(9,547,531)	(3,514,836)	9,547,531	3,514,836	-	-
Increase in net position	1,312,980	5,744,145	4,601,711	(938,028)	5,914,691	4,806,117
Net Position-Beginning	62,304,917	56,560,772	37,591,259	38,529,287	99,896,176	95,090,059
Net Position-Ending	\$63,617,897	\$62,304,917	\$42,192,970	\$37,591,259	\$105,810,867	\$99,896,176

Governmental Activities

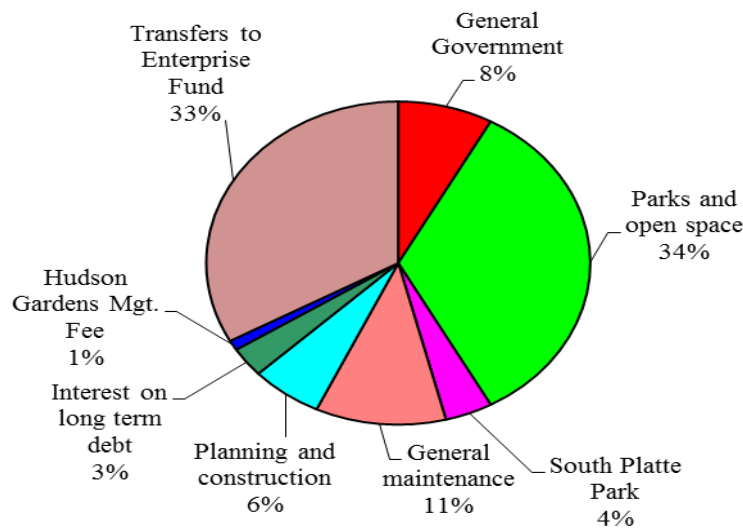
Governmental Activities reflect an increase in net position of \$10,860,511, before transfers. This increase is more favorable to the increase in net position in 2015 of \$9,258,981. The main reason for the more favorable increase in net position is the increase in property taxes. Transfers consist of a \$2,425,000 operating transfer and a \$7,122,531 transfer of construction costs expended with Governmental Activities monies and capitalized in Business-type Activities.

Following are illustrative summaries of Governmental Activities breaking out revenue and expenses.

Revenue by Source - Governmental Activities



Expenses by Function - Governmental Activities

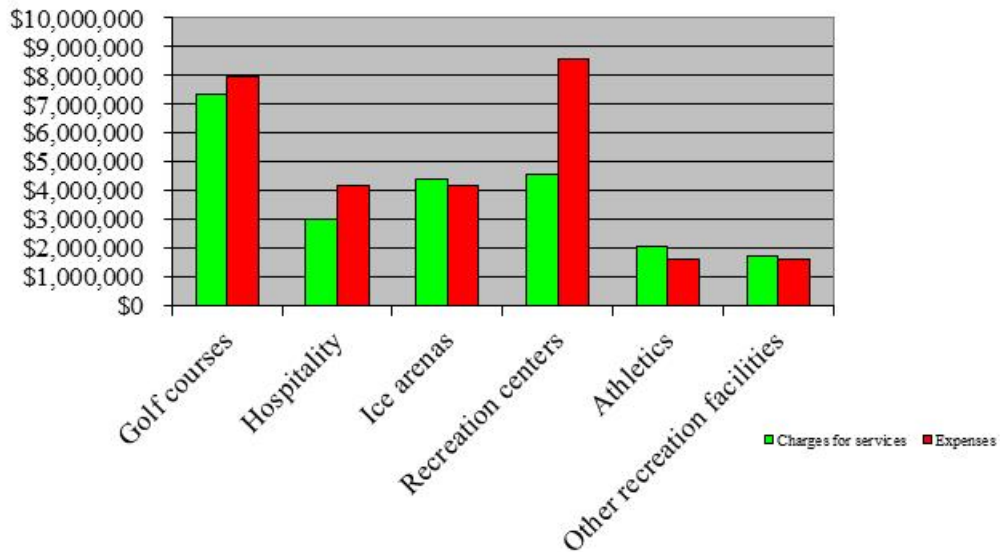


- Program expenses increased 12.0% from 2015
- General maintenance and improvements increased 96% as more projects were completed that did not meet the Districts capitalization threshold and an increase in deferred maintenance projects being completed as a result of additional property taxes being received.
- Property tax revenue increased 14.5% from 2015. The increase is a result an increase in assessed valuation based on reassessment of property values.
- Capital grants revenue decreased 36% from 2015. The change is attributable to the decrease in grants received from other local governments for matching capital projects.
- Specific ownership tax increased 15% as a result of more car sales throughout the area.
- The gain on sale of asset in 2016 is the result of the District selling a small piece of property.

Business-type Activities

Business-type activities reflect a decrease in Net Position of \$4,945,820 before transfers compared to a \$4,452,864 decrease in 2015. A \$2,425,000 operating transfer from the General Fund helps offset the operating loss of \$4,881,117, which includes depreciation of \$3,233,930.

Charges for Services and Expenses - Business-type Activities



THE DISTRICT’S FUNDS

As noted earlier, South Suburban Park and Recreation 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 \$10,968,698. Of that fund balance \$3,997,403 was restricted. The remaining balance of

\$6,204,673 was assigned and \$766,622 was unassigned and both are available for spending at the District's discretion. A breakdown of restricted and assigned balance is as follows:

Restricted for:

Emergencies	\$	675,000
Environmental Liability Escrow	\$	200,000
Capital projects	\$	337,152
Acquisition, development, and maintenance of parks, open space and trails	\$	2,473,146
General obligation debt service	\$	312,105

Assigned to:

Health insurance claims	\$	1,221,488
Subsequent year's expenditures	\$	4,983,185

At the end of 2016, unrestricted fund balance of the General Fund was \$6,971,295, while total fund balance was \$7,846,295. As a measure of the General Fund's liquidity, it may be useful to compare both unrestricted fund balance and total fund balance to total fund expenditures. Unrestricted fund balance represents 39 percent of total general fund expenditures, while total fund balance represents 45 percent of that same amount.

The fund balance of the General Fund increased \$2,561,733 or 48 percent during the current fiscal year. Before transfers, revenue exceeded expenditures by \$4,971,437. This increase of revenue over expenditures was more favorable than the increase of revenue over expenditures in 2015 by \$3,847,893. This is attributable to the increase in property taxes in 2016 over 2015.

The Conservation Trust Fund has a total fund balance of \$337,152, all of which is restricted lottery proceeds from the State of Colorado that are legally restricted to expenditures for park and recreation purposes. The net increase of \$124,954 represents fewer projects completed in 2016 compared to lottery proceeds received.

The 2010 One Mill Fund has a total fund balance of \$2,473,146, all of which is restricted for acquisition, development, and maintenance of parks, open space and trails. The net increase of \$540,681 represents property tax and intergovernmental revenue exceeding parks maintenance and capital projects.

The Debt Service Fund has a total fund balance of \$312,105, all of which is restricted for payment of general obligation debt. The net increase in fund balance was \$11,745. Taxes are levied for debt service annually to cover expenditures.

Proprietary Funds

Unrestricted Net Position for the District's enterprise fund at the end of 2016 amounted to \$579,384 compared to \$1,385,298 in 2015.

GENERAL FUND BUDGETARY HIGHLIGHTS

In March of 2016 the District's Board of Directors amended its General Fund Budget. An amendment requires a public hearing and the opportunity for public discussion. However, the District does permit changes that modify line items within the same fund.

For the General Fund, the original budgeted revenue was \$20,863,440. The final budget amount was \$22,275,937. The \$1,412,497 difference included additional intergovernmental revenues and donations received for capital projects, and the increase in proceeds in sale of asset as a result of selling a small piece of property.

The General Fund original budgeted expenditures increased \$2,846,608 to \$25,497,775 in the final budget. The increase was primarily due to the increase in capital outlay. Actual General Fund Expenditures were \$20,000,737 or \$5,497,038 less than the final budget. Of this amount \$4,646,456 was for capital projects not completed by December 31, 2016.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2016, the District had invested in a broad range of capital assets. The following table provides a summary of total capital assets, net of depreciation where applicable at December 31, 2016.

CAPITAL ASSETS AT YEAR-END (net of depreciation)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Land	\$ 25,257,344	\$ 25,257,344	\$ 1,751,686	\$ 1,751,686	\$ 27,009,030	\$ 27,009,030
Land development	6,553,085	6,553,085	7,528,903	7,528,903	14,081,988	14,081,988
Water rights	557,510	557,510	348,119	348,119	905,629	905,629
Construction in Process	2,955,601	8,286,845	-	283,772	2,955,601	8,570,617
Total non-depreciable assets	35,323,540	40,654,784	9,628,708	9,912,480	44,952,248	50,567,264
Facilities/buildings	7,377,498	7,362,443	30,146,850	25,445,237	37,524,348	32,807,680
Trails, cart paths, and bridges	8,476,663	9,267,021	367,677	430,497	8,844,340	9,697,518
Machinery and equipment	1,083,912	1,264,141	1,328,466	1,430,595	2,412,378	2,694,736
Irrigation	1,213,196	1,365,934	1,007,986	1,191,673	2,221,182	2,557,607
Court and park improvements	12,411,101	11,674,711	1,211,748	1,392,352	13,622,849	13,067,063
Playgrounds	1,718,348	842,023	-	-	1,718,348	842,023
Park shelters	879,275	974,746	-	-	879,275	974,746
Total Capital Assets	\$ 68,483,533	\$ 73,405,803	\$ 43,691,435	\$ 39,802,834	\$ 112,174,968	\$ 113,208,637

Major capital outlays during 2016 include:

South Suburban Golf Course Clubhouse Renovation	\$	949,025
Goodson Recreation Center Roof Replacement		402,429
Writer's Vista Park Playground and Ballfield Renovation		397,327
Arapahoe Park Playground Renovation		331,152
Family Sports Center Interior Remodeling		272,507
deKoevend Tot Lot Playground Renovation		205,039
Mary Carter Greenway Signage		144,108
Lee Gulch Overlook		133,279
New Highline Canal Bridge at Franklin Street		132,141
Highline Canal Bridge at Bannock Replacement		112,278
Highline Canal Bridge at deKoevend Replacement		102,363
Lee Gulch Trail Bridge Replacement		101,055

The District remains committed to the upkeep and maintenance of the District's assets. More detailed information about the District's capital assets is presented in Note 2 and Note 7 to the financial statements.

Debt

The District's General Obligation Bonds are rated Aa3 by Moody's Investors Service. More detail of the District's long-term obligations is presented in Notes 8 and 9 to the financial statements.

The table below provides a summary of long-term obligations of the District:

LONG-TERM OBLIGATIONS OUTSTANDING AT YEAR END

	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
General Obligation Bonds	\$ 9,835,000	\$12,835,000	\$ -	\$ -	\$ 9,835,000	\$12,835,000
Certificates of Participation	2,395,000	2,830,000	2,365,000	2,795,000	4,760,000	5,625,000
Capital Leases	5,311,651	5,563,639	694,849	934,973	6,006,500	6,498,612
Compensated Absences	475,599	484,853	441,032	464,920	916,631	949,773
Total	<u>\$18,017,250</u>	<u>\$21,713,492</u>	<u>\$ 3,500,881</u>	<u>\$ 4,194,893</u>	<u>\$21,518,131</u>	<u>\$25,908,385</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND FEES

The South Suburban Park and Recreation District is in a strong financial position. District-wide reserves are at levels (7% of operating expenditures) used in the District's budget preparation. The District is being cautious with its spending in 2017, awaiting 1st quarter revenue results to assist in anticipating the accuracy of revenue projections included in the 2017 Budget. General Fund Reserves are within levels recommended in the District's Budget Policy.

Fees in the Enterprise Fund are set to balance competition and cost.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

The financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the funds and assets it receives. If you have questions about this report, or should you need additional information, contact the District's Finance Department at South Suburban Park and Recreation District, 6631 S. University Blvd., Centennial, CO 80121.

BASIC FINANCIAL STATEMENTS

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF NET POSITION
December 31, 2016

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Equity in pooled cash and investments - Unrestricted	\$ 9,784,987	\$ 2,424,628	\$ 12,209,615	\$ 1,233,326
Equity in pooled cash and investments - Restricted	1,421,488	-	1,421,488	-
Receivables	1,327,328	184,555	1,511,883	106,404
CHV settlement receivable - current	739,804	-	739,804	-
Property taxes receivable	23,859,912	-	23,859,912	-
Inventory	-	729,035	729,035	7,311
Other assets	-	-	-	57,113
CHV settlement receivable - long term	1,501,765	-	1,501,765	-
Capital assets				
Land, land development, water rights and construction in progress	35,323,540	9,628,708	44,952,248	-
Other capital assets, net of depreciation	33,159,993	34,062,727	67,222,720	5,812
Total capital assets	<u>68,483,533</u>	<u>43,691,435</u>	<u>112,174,968</u>	<u>5,812</u>
TOTAL ASSETS	<u>107,118,817</u>	<u>47,029,653</u>	<u>154,148,470</u>	<u>1,409,966</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amount on refundings	127,783	83,213	210,996	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>127,783</u>	<u>83,213</u>	<u>210,996</u>	<u>-</u>
LIABILITIES				
Accounts payable	1,172,805	840,706	2,013,511	104,533
Accrued payroll liabilities	339,411	455,927	795,338	51,190
Accrued interest payable	36,811	15,978	52,789	-
Advances from grantors and donors	52,889	106,404	159,293	-
Deposits	-	-	-	166,905
Long-term obligations, due within one year	4,268,457	1,049,797	5,318,254	52,994
Long-term obligations, due in more than one year	13,898,418	2,451,084	16,349,502	-
TOTAL LIABILITIES	<u>19,768,791</u>	<u>4,919,896</u>	<u>24,688,687</u>	<u>375,622</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred property tax revenue	23,859,912	-	23,859,912	-
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>23,859,912</u>	<u>-</u>	<u>23,859,912</u>	<u>-</u>
NET POSITION				
Net Investment in capital assets	50,792,257	40,631,586	91,423,843	-
Restricted for:				
Emergency-TABOR	675,000	982,000	1,657,000	-
Capital projects	337,152	-	337,152	-
Acquisition, development, and maintenance of parks, open space and trails	2,473,146	-	2,473,146	-
Environmental liability escrow	200,000	-	200,000	-
Donor imposed restrictions for Hudson Gardens	-	-	-	480,383
Unrestricted	9,140,342	579,384	9,719,726	553,961
TOTAL NET POSITION	<u>\$ 63,617,897</u>	<u>\$ 42,192,970</u>	<u>\$ 105,810,867</u>	<u>\$ 1,034,344</u>

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

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2016

		Program Revenue	
		Charges For Services	Operating Grants and Contributions
	Expenses		
PRIMARY GOVERNMENT			
Governmental Activities			
General government	\$ 2,394,887	\$ -	\$ 23,008
Parks and open space	9,757,828	-	152,903
South Platte Park	1,049,261	-	216,411
General maintenance and improvements	3,371,816	-	-
Planning and construction	1,695,860	-	-
Hudson Gardens management fee	350,000	-	-
Interest on long term debt	804,145	-	-
Total Governmental Activities	19,423,797	-	392,322
Business-type Activities			
Golf courses	7,971,073	7,356,744	-
Hospitality	4,186,308	2,998,054	-
Ice arenas	4,161,124	4,412,661	-
Recreation centers	8,590,170	4,580,889	55,996
Athletics	1,640,700	2,088,220	-
Other recreation facilities and programs	1,612,294	1,710,785	-
Total Business-type Activities	28,161,669	23,147,353	55,996
Total Primary Government	\$ 47,585,466	\$ 23,147,353	\$ 448,318
COMPONENT UNIT			
King C. Hudson and Evelyn Leigh Hudson Foundation, Inc.	\$ 5,040,162	\$ 3,668,714	\$ 1,304,979
GENERAL REVENUE			
Property tax revenue			
Specific ownership tax			
Grants and contributions not restricted to specific programs			
Investment and CHV interest income			
Gain of sale of asset			
Miscellaneous			
TRANSFERS			
Total General Revenue and Transfers			
Change in Net Position			
Net Position-Beginning			
Net Position-Ending			

**Net (Expense) Revenue and
Changes in Net Position**

Capital Grants and Contributions	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	
\$ -	\$ (2,371,879)	\$ -	\$ (2,371,879)	\$ -
1,302,526	(8,302,399)	-	(8,302,399)	-
16,547	(816,303)	-	(816,303)	-
-	(3,371,816)	-	(3,371,816)	-
-	(1,695,860)	-	(1,695,860)	-
104,331	(245,669)	-	(245,669)	-
-	(804,145)	-	(804,145)	-
<u>1,423,404</u>	<u>(17,608,071)</u>	<u>-</u>	<u>(17,608,071)</u>	<u>-</u>
-	-	(614,329)	(614,329)	-
-	-	(1,188,254)	(1,188,254)	-
-	-	251,537	251,537	-
-	-	(3,953,285)	(3,953,285)	-
-	-	447,520	447,520	-
-	-	98,491	98,491	-
<u>-</u>	<u>-</u>	<u>(4,958,320)</u>	<u>(4,958,320)</u>	<u>-</u>
<u>\$ 1,423,404</u>	<u>\$ (17,608,071)</u>	<u>\$ (4,958,320)</u>	<u>\$ (22,566,391)</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (66,469)</u>

23,709,964	-	23,709,964	-
1,962,079	-	1,962,079	-
874,303	-	874,303	-
138,098	12,500	150,598	52,483
1,069,460	-	1,069,460	20,199
714,678	-	714,678	-
(9,547,531)	9,547,531	-	-
<u>18,921,051</u>	<u>9,560,031</u>	<u>28,481,082</u>	<u>72,682</u>
1,312,980	4,601,711	5,914,691	6,213
62,304,917	37,591,259	99,896,176	1,028,131
<u>\$ 63,617,897</u>	<u>\$ 42,192,970</u>	<u>\$ 105,810,867</u>	<u>\$ 1,034,344</u>

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

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2016**

	<u>General</u>	<u>Conservation Trust</u>	<u>2010 One Mill</u>	<u>Debt Service</u>	<u>Total</u>
ASSETS					
Equity in pooled cash and investments - Unrestricted	\$ 7,322,181	\$ 381,978	\$ 1,768,723	\$ 312,105	\$ 9,784,987
Equity in pooled cash and investments - Restricted	1,421,488	-	-	-	1,421,488
Receivables	496,546	-	830,782	-	1,327,328
Property taxes receivable	17,451,989	-	2,693,208	3,714,715	23,859,912
CHV settlement receivable	2,241,569	-	-	-	2,241,569
TOTAL ASSETS	<u>\$ 28,933,773</u>	<u>\$ 381,978</u>	<u>\$ 5,292,713</u>	<u>\$ 4,026,820</u>	<u>\$ 38,635,284</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE					
LIABILITIES					
Accounts payable	\$ 1,001,620	\$ 44,826	\$ 126,359	\$ -	\$ 1,172,805
Accrued payroll liabilities	339,411	-	-	-	339,411
Advances from grantors and donors	52,889	-	-	-	52,889
TOTAL LIABILITIES	<u>1,393,920</u>	<u>44,826</u>	<u>126,359</u>	<u>-</u>	<u>1,565,105</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred revenue CHV settlement	2,241,569	-	-	-	2,241,569
Deferred property tax revenue	17,451,989	-	2,693,208	3,714,715	23,859,912
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>19,693,558</u>	<u>-</u>	<u>2,693,208</u>	<u>3,714,715</u>	<u>26,101,481</u>
FUND BALANCES					
Restricted for:					
Emergencies	675,000	-	-	-	675,000
Environmental liability escrow	200,000	-	-	-	200,000
Capital projects	-	337,152	-	-	337,152
Acquisition, development, and maintenance of parks, open space and trails	-	-	2,473,146	-	2,473,146
General obligation debt service	-	-	-	312,105	312,105
Assigned to:					
Health insurance claims	1,221,488	-	-	-	1,221,488
Subsequent year's expenditures	4,983,185	-	-	-	4,983,185
Unassigned	766,622	-	-	-	766,622
TOTAL FUND BALANCE	<u>7,846,295</u>	<u>337,152</u>	<u>2,473,146</u>	<u>312,105</u>	<u>10,968,698</u>
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	<u>\$ 28,933,773</u>	<u>\$ 381,978</u>	<u>\$ 5,292,713</u>	<u>\$ 4,026,820</u>	

**Amounts reported for governmental activities in the
Statement of Net Position are different because:**

Capital Assets of \$68,483,533 used in governmental activities are not financial resources and therefore are not reported in the funds.	68,483,533
Deferred revenue CHV settlement of \$2,241,569 is not available to pay for current-period expenditures and, therefore, is deferred in the funds	2,241,569
Long-term Liabilities, including bonds and Certificate of Participations payable of (\$12,230,000), capital lease of (\$5,311,651), compensated absences of (\$475,599), deferred cost of refunding of \$127,783, unamortized premium of (\$149,625) and accrued interest of (\$36,811) are not due and payable in the current period and therefore are not reported in the funds.	(18,075,903)

Net Position of Governmental Activities

\$ 63,617,897

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

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2016

	<u>General</u>	<u>Conservation Trust</u>	<u>2010 One Mill</u>	<u>Debt Service</u>
REVENUE				
Property taxes	\$ 17,351,110	\$ -	\$ 2,680,177	\$ 3,678,677
Specific ownership taxes	1,962,079	-	-	-
Intergovernmental	538,463	837,049	1,137,526	-
Donations	72,660	-	-	-
Net investment income	78,751	2,096	16,568	15,296
Principal received-CHV	734,586	-	-	-
Interest income-CHV	25,387	-	-	-
Other	714,678	-	-	-
Total revenue	<u>21,477,714</u>	<u>839,145</u>	<u>3,834,271</u>	<u>3,693,973</u>
EXPENDITURES				
Current				
Administration	1,053,242	-	40,161	55,182
Finance	249,517	-	-	-
MIS	266,536	-	-	-
Insurance	155,256	-	-	-
Park maintenance	7,385,366	-	-	-
South Platte Park	839,555	-	-	-
Preventative maintenance	383,969	-	-	-
Planning and construction	1,311,891	-	-	-
Hudson Gardens management fee	350,000	-	-	-
Debt service				
Bond Principal	-	-	-	3,000,000
Bond Interest	-	-	-	611,750
Lease and COPS principal	686,988	-	-	-
Lease and COPS interest	226,876	-	-	-
Capital outlay	4,666,541	714,191	3,253,429	-
Total expenditures	<u>17,575,737</u>	<u>714,191</u>	<u>3,293,590</u>	<u>3,666,932</u>
EXCESS REVENUE OVER (UNDER) EXPENDITURES	<u>3,901,977</u>	<u>124,954</u>	<u>540,681</u>	<u>27,041</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of asset	1,069,460	-	-	-
Transfers in	15,296	-	-	-
Transfers (out)	(2,425,000)	-	-	(15,296)
Total other financing sources (uses)	<u>(1,340,244)</u>	<u>-</u>	<u>-</u>	<u>(15,296)</u>
NET CHANGE IN FUND BALANCE	2,561,733	124,954	540,681	11,745
FUND BALANCE - BEGINNING OF YEAR	5,284,562	212,198	1,932,465	300,360
FUND BALANCE - END OF YEAR	<u>\$ 7,846,295</u>	<u>\$ 337,152</u>	<u>\$ 2,473,146</u>	<u>\$ 312,105</u>

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

Total	
\$	23,709,964
	1,962,079
	2,513,038
	72,660
	112,711
	734,586
	25,387
	714,678
	<u>29,845,103</u>
	1,148,585
	249,517
	266,536
	155,256
	7,385,366
	839,555
	383,969
	1,311,891
	350,000
	3,000,000
	611,750
	686,988
	226,876
	<u>8,634,161</u>
	<u>25,250,450</u>
	<u>4,594,653</u>
	1,069,460
	15,296
	<u>(2,440,296)</u>
	<u>(1,355,540)</u>
	3,239,113
	7,729,585
\$	<u><u>10,968,698</u></u>

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2016**

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS **\$ 3,239,113**

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 are allocated over their estimated useful lives as depreciation expense. Additionally any gain (loss) on the disposal of capital assets is reported in the Statement of Activities, however the governmental funds only report any proceeds received on the disposal of capital assets.

Capital outlay	5,262,345
Depreciation	(3,166,415)
Assets transferred to Enterprise Fund	(7,122,531)
	(5,026,601)

The effect of transactions involving capital asset donations and long term receivables is to increase net position.

Capital assets contributed	104,331
Payment received on long term receivable	(734,586)
	(630,255)

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.

Accrued interest expense	21,117
Compensated absences	9,254
Amortization of bond premium	91,579
Amortization of cost of refunding	(78,215)
	43,735

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however has any effect on net position.

Principal payment on certificates of participation and capital leases	686,988
Principal payment on bonds	3,000,000
	3,686,988

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES **\$ 1,312,980**

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

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN
FUND BALANCE-BUDGET AND ACTUAL
GENERAL AND SPECIAL REVENUE FUNDS
For the Year Ended December 31, 2016**

	General Fund			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
REVENUE				
Property taxes	\$ 17,275,439	\$ 17,275,439	\$ 17,351,110	\$ 75,671
Specific ownership taxes	1,500,000	1,500,000	1,962,079	462,079
Intergovernmental	429,129	822,379	538,463	(283,916)
Donations	66,115	110,929	72,660	(38,269)
Net investment income	19,000	19,000	78,751	59,751
Principal received-CHV	736,000	734,586	734,586	-
Interest income-CHV	19,000	25,387	25,387	-
Other	808,757	808,757	714,678	(94,079)
Total revenue	<u>20,853,440</u>	<u>21,296,477</u>	<u>21,477,714</u>	<u>181,237</u>
EXPENDITURES				
Current				
Administration	1,511,202	1,371,644	1,053,242	318,402
Finance	253,935	269,995	249,517	20,478
MIS	298,175	382,750	266,536	116,214
Insurance	217,800	217,800	155,256	62,544
Park maintenance	7,850,680	7,900,496	7,385,366	515,130
South Platte Park	867,863	933,719	839,555	94,164
Preventative maintenance	389,121	395,829	383,969	11,860
Planning and construction	1,347,223	1,373,681	1,311,891	61,790
Hudson Gardens management fee	350,000	350,000	350,000	-
Debt service				
Capital lease principal	686,988	686,988	686,988	-
Capital lease interest	226,876	226,876	226,876	-
Capital outlay	6,576,304	9,312,997	4,666,541	4,646,456
Total expenditures	<u>20,576,167</u>	<u>23,422,775</u>	<u>17,575,737</u>	<u>5,847,038</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>277,273</u>	<u>(2,126,298)</u>	<u>3,901,977</u>	<u>6,028,275</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of asset	-	969,460	1,069,460	100,000
Transfers in	10,000	10,000	15,296	5,296
Transfers (out)	(2,075,000)	(2,075,000)	(2,425,000)	(350,000)
Total other financing sources (uses)	<u>(2,065,000)</u>	<u>(1,095,540)</u>	<u>(1,340,244)</u>	<u>(244,704)</u>
NET CHANGE IN FUND BALANCE	<u>(1,787,727)</u>	<u>(3,221,838)</u>	<u>2,561,733</u>	<u>5,783,571</u>
FUND BALANCE - BEGINNING OF YEAR	<u>1,787,727</u>	<u>3,221,838</u>	<u>5,284,562</u>	<u>2,062,724</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,846,295</u>	<u>\$ 7,846,295</u>

Conservation Trust Fund				2010 One Mill Fund			
Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ 2,673,159	\$ 2,673,159	\$ 2,680,177	\$ 7,018
-	-	-	-	-	-	-	-
720,000	720,000	837,049	117,049	2,940,000	6,310,606	1,137,526	(5,173,080)
-	-	-	-	-	-	-	-
300	300	2,096	1,796	2,500	2,500	16,568	14,068
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
720,300	720,300	839,145	118,845	5,615,659	8,986,265	3,834,271	(5,151,994)
-	-	-	-	40,100	40,100	40,161	(61)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
745,187	936,629	714,191	222,438	6,349,828	10,878,630	3,253,429	7,625,201
745,187	936,629	714,191	222,438	6,389,928	10,918,730	3,293,590	7,625,140
(24,887)	(216,329)	124,954	341,283	(774,269)	(1,932,465)	540,681	2,473,146
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(24,887)	(216,329)	124,954	341,283	(774,269)	(1,932,465)	540,681	2,473,146
24,887	216,329	212,198	(4,131)	774,269	1,932,465	1,932,465	-
\$ -	\$ -	\$ 337,152	\$ 337,152	\$ -	\$ -	\$ 2,473,146	\$ 2,473,146

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

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF NET POSITION
ENTERPRISE FUND
December 31, 2016**

ASSETS

Current assets

Equity in pooled cash and investments - Unrestricted	\$ 2,424,628
Receivables	184,555
Inventory	729,035
Total Current assets	3,338,218

Non-current assets

Capital assets, net of depreciation	43,691,435
Total Non-current assets	43,691,435

TOTAL ASSETS	47,029,653
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DEFERRED OUTFLOWS OF RESOURCES

Cost of refundings	83,213
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TOTAL DEFERRED OUTFLOWS OF RESOURCES	83,213
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LIABILITIES

Current liabilities

Accounts payable	840,706
Accrued payroll liabilities	455,927
Accrued interest payable	15,978
Advances from grantors and donors	106,404
Long-term obligations, current portion	1,049,797
Total Current liabilities	2,468,812

Non-current liabilities

Long-term obligations, non-current portion	2,451,084
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TOTAL LIABILITIES	4,919,896
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NET POSITION

Net Investment in capital assets	40,631,586
Restricted for Emergencies-TABOR	982,000
Unrestricted	579,384

TOTAL NET POSITION	\$ 42,192,970
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These financial statements should be read only in connection with
the accompanying notes to financial statements.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION
ENTERPRISE FUND
For the Year Ended December 31, 2016

OPERATING REVENUE	
Golf courses	\$ 7,356,744
Hospitality	2,998,054
Ice arenas	4,412,661
Recreation centers	4,580,889
Athletics	2,088,220
Other recreation facilities and programs	1,710,785
Total operating revenue	<u>23,147,353</u>
OPERATING EXPENSES	
Golf courses	6,376,382
Hospitality	3,689,576
Ice arenas	3,140,442
Recreation centers	6,479,062
Athletics	1,425,851
Other recreation facilities and programs	1,252,408
Administration	1,001,884
Finance	506,596
MIS	541,149
Insurance	271,144
Facility maintenance and improvements	110,046
Depreciation	3,233,930
Total operating expenses	<u>28,028,470</u>
OPERATING INCOME (LOSS)	<u>(4,881,117)</u>
NONOPERATING REVENUE (EXPENSE)	
Donations	55,996
Net investment income	12,500
Amortization	(32,169)
Interest expense	(101,030)
Total nonoperating revenue (expense)	<u>(64,703)</u>
NET INCOME (LOSS) BEFORE	
CONTRIBUTIONS AND TRANSFERS	(4,945,820)
CAPITAL CONTRIBUTIONS	
Capital assets	7,122,531
TRANSFER IN	<u>2,425,000</u>
CHANGE IN NET POSITION	4,601,711
TOTAL NET POSITION - BEGINNING	<u>37,591,259</u>
TOTAL NET POSITION - ENDING	<u><u>\$ 42,192,970</u></u>

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

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF CASH FLOWS
ENTERPRISE FUND
For the Year Ended December 31, 2016**

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 23,174,103
Payments to suppliers	(13,164,065)
Payments to employees	(11,459,371)
Net cash required by operating activities	<u>(1,449,333)</u>
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES	
Transfer in	2,425,000
Donations received	55,996
Net cash provided by noncapital and related financing activities	<u>2,480,996</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Interest paid	(102,437)
Principal paid	(670,124)
Net cash required by capital and related financing activities	<u>(772,561)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Net investment income received	<u>12,500</u>
Net cash provided by investing activities	<u>12,500</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	
	271,602
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	
	2,153,026
CASH AND CASH EQUIVALENTS - END OF YEAR	
	<u>\$ 2,424,628</u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income (loss)	<u>\$ (4,881,117)</u>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities	
Depreciation	3,233,930
Effects of changes in operating assets and liabilities	
Receivables	45,159
Inventory	81,154
Accounts payable	(25,431)
Accrued payroll liabilities	139,269
Advances from grantors and donors	(18,409)
Compensated absences	(23,888)
Total adjustments	<u>3,431,784</u>
Net cash required by operating activities	<u>\$ (1,449,333)</u>

Non Cash Activity: Capital assets in the amount of \$7,122,531 were contributed during 2016 from governmental activities.

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

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 1 – DEFINITION OF REPORTING ENTITY

The District is a quasi-municipal corporation and is governed pursuant to provisions of the Colorado Special District Act. The District was organized for the purpose of providing recreational facilities and programs for its inhabitants. The District is located in the southern portion of the Denver metropolitan area.

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.

The King C. Hudson and Evelyn Leigh Hudson Foundation, Inc. (Foundation) d/b/a, The Hudson Gardens & Event Center was incorporated under the laws of the State of Colorado on March 12, 1986. The Foundation operates as a “public charity” as described in IRC Section 509(a)(2). The Foundation’s mission is “to serve the community by providing a forum for educational, cultural, and artistic events and activities, drawing upon the beauty and resources of our regional display garden and community partners.” The Foundation operates a thirty-acre multipurpose event center that offers cultural events, educational programs, art exhibits, horticultural displays and private facility rentals. Entry to the horticultural displays and outdoor art exhibits is open to the public and free of charge. Hudson Gardens is included as a discretely presented component unit of the District because the District can impose its will, approves appointments to the Hudson Gardens Board, and has a financial obligation to Hudson Gardens since it has agreed to pay a management fee up to \$350,000 per year. Hudson Gardens issues separate financial statements, which may be obtained by calling Hudson Gardens at 303-797-8565.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

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 Activities) 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. 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 segment is offset by program revenue. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenue* 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 revenue are reported instead as *general revenue*.

Separate financial statements are provided for governmental funds and the proprietary fund. All individual governmental funds and the enterprise fund are considered major funds and are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using *the economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenue 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. 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*. Revenue is considered to be *available* when they are collectible 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.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 taxes and certain service fees 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:

General Fund – This fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Conservation Trust Fund – This fund is used to account for lottery proceeds from the State of Colorado that are legally restricted to expenditures for park and recreation purposes.

The 2010 One Mill Fund – This fund is used to account for the revenue and expenditures as approved by the voters in the May 4th 2010 election. The electors authorized the District to levy one mill, for collection starting in 2011 through 2020, to be used for the acquisition of parks open space, and natural areas; acquisition and development of trails; and development and maintenance of open space, parks and trails.

Debt Service Fund – This fund is used to account for the accumulation of resources for, and the payment of long-term obligation principal, interest and related costs (other than proprietary fund debt).

The District reports the following major proprietary fund:

Enterprise Fund – This fund is used to account for operations that are financed and operated in a manner where the intent of the District is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges, similar to a business; or where the District has decided that periodic determination of revenue earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to the general rule are charges between the enterprise fund and various other functions of the District. Elimination of these charges would distort the direct costs and program revenue reported for the various functions concerned.

Amounts reported as *program revenue* include 1) charges to customers for goods and services, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenue* rather than as *program revenue*. Likewise, general revenue includes all taxes.

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

Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services and goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the District's enterprise fund are charges to customers for sales and services. Operating expenses for the enterprise fund include the cost of sales and services, administrative expense, and depreciation of capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenue and expenses.

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

Component Unit

Hudson Gardens follows FASB pronouncements for financial accounting and reporting purposes. Accordingly, some terminology has been changed to correspond with the District's financial reporting under GASB pronouncements.

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 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. The budget includes each fund on its basis of accounting unless otherwise indicated.

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

During the year ended December 31, 2016, supplementary appropriations were approved by the District as follows:

	Original <u>Appropriation</u>	Modified <u>Appropriation</u>
General Fund	\$ 22,651,167	\$ 25,497,775
Conservation Trust Fund	\$ 745,187	\$ 936,629
2010 One Mill Fund	\$ 6,389,928	\$ 10,918,730
Golf and Recreation Facilities Enterprise Fund	\$ 26,061,419	\$ 26,512,134

Pooled Cash and Investments

The District follows the practice of pooling cash and investments of all funds to maximize investment earnings. Except when required by trust or other agreements, all cash is deposited to and disbursed from a single bank account. Cash in excess of immediate operating requirements is pooled for deposit and investment flexibility. Net investment income is allocated periodically to the participating funds based upon each fund's average equity balance in total cash.

Cash Equivalents

For purposes of the statement of cash flows, the District considers cash deposits and highly liquid investments (including restricted assets) with maturity of three months or less when purchased, to be cash equivalents.

Inventory

Inventory is valued at the lower of cost or market. Inventory consists primarily of golf pro shop merchandise held for resale. The costs of governmental fund inventories are recorded as expenditures when purchased.

Capital Assets

Capital assets, which include property and equipment and infrastructure assets (e.g. trails and bridges) are, reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets defined by the District as assets include equipment with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of five years and improvements to buildings with a cost of more than \$50,000.

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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

<u>Assets</u>	<u>Years</u>	<u>Assets</u>	<u>Years</u>
Facilities/Buildings	15-30	Trails, cart paths, and bridges	10-20
Trails and bridges	10-20	Court and park improvements	10-20
Machinery and equipment	5-7	Park Shelters	20
Irrigation	20	Playgrounds	20

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position and balance sheets will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position and fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position and balance sheets will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position and fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Property Taxes

Property taxes are levied by the District Board of Directors. The levy is based on assessed valuations determined by the County Assessors generally as of January 1 of each year. The levy is normally set 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 or, if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and 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.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Bond Premiums

On the government-wide and the enterprise fund statement of net position, bond premiums are included with bonds payable and are reported as deferred charges. On the government-wide and enterprise fund statement of activities, bond premium are being amortized over the respective terms of the bonds using the interest method.

At the governmental fund reporting level, bond premiums are reported as other financing sources and uses, separately from the face amount of the bonds issued in the year of issuance. Bond issuance costs are reported as an expenditure when incurred.

Deferred Cost on Bond Refunding

The deferred cost on bond refunding is being amortized using the interest method over the shorter life of the defeased bonds. The amortization amount is a component of interest expense and the unamortized deferred cost is reflected as a deferred outflow of resources.

Accrual for Compensated Absences

The District has a policy which allows employees to accumulate unused vacation benefits up to certain maximum hours. No liability is reported for unpaid accumulated sick pay. Compensated absences are recognized as current salary costs when paid in governmental fund types, as none of the accrued vacation benefits would normally be liquidated with expendable available financial resources. Compensated absences are recognized as current salary costs when earned in the government-wide and proprietary fund financial statements.

Net Position

The government-wide and business-type fund financial statements utilize a net position presentation. Net position is categorized as investment in capital assets, restricted, and unrestricted.

Investment in Capital Assets is intended to reflect the portion of net position which are associated with non-liquid, capital assets less outstanding capital asset related debt. The net related debt is the debt less the outstanding liquid assets and any associated unamortized cost.

Restricted Net Position are liquid assets, which have third party limitations on their use.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Unrestricted Net Position represents assets that do not have any third party limitations on their use. While District management may have categorized and segmented portions for various purposes, the District Board of Directors has the unrestricted authority to revisit or alter these managerial decisions.

Fund Balance

Generally, fund balance represents the difference between the current assets and current liabilities. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

Restricted fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or regulation of the other governments.

Assigned fund balances are reported as assigned when amounts are constrained by the District's intent to be used for specific purposes, but are not restricted. Included in the Board of Directors approved policies the Executive Director or the Director of Finance is authorized to assign fund balances.

Unassigned fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion.

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the District's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the District's policy to use assigned fund balance before using unassigned fund balance.

The District considers all unrestricted fund balances to be "reserves" for future operations or capital replacement as defined within Article X, Section 20 of the Constitution of the State of Colorado (see Note 15).

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 current year's presentation.

**SOUTH SUBURBAN PARK AND RECREATION 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	\$ 38,766
Cash Deposits	4,774,881
Investments	<u>8,817,456</u>
	<u>\$ 13,631,103</u>

Cash deposits and investments are reflected on the Statement of Net Position as follows:

Equity in pooled cash and investments-Unrestricted	\$ 12,209,615
Equity in pooled cash and investments-Restricted	<u>1,421,488</u>
	<u>\$ 13,631,103</u>

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is 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 fair value of the collateral must be at least equal to the aggregate of the uninsured deposits. Deposits covered by PDPA are not subject to custodial credit risk. The State Regulatory Commissions for banks and financial services are required by Statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

Investments

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest which include:

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

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016**

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

The investment policy adopted by the Board of Directors of the District establishes additional restrictions to the requirements specified by state statutes.

The District 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. COLOTRUST is an external investment pool that records its investments at fair value. The investment in COLOTRUST is categorized as a Level 2 investment.

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

Investment	Standard & Poor's rating	Maturities	Fair Value
Local Government Investment Pools	AAAm	< 1 year	\$ 8,817,456

Interest Rate Risk – The District’s investment policy limits investment maturities to a maximum of 3 years.

Credit risk – The District’s investment policy limits investments to U.S. Treasury obligations and U.S. Government agency securities, repurchase agreements, commercial paper, local government investment pools, time certificates of deposit, and certain money market mutual funds approved by the Board of Directors. State statutes limit investments in U.S. Agency and Instrumentality securities to the highest rating issued by two or more nationally recognized statistical rating organizations (NRSROs).

Concentration of Credit Risk – Neither state statutes or the District’s investment policy limits the amount of investments in any one issuer.

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. At December 31, 2016 the District had \$8,817,456 invested in COLOTRUST.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

At December 31, 2016 Hudson Gardens had cash deposits with a carrying amount of \$301,482, and a bank balance of \$270,205, of which \$250,000 was insured. Additionally, Hudson Gardens had the following investments:

Mutual funds	\$ 629,497
Local Government Investment Pool	<u>302,347</u>
	<u>\$ 931,844</u>
 Total Cash and Investments	 <u>\$1,233,326</u>

NOTE 4 - RESTRICTED CASH AND INVESTMENTS

Certain cash and investments are legally required be restricted for specific purposes. The total of these restrictions amounts to \$1,421,488 at December 31, 2016. These assets are included and invested as disclosed in Note 3. The following is a listing of the restrictions by fund:

General Fund

Cash held for payment of health insurance claims	\$ 1,221,488
Environmental Liability Escrow (see Note 14)	<u>200,000</u>
Total Governmental Activities	<u>\$ 1,421,488</u>

NOTE 5 – RECEIVABLES

Receivables as of the year end for the District are as follows:

	<u>General</u>	<u>2010 One Mill</u>	<u>Enterprise</u>	<u>Total</u>
Receivables:				
Accounts	\$ 496,546	\$ 830,782	\$ 184,555	\$ 1,511,883

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016**

NOTE 6 – CITY OF CHERRY HILLS VILLAGE EXCLUSION

On December 28, 2004 the District Court issued an order directing the exclusion of the City of Cherry Hills Village (CHV) from the District effective January 1, 2005, subject to certain conditions. After that date, CHV residents ceased to enjoy resident access and fees at District facilities and the District ceased to maintain parks and trails in CHV. The Court ordered CHV to reimburse the District \$9,660,838 for physical assets owned by the District within CHV and to compensate the District for economic “harm” created by the exclusion. CHV was ordered to make principal and interest payments of approximately equal amounts, modified to reflect changes in the interest rate beginning December 1, 2005 (interest only) and ending no later than December 1, 2019. Interest is to be calculated for each payment based on the interest rate of the two-year U.S. Treasury Note as of November 15 of the preceding year. CHV residents are to remain liable for the District’s debt service mill levy applicable to any general obligation debt outstanding or any subsequent refunding of such debt at the time of exclusion.

CHV appealed the portion of the order requiring reimbursement to the District and the District cross-appealed as to the validity of the exclusion and certain related issues. On March 22, 2007 the Court of Appeals remanded the case back to the trial court for clarification on the issue of reimbursement. The trial court upheld its original ruling requiring CHV to reimburse the District \$9,660,838. CHV again appealed the portion of the order requiring reimbursement to the District. On May 28, 2009 the Court of Appeals ruled in the Districts favor. On July 13, 2009 CHV filed a Petition for Certiorari with the Colorado Supreme Court. This Petition was denied by the Colorado Supreme Court on November 16, 2009.

The following schedule reflects the history of payments received from CHV.

Payment due									
December				Additional		Interest	Date		
1st	Payment	Principal	Interest	Interest	Balance	Rate	Paid		
2005	\$ 256,862	\$ -	\$ 256,862	\$ -	\$ 9,660,838	2.890%	12/1/05		
2006	943,185	511,346	431,839	-	9,149,492	4.470%	12/1/06		
2007	994,135	522,683	440,457	30,995	8,626,809	4.814%	5/15/08		
2008	914,995	596,011	288,653	30,331	8,030,798	3.346%	12/9/09		
2009	784,804	686,896	97,333	575	7,343,902	1.212%	12/9/09		
2010	767,503	708,017	59,486	-	6,635,885	0.81%	12/1/10		
2011	757,371	721,537	35,834	-	5,914,348	0.54%	12/1/11		
2012	747,367	733,054	14,313	-	5,181,294	0.24%	12/3/12		
2013	747,426	734,784	12,642	-	4,446,510	0.24%	11/27/13		
2014	748,625	735,730	12,895	-	3,710,780	0.29%	11/22/14		
2015	753,550	734,625	18,925	-	2,976,155	0.51%	11/28/15		
2016	759,973	734,586	25,387	-	2,241,569	0.85%	11/28/16		
	<u>\$ 9,175,796</u>	<u>\$ 7,419,269</u>	<u>\$ 1,694,626</u>	<u>\$ 61,901</u>					

The outstanding receivable balance at December 31, 2016 is \$2,241,569. The scheduled payment due December 1, 2017 is \$762,108 which represents \$739,804 in principal and \$22,304 of interest.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 7 – CAPITAL ASSETS

An analysis of the changes in capital assets for the year ended December 31, 2016 follows:

<u>By Classification</u>	<u>Balance at January 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at December 31, 2016</u>
Governmental Activities				
Land	\$ 25,257,344	\$ -	\$ -	\$ 25,257,344
Land development	6,553,085	-	-	6,553,085
Water rights	557,510	-	-	557,510
Construction in process	8,286,845	2,828,059	8,159,303	2,955,601
Total non-depreciable assets	40,654,784	2,828,059	8,159,303	35,323,540
Facilities/buildings	12,858,753	503,500	-	13,362,253
Trails and bridges	22,058,157	110,192	-	22,168,349
Machinery and equipment	6,219,292	184,040	57,780	6,345,552
Irrigation	4,575,893	-	-	4,575,893
Court and park improvements	19,648,088	1,756,453	-	21,404,541
Playgrounds	3,178,474	1,021,204	-	4,199,678
Park shelters	2,500,293	-	-	2,500,293
Total Capital Assets	111,693,734	6,403,448	8,217,083	109,880,099
Less Accumulated Depreciation Governmental Activities				
Facilities/buildings	(5,496,310)	(488,445)	-	(5,984,755)
Trails and bridges	(12,791,136)	(900,550)	-	(13,691,686)
Machinery and equipment	(4,955,151)	(364,269)	(57,780)	(5,261,640)
Irrigation	(3,209,959)	(152,738)	-	(3,362,697)
Court and park improvements	(7,973,377)	(1,020,063)	-	(8,993,440)
Playgrounds	(2,336,451)	(144,879)	-	(2,481,330)
Park shelters	(1,525,547)	(95,471)	-	(1,621,018)
Total Accumulated Depreciation	(38,287,931)	(3,166,415)	(57,780)	(41,396,566)
Net Capital Assets	\$ 73,405,803	\$ 3,237,033	\$ 8,159,303	\$ 68,483,533

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 7 – CAPITAL ASSETS (CONTINUED)

By Classification	Balance at January 1, 2016	Additions	Deletions	Balance at December 31, 2016
Business Type Activities				
Land	\$ 1,751,686	\$ -	\$ -	\$ 1,751,686
Land development	7,528,903	-	-	7,528,903
Water rights	348,119	-	-	348,119
Construction in process	283,772	-	283,772	-
Total non-depreciable assets	9,912,480	-	283,772	9,628,708
Facilities/buildings	57,250,555	7,100,340	-	64,350,895
Trails, cart paths, and bridges	1,814,416	-	-	1,814,416
Machinery and equipment	7,559,145	305,963	32,693	7,832,415
Irrigation	6,156,513	-	-	6,156,513
Court and park improvements	4,331,692	-	-	4,331,692
Total Capital Assets	87,024,801	7,406,303	316,465	94,114,639
Less Accumulated Depreciation Business Type Activities				
Facilities/buildings	(31,805,318)	(2,398,727)	-	(34,204,045)
Trails, cart paths, and bridges	(1,383,919)	(62,820)	-	(1,446,739)
Machinery and equipment	(6,128,550)	(408,092)	(32,693)	(6,503,949)
Irrigation	(4,964,840)	(183,687)	-	(5,148,527)
Court and park improvements	(2,939,340)	(180,604)	-	(3,119,944)
Total Accumulated Depreciation	(47,221,967)	(3,233,930)	(32,693)	(50,423,204)
Net Capital Assets	\$ 39,802,834	\$ 4,172,373	\$ 283,772	\$ 43,691,435

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

Governmental Activities

General government	\$ 574,993
Parks and open space	2,381,716
South Platte Park	209,706
Total Governmental Activities	<u>\$ 3,166,415</u>

Business Type Activities

Golf courses	\$ 824,576
Hospitality	91,635
Recreation centers	1,418,366
Athletics	56,917
Ice arenas	644,108
Other recreation facilities	198,328
Total Business Type Activities	<u>\$ 3,233,930</u>

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016**

NOTE 8 - LONG-TERM OBLIGATIONS - GOVERNMENTAL ACTIVITIES

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

	<u>Balance at January 1, 2016</u>	<u>Increases</u>	<u>Retirements</u>	<u>Balance at December 31, 2016</u>	<u>Due within one year</u>
(2006) - \$19,805,000					
General Obligation					
Refunding Bonds	\$ 12,835,000	\$ -	\$ 3,000,000	\$ 9,835,000	\$ 3,120,000
(2010) - \$4,835,000					
Certificates of					
Participation	2,830,000	-	435,000	2,395,000	450,000
(2014) - \$5,760,987					
Capital Lease	5,563,639	-	251,988	5,311,651	270,418
Accrual for compensated					
absences	484,853	452,255	461,509	475,599	428,039
	<u>\$ 21,713,492</u>	<u>\$ 452,255</u>	<u>\$ 4,148,497</u>	<u>\$ 18,017,250</u>	<u>\$ 4,268,457</u>
Less current portion	(4,123,355)			(4,268,457)	
Plus unamortized original					
issue premium	241,204		(91,579)	149,625	
	<u>\$ 17,831,341</u>			<u>\$ 13,898,418</u>	

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

General Obligation Bonds

\$19,805,000 General Obligation Refunding Bonds, Series 2006, dated October 24, 2006, with interest of 3.75% to 5.00%, due annually through 2019. The Bonds are not subject to redemption prior to their maturities. The principal and interest on the bonds are insured as to repayment by Financial Security Assurance Inc. These bonds were issued to refund the Series 2000 General Obligation Bonds.

Certificates of Participation

\$9,620,000 Certificates of Participation, Series 2010, dated December 22, 2010, with interest of 3.05%, due annually through 2021. \$4,835,000 of the 2010 certificates were allocated to the general fund for the acquisition and renovation of a new maintenance facility and \$4,785,000 were allocated to the enterprise fund to refund the 2001B Certificates of Participation. The 2010 certificates are not subject to optional redemption. The Certificates have been issued in connection with a lease of the Goodson Recreation Center from the District to UMB Bank N.A.,

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 8 - LONG-TERM OBLIGATIONS - GOVERNMENTAL ACTIVITIES
(CONTINUED)

and a lease back to the District from the UMB Bank N.A. Pursuant to the provisions of the Lease the 2010 Certificates shall be called for redemption in the event that the 2010 Lease Term is terminated by reason of the occurrence of an Event of Nonappropriation or an Event of Default under the 2010 lease. If called for redemption, the Certificates shall be redeemed in whole on such date for a redemption price equal to 100% of the principal amount plus accrued interest to the redemption date.

Capital Lease

\$5,760,987 Capital Lease Agreement, Dated September 10, 2014, for energy savings equipment throughout the District. Payments are due in quarterly installments through June 10, 2029, with interest at 2.57%. Annual payments were estimated to be \$1 less than the annual energy savings. The lease is secured by the energy savings equipment being installed.

Other General Obligations

Accrual for compensated absences (see Note 2) is liquidated from the General Fund.

The District's long-term obligations of the governmental activities, excluding the accrual for compensated absences will mature as follows:

	General Obligation Bonds		Certificates of Participation And Capital Lease		Total
	Interest	Principal	Interest	Principal	
2017	491,750	3,120,000	206,965	720,418	4,539,133
2018	335,750	3,275,000	185,886	777,560	4,574,196
2019	172,000	3,440,000	163,465	813,972	4,589,437
2020	-	-	140,028	846,338	986,366
2021	-	-	115,701	889,696	1,005,397
2022-2026	-	-	337,688	2,286,284	2,623,972
2027-2029	-	-	48,962	1,372,383	1,421,345
	<u>\$ 999,500</u>	<u>\$ 9,835,000</u>	<u>\$ 1,198,695</u>	<u>\$ 7,706,651</u>	<u>\$ 19,739,846</u>

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016**

NOTE 9 – LONG-TERM OBLIGATIONS – BUSINESS-TYPE ACTIVITIES

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

	Balance at January 1, 2016	New Issues and Additions	Retirements	Balance at December 31, 2016	Due within one year
(2010) - \$4,785,000 Certificates of Participation	\$ 2,795,000	\$ -	\$ 430,000	\$ 2,365,000	\$ 445,000
(2013) - \$106,275 Buck Cardio Lease	35,992	-	35,992	-	-
(2014) - \$649,486 Golf Cart Lease	546,319	-	105,148	441,171	107,167
(2015) - \$155,666 Goodson Cardio Lease	155,666	-	51,002	104,664	51,884
(2015) - \$196,996 Lone Tree Cardio Lease	196,996	-	47,982	149,014	48,817
Accrual for compensated absences	464,920	323,908	347,796	441,032	396,929
	<u>\$ 4,194,893</u>	<u>\$ 323,908</u>	<u>\$ 1,017,920</u>	<u>\$ 3,500,881</u>	<u>\$ 1,049,797</u>
Less current portion	<u>(1,088,551)</u>			<u>(1,049,797)</u>	
	<u>\$ 3,106,342</u>			<u>\$ 2,451,084</u>	

The details of the District’s business-type activities long-term obligations are as follows:

Certificates of Participation

\$9,620,000 Certificates of Participation, Series 2010, dated December 22, 2010, with interest of 3.05%, due annually through 2021. \$4,835,000 of the 2010 certificates were allocated to the general fund for the acquisition and renovation of a new maintenance facility and \$4,785,000 were allocated to the enterprise fund to refund the 2001B Certificates of Participation. The 2010 certificates are not subject to optional redemption. The Certificates have been issued in connection with a lease of the Goodson Recreation Center from the District to UMB Bank N.A., and a lease back to the District from the UMB Bank N.A. Pursuant to the provisions of the Lease the 2010 Certificates shall be called for redemption in the event that the 2010 Lease Term is terminated by reason of the occurrence of an Event of Nonappropriation or an Event of Default under the 2010 lease. If called for redemption, the Certificates shall be redeemed in whole on such date for a redemption price equal to 100% of the principal amount plus accrued interest to the redemption date.

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016**

**NOTE 9 – LONG-TERM OBLIGATIONS – BUSINESS-TYPE ACTIVITIES
(CONTINUED)**

Capital Leases

\$106,275 Lease Agreement, Dated July 10, 2013, for Cardio Fitness Equipment at the Buck Community Recreation Center. Payments are due in annual installments through July 10, 2016, with interest at 1.61%. This lease was paid in full in 2016.

\$649,486 Lease Agreement, Dated March 4, 2014, for Golf Carts at the Lone Tree, South Suburban, and Littleton Golf Courses. Payments are due in annual installments through March 12, 2020, with interest at 1.92%.

\$155,666 Lease Agreement, Dated January 23, 2015, for Cardio Fitness Equipment at the Goodson Recreation Center. Payments are due in annual installments through January 23, 2018, with interest at 1.73%.

\$196,996 Lease Agreement, Dated December 17, 2015, for Cardio Fitness Equipment at the Lone Tree Recreation Center. Payments are due in annual installments through December 17, 2019, with interest at 1.74%.

Other General Obligations

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

The District's business-type activities long-term obligations, excluding accrual for compensated absences will mature as follows:

	Certificates of Participation		Capital Leases		Total
	Interest	Principal	Interest	Principal	
2017	72,132	445,000	12,874	207,868	737,874
2018	58,560	460,000	9,069	211,670	739,299
2019	44,530	475,000	5,195	161,852	686,577
2020	30,043	485,000	2,179	113,459	630,681
2021	15,250	500,000	-	-	515,250
	<u>\$ 220,515</u>	<u>\$ 2,365,000</u>	<u>\$ 29,317</u>	<u>\$ 694,849</u>	<u>\$ 3,309,681</u>

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016**

NOTE 10 – DEFINED CONTRIBUTION PLAN

The full time employees of the District participate in a Money Purchase Pension Plan which is a defined contribution plan established by the District and is maintained and administered by Principal Mutual Life. At December 31, 2016, there were 233 active plan members. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees become plan members at the time of employment. Under this plan, 6% of the plan members’ compensation is remitted to the Plan Administrator by the District. The District’s contributions, plus earnings, become vested after three years of participation in the plan. District contributions for plan members who leave employment before they are fully vested 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. Plan provisions and contribution requirements are established and may be amended by the District’s Board of Directors.

The number of active plan members and contributions made by the District for the years ended December 31, 2016, 2015, and 2014 are as follows:

	2016	2015	2014
Plan members	233	189	189
District contribution	\$ 677,712	\$ 618,565	\$ 664,519

Contributions made by the District equal the District’s required contributions. Plan members made no contributions during the past three years.

NOTE 11 - DEFERRED COMPENSATION PLAN

The District has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. This plan is administered by Principal Mutual Life. Participation in the plan is optional for all employees. The plan allows employees to contribute to a Roth IRA or to defer a portion of their salary until future years.

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016**

NOTE 12 – TRANSFERS

The following schedule reflects the District's interfund transfers for the year ended December 31, 2016.

	Transfers In		
	General Fund	Enterprise Fund	Total
<u>Transfers out</u>			
General Fund	\$ -	\$ 2,425,000	\$ 2,425,000
Debt Service Fund	15,296	-	15,296
	<u>\$ 15,296</u>	<u>\$ 2,425,000</u>	<u>\$ 2,440,296</u>

The transfer from the General Fund to the Enterprise Fund is to cover overhead, capital and debt service. The transfer from the Debt Service Fund to the General Fund is to move interest earned to the General Fund.

Also included in the government-wide statements is a \$7,122,531 transfer from the Governmental Activities to the Business-type Activities for the transfer of Business-type capital assets purchased in the Governmental Activities.

NOTE 13 - COMMITMENTS AND CONTINGENCIES

Risk Management

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, boiler and machinery, and worker's compensation coverage. 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.

Construction Commitment

In September 2016 the District entered into a construction contract to renovate the clubhouse at the South Suburban Golf Course in the amount of \$4,592,388. The construction commitment at December 31, 2016 is approximately \$3,666,000.

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016**

NOTE 13 - COMMITMENTS AND CONTINGENCIES (CONTINUED)

Employee Health Care

The District has a self-insurance plan for employee health and dental care. An outside administrator is utilized to monitor individual employee claims and negotiate excess coverage insurance policies. Excess coverage insurance policies are purchased to cover individual yearly health claims in excess of \$70,000 and aggregate total yearly health claims in excess of \$2,632,232. Settled benefit claims have not exceeded the aggregate total yearly claims limit in the last three years. Excess coverage insurance policies are not purchased for dental and prescription claims.

The District's Enterprise Fund makes payments to the General Fund to pay its portion of prior and current year claims and to establish a reserve for catastrophic losses. A benefit claims liability is reported when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. The liability is estimated based upon the experience of the District, trends in costs of services and changes in the number of members. Estimates are revised as changes in these factors occur and such revisions are reflected in operations of the current period. Liabilities include an amount for claims that have been incurred but not reported.

The following represents the changes in the benefit claims liability for the District during 2016 and 2015:

	<u>2016</u>	<u>2015</u>
Benefit claims liability at beginning of year	\$ 220,000	\$ 180,000
Current year claims and changes in estimates	1,819,373	1,808,789
Claim payments	<u>(1,813,373)</u>	<u>(1,768,789)</u>
Benefit claims liability at end of year	<u>\$ 226,000</u>	<u>\$ 220,000</u>

The District continues to carry commercial insurance coverage for other risks of loss including daycare property and liability insurance. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Other Litigation

There are several other lawsuits pending in which the District is involved. Management and its legal counsel estimate that the potential claims against the District not covered by insurance resulting from such litigation would be relatively insignificant.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 14 – LAND LEASES

Family Sports Center

In 2001, the District entered into a Ground Lease with the Arapahoe County Public Airport Authority to lease the land at the Family Sports Center location. The lease term expires June 30, 2037. Under the lease terms, the District must pay basic rent due in quarterly installments based on an amount per square foot. In addition, a percentage rent based on revenues generated at the Family Sports Center is due annually 60 days after the year-end. For 2016, the District paid the Airport Authority approximately \$392,000.

Landfill Parcel

On August 1, 2001, the District entered into a Ground Lease with Arapahoe County (County) to lease land previously used as a landfill. The lease is effective for an initial 15 year term with an option to renew. Effective August 1, 2017 the lease was renewed and shall become one from year-to-year, terminable by either party giving written notice to the other party at least 6 months prior to the effective date of such termination. The Option to Renew for an additional term of 15 years may be exercised by the District not later than three months prior to August 1, 2031. The County is responsible to conduct monitoring of the ground water, methane gas and the District's compliance with its obligations to maintain the landfill clay cap, site drainage systems, slope conditions, and improvements. The District shall pay the County \$10,000 annually to be applied by the County toward the County's monitoring and maintenance obligation.

The District has an irrevocable option to purchase the site at a price of \$10 if purchased within the initial 15 year lease period. Anytime after the initial 15 year period, the price shall be the fair market value of the site.

As of execution of the lease, the District was required to deposit \$40,000 into an Environmental Liability Escrow interest bearing account (see Note 4). Annually thereafter, the District shall deposit into said account, the sum of \$10,000 until the balance in the account reaches \$200,000. All monies in the escrow account shall be used by the County to pay for environmental liability incurred by the County or any operator of the landfill as a result of District activities on the site. Upon expiration of this lease, or the purchase of the site by the District, all monies in the escrow account, including accrued interest shall be returned to the District.

NOTE 15 - 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.

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10% of annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR. The District's management believes a significant portion of its operations qualifies for this exclusion.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 15 - TAX, SPENDING AND DEBT LIMITATIONS (CONTINUED)

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.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

On November 2, 1999, the registered voters of the District authorized the District to collect, retain and spend all revenue and other funds collected from any source effective January 1, 1999 and continuing thereafter without regard to any expenditure, revenue raising or other limitation contained within Article X, Section 20 of the Colorado Constitution. The voters also authorized the District to continue to levy 4.417 mills each year for operations regardless of any revenue limitations in Section 29-1-301, C.R.S. or other State law.

On May 2, 2000, a majority of the District's electors authorized the District to increase its debt by \$20,000,000 and to increase property taxes \$3,967,845 annually to provide for repayment of the debt. Such debt to be evidenced by general obligation bonds issued for the purpose of financing in whole or in part, acquisition, construction and renovation of land, recreational facilities, parks, athletic fields, and trails. The bond proceeds, ad valorem property taxes and investment earning thereon shall be collected and spent without limitation or condition and without limiting the collection or spending of any other revenue or funds by the District under Article X, Section 20 of the Colorado Constitution or any other law.

On May 2, 2000, a majority of the District's electors also authorized the District to increase property taxes \$1,700,000 in the first full fiscal year (for collection in 2001) for a period not to exceed ten years. The increased levy (to be known as the Open Space Tax) will continue at the rate of up to one (1) mill annually, for collection through fiscal year 2010, in whatever amounts are generated by such levy. The revenue from the Open Space Tax is to be used solely to acquire or to offset the cost of acquiring open space and parks, and to develop or to offset the cost of development of trails and is not subject to any limitation under TABOR.

On May 4, 2010 a majority of the District's electors authorized the District to extend the Open Space Tax levy of 1 mill for an additional 10 years, for collection through fiscal year 2020. The electors approved that the revenue generated from the tax, is to be used for acquisition of parks, open space, and natural areas; acquisition and development of trails; and development and maintenance of open space, parks and trails.

On November 4, 2014 a majority of the District's electors authorized the District to increase its mill levy 2 mills for general operating and other purposes for a ten year period only, ending in collection year 2024. Such revenue shall be collected, retained and spent notwithstanding any other revenue limits provided by law.

INDIVIDUAL FUND STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
GENERAL FUND
BALANCE SHEET
December 31, 2016**

(with comparative totals for December 31, 2015)

	2016	2015
ASSETS		
Equity in pooled cash and investments - Unrestricted	\$ 7,322,181	\$ 4,804,211
Equity in pooled cash and investments - Restricted	1,421,488	1,492,354
Receivables	496,546	452,380
Property taxes receivable	17,451,989	17,506,794
CHV settlement receivable	2,241,569	2,976,155
TOTAL ASSETS	\$ 28,933,773	\$ 27,231,894
 LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 1,001,620	\$ 777,200
Accounts payable from restricted assets	-	368,294
Accrued payroll liabilities	339,411	251,825
Advances from grantors and donors	52,889	67,064
TOTAL LIABILITIES	1,393,920	1,464,383
 DEFERRED INFLOWS OF RESOURCES		
Deferred revenue CHV settlement	2,241,569	2,976,155
Deferred property tax revenue	17,451,989	17,506,794
TOTAL DEFERRED INFLOWS OF RESOURCES	19,693,558	20,482,949
 FUND BALANCE		
Restricted for:		
Emergencies	675,000	568,000
Land acquisition and trail development	-	176,055
Energy savings capital projects	-	34,413
Environmental liability escrow	200,000	200,000
Assigned to:		
Health insurance claims	1,221,488	889,647
Subsequent year's expenditures	4,983,185	3,014,370
Unassigned	766,622	402,077
TOTAL FUND BALANCE	7,846,295	5,284,562
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	\$ 28,933,773	\$ 27,231,894

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended December 31, 2016**

(with comparative totals for December 31, 2015)

	2016	2015
REVENUE		
Property taxes	\$ 17,351,110	\$ 14,730,169
Specific ownership taxes	1,962,079	1,704,982
Intergovernmental	538,463	933,676
Donations	72,660	58,121
Net investment income	78,751	28,335
Principal received-CHV	734,586	734,625
Interest income-CHV	25,387	18,925
Other	714,678	770,872
Total revenue	21,477,714	18,979,705
EXPENDITURES		
Current		
Administration	1,053,242	1,123,559
Finance	249,517	245,873
MIS	266,536	232,718
Insurance	155,256	185,521
Park maintenance	7,385,366	5,776,121
South Platte Park	839,555	812,253
Preventative maintenance	383,969	354,543
Planning and construction	1,311,891	1,178,583
Hudson Gardens management fee	350,000	350,000
Debt service		
Lease and COPS principal	686,988	622,349
Lease and COPS interest	226,876	283,052
Capital outlay	4,666,541	6,691,589
Total expenditures	17,575,737	17,856,161
EXCESS REVENUE OVER (UNDER) EXPENDITURES	3,901,977	1,123,544
OTHER FINANCING SOURCES (USES)		
Proceeds from sale of asset	1,069,460	-
Transfers in	15,296	5,291
Transfers (out)	(2,425,000)	(2,400,000)
Total other financing sources (uses)	(1,340,244)	(2,394,709)
NET CHANGE IN FUND BALANCE	2,561,733	(1,271,165)
FUND BALANCE - BEGINNING OF YEAR	5,284,562	6,555,727
FUND BALANCE - END OF YEAR	\$ 7,846,295	\$ 5,284,562

CONSERVATION TRUST FUND

The Conservation Trust Fund accounts for lottery proceeds from the State of Colorado that are legally restricted to expenditures for park and recreation purposes.

**SOUTH SUBURBAN PARK AND RECREATION
 CONSERVATION TRUST FUND
 BALANCE SHEET
 December 31, 2016**

(with comparative totals for December 31, 2015)

	2016	2015
ASSETS		
Equity in pooled cash and investments - Unrestricted	\$ 381,978	\$ 223,386
TOTAL ASSETS	\$ 381,978	\$ 223,386
 LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 44,826	\$ 11,188
Total liabilities	44,826	11,188
 FUND BALANCE		
Fund balance		
Restricted for capital projects	337,152	212,198
Total fund balance	337,152	212,198
TOTAL LIABILITIES AND FUND BALANCE	\$ 381,978	\$ 223,386

**SOUTH SUBURBAN PARK AND RECREATION
 CONSERVATION TRUST FUND
 STATEMENT OF REVENUE, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 For the Year Ended December 31, 2016**

(with comparative totals for December 31, 2015)

	2016	2015
REVENUE		
Intergovernmental	\$ 837,049	\$ 704,554
Net investment income	2,096	402
Total revenue	839,145	704,956
 EXPENDITURES		
Capital Outlay	714,191	709,168
Total expenditures	714,191	709,168
 NET CHANGE IN FUND BALANCE	 124,954	 (4,212)
 FUND BALANCE - BEGINNING OF YEAR	 212,198	 216,410
FUND BALANCE - END OF YEAR	\$ 337,152	\$ 212,198

2010 ONE MILL FUND

The 2010 One Mill Fund accounts for the revenue and expenditures as approved by the voters in the May 4th 2010 election. The electors authorized the District to levy one mill, for collection starting in 2011 through 2020, to be used for the acquisition of parks, open space, and natural areas; acquisition and development of trails; and development and maintenance of open space, parks and trails.

**SOUTH SUBURBAN PARK AND RECREATION
2010 ONE MILL FUND
BALANCE SHEET
December 31, 2016**

(with comparative totals for December 31, 2015)

	2016	2015
ASSETS		
Equity in pooled cash and investments - Unrestricted	\$ 1,768,723	\$ 1,545,816
Receivables	830,782	490,688
Property taxes receivable	2,693,208	2,699,583
TOTAL ASSETS	\$ 5,292,713	\$ 4,736,087
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 126,359	\$ 104,039
TOTAL LIABILITIES	126,359	104,039
DEFERRED INFLOWS OF RESOURCES		
Deferred property tax revenue	2,693,208	2,699,583
TOTAL DEFERRED INFLOWS OF RESOURCES	2,693,208	2,699,583
FUND BALANCE		
Restricted for:		
Acquisition, development, and maintenance of parks, open space and trails	2,473,146	1,932,465
TOTAL FUND BALANCE	2,473,146	1,932,465
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	\$ 5,292,713	\$ 4,736,087

**SOUTH SUBURBAN PARK AND RECREATION
2010 ONE MILL FUND
STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Year Ended December 31, 2016**

(with comparative totals for December 31, 2015)

	2016	2015
REVENUE		
Property taxes	\$ 2,680,177	\$ 2,290,816
Intergovernmental	1,137,526	1,147,594
Net investment income	16,568	5,471
Total revenue	3,834,271	3,443,881
 EXPENDITURES		
Current		
Administration	40,161	34,308
Park maintenance	-	1,144,898
Capital outlay	3,253,429	1,614,031
Total expenditures	3,293,590	2,793,237
 NET CHANGE IN FUND BALANCE	 540,681	 650,644
 FUND BALANCE - BEGINNING OF YEAR	 1,932,465	 1,281,821
FUND BALANCE - END OF YEAR	\$ 2,473,146	\$ 1,932,465

DEBT SERVICE FUND

The Debt Service Fund accounts for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources.

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
DEBT SERVICE FUND
BALANCE SHEET
December 31, 2016**

(with comparative totals for December 31, 2015)

	2016	2015
ASSETS		
Equity in pooled cash and investments - Unrestricted	\$ 312,105	\$ 300,510
Property taxes receivable	3,714,715	3,715,823
TOTAL ASSETS	\$ 4,026,820	\$ 4,016,333
 LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ -	\$ 150
TOTAL LIABILITIES	-	150
 DEFERRED INFLOWS OF RESOURCES		
Deferred property tax revenue	3,714,715	3,715,823
TOTAL DEFERRED INFLOWS OF RESOURCES	3,714,715	3,715,823
 FUND BALANCE		
Restricted for general obligation debt service	312,105	300,360
TOTAL FUND BALANCE	312,105	300,360
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	\$ 4,026,820	\$ 4,016,333

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
DEBT SERVICE FUND
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended December 31, 2016**

(with comparative totals for December 31, 2015)

	2016	2015
REVENUE		
Property taxes	\$ 3,678,677	\$ 3,681,446
Net investment income	15,296	5,291
Total revenue	3,693,973	3,686,737
 EXPENDITURES		
Current		
Administration	55,182	55,487
Debt service		
Bond principal	3,000,000	2,880,000
Bond interest	611,750	734,150
Total expenditures	3,666,932	3,669,637
 EXCESS REVENUE OVER (UNDER) EXPENDITURES	27,041	17,100
 OTHER FINANCING SOURCES (USES)		
Transfer (out)	(15,296)	(5,291)
Total other financing sources (uses)	(15,296)	(5,291)
 NET CHANGE IN FUND BALANCE	11,745	11,809
FUND BALANCE - BEGINNING OF YEAR	300,360	288,551
FUND BALANCE - END OF YEAR	\$ 312,105	\$ 300,360

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
DEBT SERVICE FUND
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES
IN FUND BALANCE-BUDGET AND ACTUAL
For the Year Ended December 31, 2016**

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE			
Property taxes	\$ 3,679,902	\$ 3,678,677	\$ (1,225)
Net investment income	10,000	15,296	5,296
Total revenue	<u>3,689,902</u>	<u>3,693,973</u>	<u>4,071</u>
EXPENDITURES			
Current			
Administration	68,152	55,182	12,970
Debt service			
Bond principal	3,000,000	3,000,000	-
Bond interest	611,750	611,750	-
Total expenditures	<u>3,679,902</u>	<u>3,666,932</u>	<u>12,970</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>10,000</u>	<u>27,041</u>	<u>17,041</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	<u>(10,000)</u>	<u>(15,296)</u>	<u>(5,296)</u>
Total other financing sources (uses)	<u>(10,000)</u>	<u>(15,296)</u>	<u>(5,296)</u>
NET CHANGE IN FUND BALANCE	-	11,745	11,745
FUND BALANCE - BEGINNING OF YEAR	-	300,360	300,360
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ 312,105</u>	<u>\$ 312,105</u>

ENTERPRISE FUND

The Enterprise Fund accounts for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the District's Board of Directors is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

SOUTH SUBURBAN PARK AND RECREATION DISTRICT
STATEMENT OF NET POSITION
ENTERPRISE FUND
December 31, 2016

(with comparative totals for December 31, 2015)

	2016	2015
ASSETS		
Current assets		
Equity in pooled cash and investments - unrestricted	\$ 2,424,628	\$ 2,153,026
Receivables	184,555	229,714
Inventory	729,035	810,189
Total Current assets	3,338,218	3,192,929
Non-current assets		
Capital assets, net of depreciation	43,691,435	39,802,834
Total Non-current assets	43,691,435	39,802,834
TOTAL ASSETS	47,029,653	42,995,763
 DEFERRED OUTFLOWS OF RESOURCES		
Cost of refundings	83,213	115,382
TOTAL DEFERRED OUTFLOWS OF RESOURCES	83,213	115,382
 LIABILITIES		
Current liabilities		
Accounts payable	840,706	866,137
Accrued payroll liabilities	455,927	316,658
Accrued interest payable	15,978	17,385
Advances from grantors and donors	106,404	124,813
Long-term obligations, current portion	1,049,797	1,088,551
Total Current liabilities	2,468,812	2,413,544
Non-current liabilities		
Long-term obligations, noncurrent portion	2,451,084	3,106,342
TOTAL LIABILITIES	4,919,896	5,519,886
 NET POSITION		
Net investment in capital assets	40,631,586	36,072,961
Restricted for Emergencies-TABOR	982,000	133,000
Unrestricted	579,384	1,385,298
TOTAL NET POSITION	\$ 42,192,970	\$ 37,591,259

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
ENTERPRISE FUND
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUNDS AVAILABLE -
BUDGET AND ACTUAL (Non-GAAP BUDGETARY BASIS)
For the Year Ended December 31, 2016
(with comparative totals for December 31, 2015)**

	2016		Variance- Favorable (Unfavorable)	2015
	Amended Budget	Actual		Actual
REVENUE				
Golf courses	\$ 7,540,949	\$ 7,356,744	\$ (184,205)	\$ 7,409,479
Hospitality	3,210,130	2,998,054	(212,076)	2,950,036
Ice arenas	4,243,527	4,412,661	169,134	4,342,181
Recreation centers	4,892,152	4,580,889	(311,263)	4,496,206
Athletics	2,399,685	2,088,220	(311,465)	2,199,705
Other recreation facilities and programs	1,840,796	1,710,785	(130,011)	1,656,946
Net investment income	5,372	12,500	7,128	4,985
Capital lease proceeds	-	-	-	352,662
Donations	174,521	55,996	(118,525)	93,518
Transfer in	2,075,000	2,425,000	350,000	2,400,000
Total revenue	<u>26,382,132</u>	<u>25,640,849</u>	<u>(741,283)</u>	<u>25,905,718</u>
EXPENDITURES				
Golf courses	6,384,314	6,400,270	(15,956)	6,115,097
Hospitality	3,319,080	3,689,576	(370,496)	3,485,891
Ice arenas	3,160,110	3,140,442	19,668	3,019,266
Recreation centers	6,774,257	6,479,062	295,195	6,196,302
Athletics	1,549,265	1,425,851	123,414	1,318,390
Other recreation facilities and programs	1,370,649	1,252,408	118,241	1,172,007
Administration	1,549,998	1,001,884	548,114	1,142,283
Finance	515,565	506,596	8,969	499,197
MIS	605,386	541,149	64,237	471,529
Insurance	283,726	271,144	12,582	376,663
Facility and maintenance improvements	162,494	110,046	52,448	519,485
COPS/Lease interest	109,009	101,030	7,979	137,228
COPS/Lease principal	662,142	670,124	(7,982)	1,073,589
Capital outlay	66,139	-	66,139	512,312
Total expenditures	<u>26,512,134</u>	<u>25,589,582</u>	<u>922,552</u>	<u>26,039,239</u>
NET CHANGE IN FUNDS AVAILABLE	(130,002)	51,267	181,269	(133,521)
FUNDS AVAILABLE - BEGINNING OF YEAR	130,002	1,867,936	1,737,934	2,001,457
FUNDS AVAILABLE - END OF YEAR	<u>\$ -</u>	<u>\$ 1,919,203</u>	<u>\$ 1,919,203</u>	<u>\$ 1,867,936</u>
Funds available is computed as follows:				
Current assets		\$ 3,338,218		\$ 3,192,929
Current liabilities, net of current portion of long-term liabilities		<u>(1,419,015)</u>		<u>(1,324,993)</u>
		<u>\$ 1,919,203</u>		<u>\$ 1,867,936</u>

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
ENTERPRISE FUND
RECONCILIATION OF Non-GAAP BUDGETARY BASIS (ACTUAL) TO
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
For the Year Ended December 31, 2016**

Revenue (budgetary basis)	\$ 25,640,849
Contribution-capital assets	7,122,531
Revenue (GAAP)	<u>32,763,380</u>
Expenditures (budgetary basis)	25,589,582
Depreciation	3,233,930
Amortization on discount and issue cost	32,169
Increase in long-term portion of compensated absences	(23,888)
Bond/lease principal	(670,124)
Expenses (GAAP)	<u>28,161,669</u>
Change in net position per statement of revenue, expenses and changes in net position	 <u><u>\$ 4,601,711</u></u>

SUPPLEMENTAL INFORMATION

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
GOVERNMENTAL ACTIVITIES LONG-TERM DEBT
December 31, 2016**

Year Ending December 31,	\$19,805,000 General Obligation Refunding Bonds Series 2006, Dated October 24, 2006, Interest Rate 3.75% to 5.00%		\$9,620,000 Certificates of Participation Series 2010, Dated December 22, 2010, Interest Rate 3.05% \$4,835,000 Allocated to the General Fund		\$5,760,987 Capital Lease Dated September 10, 2014 Interest Rate 2.57%	
	Interest Due June 15 and December 15	Principal Due December 15	Interest Due June 1 and December 1	Principal Due December 1	Interest Due Quarterly	Principal Due Quarterly
2017	\$ 491,750	\$ 3,120,000	\$ 73,048	\$ 450,000	\$ 133,917	\$ 270,418
2018	335,750	3,275,000	59,323	465,000	126,563	312,560
2019	172,000	3,440,000	45,140	480,000	118,325	333,972
2020	-	-	30,500	490,000	109,528	356,338
2021	-	-	15,555	510,000	100,146	379,696
2022	-	-	-	-	90,154	404,083
2023	-	-	-	-	79,525	429,539
2024	-	-	-	-	68,232	456,104
2025	-	-	-	-	56,244	483,823
2026	-	-	-	-	43,533	512,735
2027	-	-	-	-	30,109	538,430
2028	-	-	-	-	16,137	552,401
2029	-	-	-	-	2,716	281,552
	<u>\$ 999,500</u>	<u>\$ 9,835,000</u>	<u>\$ 223,566</u>	<u>\$ 2,395,000</u>	<u>\$ 975,129</u>	<u>\$ 5,311,651</u>

Totals

Total Interest	Total Principal	Total
\$ 698,715	\$ 3,840,418	\$ 4,539,133
521,636	4,052,560	4,574,196
335,465	4,253,972	4,589,437
140,028	846,338	986,366
115,701	889,696	1,005,397
90,154	404,083	494,237
79,525	429,539	509,064
68,232	456,104	524,336
56,244	483,823	540,067
43,533	512,735	556,268
30,109	538,430	568,539
16,137	552,401	568,538
2,716	281,552	284,268
\$ 2,198,195	\$ 17,541,651	\$ 19,739,846

**SOUTH SUBURBAN PARK AND RECREATION DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
BUSINESS-TYPE ACTIVITIES
December 31, 2016**

<u>Year Ending December 31,</u>	\$9,620,000 Certificates of Participation Series 2010, Dated December 22, 2010, Interest Rate 3.05% \$4,785,000 Allocated to the Enterprise Fund		\$649,486 Capital Lease Dated March 4, 2014 Interest Rate 1.92%		\$155,666 Capital Lease Dated January 23, 2015 Interest Rate 1.73%	
	<u>Interest Due June 1 and December 1</u>	<u>Principal Due December 1</u>	<u>Interest Due March 12</u>	<u>Principal Due March 12</u>	<u>Interest Due January 23</u>	<u>Principal Due January 23</u>
2017	\$ 72,132	\$ 445,000	\$ 8,470	\$ 107,167	\$ 1,811	\$ 51,884
2018	58,560	460,000	6,413	109,224	913	52,780
2019	44,530	475,000	4,316	111,321	-	-
2020	30,043	485,000	2,179	113,459	-	-
2021	15,250	500,000	-	-	-	-
	<u>\$ 220,515</u>	<u>\$ 2,365,000</u>	<u>\$ 21,378</u>	<u>\$ 441,171</u>	<u>\$ 2,724</u>	<u>\$ 104,664</u>

**\$196,996 Capital Lease
Dated December 17, 2015
Interest Rate 1.74%**

Interest Due January 23		Principal Due January 23		Totals		
		Total Interest	Total Principal	Total		
\$ 2,593	\$ 48,817	\$ 85,006	\$ 652,868	\$ 737,874		
1,743	49,666	\$ 67,629	\$ 671,670	739,299		
879	50,531	\$ 49,725	\$ 636,852	686,577		
-	-	\$ 32,222	\$ 598,459	630,681		
-	-	\$ 15,250	\$ 500,000	515,250		
<u>\$ 5,215</u>	<u>\$ 149,014</u>	<u>\$ 249,832</u>	<u>\$ 3,059,849</u>	<u>\$ 3,309,681</u>		

STATISTICAL SECTION

This part of the South Suburban Park and Recreation District’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District’s overall financial health. This information has not been audited.

Page

Financial Trends

These schedules contain trend information to help the reader understand how the District’s financial performance and well-being have changed over time.

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Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District’s financial activities take place.

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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

South Suburban Park and Recreation District
Net Position by Component
Last Ten Years

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Governmental activities				
Net investment in capital assets	\$ 17,782,199	\$ 21,865,625	\$ 24,801,651	\$ 27,951,191
Restricted for				
Emergency-TABOR	491,000	487,000	531,000	481,000
Capital projects	323,651	631,913	535,445	839,857
Land acquisition and trail development	2,425,559	2,436,430	3,188,083	2,644,719
Acquisition, development, and maintenance of parks, open space and trails	-	-	-	-
Environmental liability escrow	114,655	127,742	138,297	148,603
Unrestricted	11,957,521	11,759,482	12,292,680	12,189,478
Total governmental activities net position	<u>\$ 33,094,585</u>	<u>\$ 37,308,192</u>	<u>\$ 41,487,156</u>	<u>\$ 44,254,848</u>
Business-type activities				
Net investment in capital assets	\$ 41,443,142	\$ 40,965,490	\$ 40,437,984	\$ 38,540,797
Restricted for emergency-TABOR	220,000	205,000	126,000	128,000
Unrestricted	2,954,256	1,360,126	1,209,886	1,147,826
Total business-type activities net position	<u>\$ 44,617,398</u>	<u>\$ 42,530,616</u>	<u>\$ 41,773,870</u>	<u>\$ 39,816,623</u>
Primary Government				
Net investment in capital assets	\$ 59,225,341	\$ 62,831,115	\$ 65,239,635	\$ 66,491,988
Restricted for				
Emergency-TABOR	711,000	692,000	657,000	609,000
Capital projects	323,651	631,913	535,445	839,857
Land acquisition and trail development	2,425,559	2,436,430	3,188,083	2,644,719
Acquisition, development, and maintenance of parks, open space and trails	-	-	-	-
Other various agreements	114,655	127,742	138,297	148,603
Unrestricted	14,911,777	13,119,608	13,502,566	13,337,304
Total primary government net position	<u>\$ 77,711,983</u>	<u>\$ 79,838,808</u>	<u>\$ 83,261,026</u>	<u>\$ 84,071,471</u>

Schedule 1

2011	2012	2013	2014	2015	2016
\$ 33,445,929	\$ 39,854,832	\$ 42,220,033	\$ 45,585,154	\$ 51,602,106	\$ 50,792,257
479,000	420,000	426,000	469,000	568,000	675,000
384,028	588,527	266,141	216,410	212,198	337,152
2,279,502	1,013,439	641,684	267,296	176,055	-
1,732,005	608,482	1,200,032	1,281,821	1,932,465	2,473,146
158,767	169,134	179,357	189,569	200,000	200,000
10,057,490	9,196,890	8,547,926	8,551,522	7,614,093	9,140,342
<u>\$ 48,536,721</u>	<u>\$ 51,851,304</u>	<u>\$ 53,481,173</u>	<u>\$ 56,560,772</u>	<u>\$ 62,304,917</u>	<u>\$ 63,617,897</u>
\$ 38,013,475	\$ 37,252,389	\$ 37,684,827	\$ 37,170,621	\$ 36,072,961	\$ 40,631,586
127,000	131,000	132,000	133,000	133,000	982,000
556,477	784,116	1,124,725	1,225,666	1,385,298	579,384
<u>\$ 38,696,952</u>	<u>\$ 38,167,505</u>	<u>\$ 38,941,552</u>	<u>\$ 38,529,287</u>	<u>\$ 37,591,259</u>	<u>\$ 42,192,970</u>
\$ 71,459,404	\$ 77,107,221	\$ 79,904,860	\$ 82,755,775	\$ 87,675,067	\$ 91,423,843
606,000	551,000	558,000	602,000	701,000	1,657,000
384,028	588,527	266,141	216,410	212,198	337,152
2,279,502	1,013,439	641,684	267,296	176,055	-
1,732,005	608,482	1,200,032	1,281,821	1,932,465	2,473,146
158,767	169,134	179,357	189,569	200,000	200,000
10,613,967	9,981,006	9,672,651	9,777,188	8,999,391	9,719,726
<u>\$ 87,233,673</u>	<u>\$ 90,018,809</u>	<u>\$ 92,422,725</u>	<u>\$ 95,090,059</u>	<u>\$ 99,896,176</u>	<u>\$105,810,867</u>

South Suburban Park and Recreation District

Changes in Net Position

Last Ten Years

(accrual basis of accounting)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Expenses				
Governmental activities				
General government	\$ 1,681,941	\$ 1,475,872	\$ 1,483,405	\$ 1,596,057
Parks and open space	6,593,706	7,344,626	7,344,840	7,906,326
South Platte Park	731,877	736,896	791,106	813,737
General maintenance and improvements	1,162,526	1,441,995	1,025,754	1,420,571
Planning and construction	900,428	1,017,383	1,051,075	949,231
Hudson Gardens management fee	350,000	350,000	4,128	200,000
Interest on long term debt	1,711,006	1,602,500	1,334,334	1,262,214
Total governmental activities expense	<u>13,131,484</u>	<u>13,969,272</u>	<u>13,034,642</u>	<u>14,148,136</u>
Business type activities				
Golf courses	7,486,110	7,703,052	7,308,685	7,541,486
Hospitality	2,705,043	2,831,587	2,560,972	2,446,671
Ice arenas	4,867,216	5,122,817	4,617,146	4,731,914
Recreation centers	8,077,015	8,228,985	8,099,533	8,073,774
Athletics	1,606,758	1,699,367	1,670,979	1,455,580
Other recreation facilities and programs	1,385,229	1,396,783	1,384,323	1,365,761
Total business type activities expense	<u>26,127,371</u>	<u>26,982,591</u>	<u>25,641,638</u>	<u>25,615,186</u>
Total primary government expense	<u>\$ 39,258,855</u>	<u>\$ 40,951,863</u>	<u>\$ 38,676,280</u>	<u>\$ 39,763,322</u>
Program revenue				
Governmental activities				
Operating grants and contributions	\$ 370,328	\$ 260,977	\$ 294,345	\$ 242,149
Capital grants and contributions	2,448,604	963,445	1,954,004	765,758
Total governmental activities program revenue	<u>2,818,932</u>	<u>1,224,422</u>	<u>2,248,349</u>	<u>1,007,907</u>
Business type activities				
Charges for service				
Golf courses	7,241,758	7,331,508	6,781,656	6,952,778
Hospitality	2,417,225	2,563,746	2,126,008	2,051,164
Ice arenas	4,454,219	4,394,406	3,912,882	3,903,877
Recreation centers	4,567,766	4,817,504	4,455,242	4,307,289
Athletics	1,870,363	1,934,761	1,975,626	1,967,210
Other recreation facilities and programs	1,144,739	1,387,220	1,415,640	1,535,602
Operating grants and contributions	53,991	80,298	97,968	53,547
Capital grants and contributions	-	-	468,079	183,620
Total business type activities program revenue	<u>21,750,061</u>	<u>22,509,443</u>	<u>21,233,101</u>	<u>20,955,087</u>
Total primary government program revenue	<u>\$ 24,568,993</u>	<u>\$ 23,733,865</u>	<u>\$ 23,481,450</u>	<u>\$ 21,962,994</u>
Net (Expense) Revenue				
Governmental activities	\$ (10,312,552)	\$ (12,744,850)	\$ (10,786,293)	\$ (13,140,229)
Business type activities	(4,377,310)	(4,473,148)	(4,408,537)	(4,660,099)
Total primary government net expense	<u>\$ (14,689,862)</u>	<u>\$ (17,217,998)</u>	<u>\$ (15,194,830)</u>	<u>\$ (17,800,328)</u>
General Revenue and Other Changes in Net Position				
Governmental activities				
Property tax revenue	\$ 14,783,440	\$ 15,974,064	\$ 15,928,676	\$ 16,389,277
Specific ownership tax	1,338,639	1,250,213	1,122,018	1,099,939
Unrestricted grants and contributions	809,964	720,895	675,305	639,124
Investment income	617,635	759,736	535,403	147,443
Development fees	1,069,393	102,744	1,857	35,576
Miscellaneous income	368,602	404,038	329,080	285,433
Gain of sale of asset	-	-	-	-
Transfers	(4,197,477)	(2,253,233)	(3,627,082)	(2,688,871)
Total governmental activities	<u>14,790,196</u>	<u>16,958,457</u>	<u>14,965,257</u>	<u>15,907,921</u>
Business type activities				
Investment income	270,406	133,133	24,709	13,981
Transfers	4,197,477	2,253,233	3,627,082	2,688,871
Total business type activities	<u>4,467,883</u>	<u>2,386,366</u>	<u>3,651,791</u>	<u>2,702,852</u>
Total primary government	<u>\$ 19,258,079</u>	<u>\$ 19,344,823</u>	<u>\$ 18,617,048</u>	<u>\$ 18,610,773</u>
Change in net position				
Governmental activities	\$ 4,477,644	\$ 4,213,607	\$ 4,178,964	\$ 2,767,692
Business type activities	90,573	(2,086,782)	(756,746)	(1,957,247)
Total primary government	<u>\$ 4,568,217</u>	<u>\$ 2,126,825</u>	<u>\$ 3,422,218</u>	<u>\$ 810,445</u>

Schedule 2

2011	2012	2013	2014	2015	2016
\$ 1,699,555	\$ 1,880,640	\$ 1,935,201	\$ 2,229,826	\$ 2,406,157	\$ 2,394,887
8,155,962	8,528,216	8,487,902	8,819,758	9,625,542	9,757,828
838,451	886,298	948,303	1,018,725	1,020,237	1,049,261
1,007,009	791,406	1,190,626	1,315,612	1,718,241	3,371,816
967,446	1,015,562	1,078,316	1,127,176	1,178,583	1,695,860
350,000	350,000	350,000	350,000	350,000	350,000
1,234,583	1,144,367	1,053,456	956,297	1,016,948	804,145
<u>14,253,006</u>	<u>14,596,489</u>	<u>15,043,804</u>	<u>15,817,394</u>	<u>17,315,708</u>	<u>19,423,797</u>
7,410,329	7,424,026	7,139,470	7,302,899	7,824,876	7,971,073
2,481,199	2,613,007	3,042,435	3,816,273	3,988,167	4,186,308
4,548,381	4,588,863	4,038,271	4,134,732	4,100,869	4,161,124
7,921,846	7,908,490	8,248,783	8,118,254	8,610,397	8,590,170
1,411,784	1,447,358	1,528,872	1,529,074	1,543,313	1,640,700
1,408,353	1,436,623	1,399,148	1,648,928	1,538,298	1,612,294
<u>25,181,892</u>	<u>25,418,367</u>	<u>25,396,979</u>	<u>26,550,160</u>	<u>27,605,920</u>	<u>28,161,669</u>
<u>\$ 39,434,898</u>	<u>\$ 40,014,856</u>	<u>\$ 40,440,783</u>	<u>\$ 42,367,554</u>	<u>\$ 44,921,628</u>	<u>\$ 47,585,466</u>
\$ 235,480	\$ 304,847	\$ 296,027	\$ 401,658	\$ 380,216	\$ 392,322
2,966,928	1,918,775	2,637,539	2,838,145	2,247,394	1,423,404
<u>3,202,408</u>	<u>2,223,622</u>	<u>2,933,566</u>	<u>3,239,803</u>	<u>2,627,610</u>	<u>1,815,726</u>
6,709,462	7,331,874	7,171,462	7,341,574	7,409,479	7,356,744
2,018,849	2,252,027	2,361,024	2,838,683	2,950,036	2,998,054
4,001,119	4,170,718	3,797,683	4,031,192	4,342,181	4,412,661
4,294,529	4,425,600	4,464,300	4,473,204	4,496,206	4,580,889
1,981,340	2,054,250	2,144,262	2,268,276	2,199,705	2,088,220
1,483,107	1,588,644	1,574,300	1,711,717	1,656,946	1,710,785
157,569	64,848	82,402	70,830	93,518	55,996
-	-	-	52,178	-	-
<u>20,645,975</u>	<u>21,887,961</u>	<u>21,595,433</u>	<u>22,787,654</u>	<u>23,148,071</u>	<u>23,203,349</u>
<u>\$ 23,848,383</u>	<u>\$ 24,111,583</u>	<u>\$ 24,528,999</u>	<u>\$ 26,027,457</u>	<u>\$ 25,775,681</u>	<u>\$ 25,019,075</u>
\$(11,050,598)	\$(12,372,867)	\$(12,110,238)	\$(12,577,591)	\$(14,688,098)	\$(17,608,071)
(4,535,917)	(3,530,406)	(3,801,546)	(3,762,506)	(4,457,849)	(4,958,320)
<u>\$(15,586,515)</u>	<u>\$(15,903,273)</u>	<u>\$(15,911,784)</u>	<u>\$(16,340,097)</u>	<u>\$(19,145,947)</u>	<u>\$(22,566,391)</u>
\$ 16,495,623	\$ 16,019,901	\$ 15,539,956	\$ 16,096,519	\$ 20,702,431	\$ 23,709,964
1,055,748	1,119,642	1,160,673	1,263,785	1,704,982	1,962,079
657,821	691,126	763,747	698,537	710,370	874,303
89,752	53,079	39,584	26,763	58,424	138,098
3,608	-	140,320	17,984	-	-
439,347	796,358	666,484	899,740	770,872	714,678
-	-	-	-	-	1,069,460
<u>(3,409,428)</u>	<u>(2,992,656)</u>	<u>(4,570,657)</u>	<u>(3,346,138)</u>	<u>(3,514,836)</u>	<u>(9,547,531)</u>
<u>15,332,471</u>	<u>15,687,450</u>	<u>13,740,107</u>	<u>15,657,190</u>	<u>20,432,243</u>	<u>18,921,051</u>
6,818	8,303	4,936	4,103	4,985	12,500
<u>3,409,428</u>	<u>2,992,656</u>	<u>4,570,657</u>	<u>3,346,138</u>	<u>3,514,836</u>	<u>9,547,531</u>
<u>3,416,246</u>	<u>3,000,959</u>	<u>4,575,593</u>	<u>3,350,241</u>	<u>3,519,821</u>	<u>9,560,031</u>
<u>\$ 18,748,717</u>	<u>\$ 18,688,409</u>	<u>\$ 18,315,700</u>	<u>\$ 19,007,431</u>	<u>\$ 23,952,064</u>	<u>\$ 28,481,082</u>
\$ 4,281,873	\$ 3,314,583	\$ 1,629,869	\$ 3,079,599	\$ 5,744,145	\$ 1,312,980
(1,119,671)	(529,447)	774,047	(412,265)	(938,028)	4,601,711
<u>\$ 3,162,202</u>	<u>\$ 2,785,136</u>	<u>\$ 2,403,916</u>	<u>\$ 2,667,334</u>	<u>\$ 4,806,117</u>	<u>\$ 5,914,691</u>

**South Suburban Park and Recreation District
Fund Balances, Governmental Funds
Last Ten Years**

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Fund				
Restricted for:				
Emergencies	\$ 491,000	\$ 487,000	\$ 531,000	\$ 481,000
Debt service	873,000	873,000	873,000	-
Land acquisition and trail development	2,425,559	2,436,430	3,188,083	2,644,719
Energy savings capital projects	-	-	-	-
Environmental liability escrow	114,655	127,742	138,297	148,603
Total Restricted	<u>3,904,214</u>	<u>3,924,172</u>	<u>4,730,380</u>	<u>3,274,322</u>
Assigned to:				
Health insurance claims	209,841	469,530	833,676	1,000,975
Designated for subsequent years expenditures	2,757,945	2,834,888	4,282,223	6,336,347
Total Assigned	<u>2,967,786</u>	<u>3,304,418</u>	<u>5,115,899</u>	<u>7,337,322</u>
Unassigned	190,963	191,171	217,930	200,084
Total General Fund	<u>\$ 7,062,963</u>	<u>\$ 7,419,761</u>	<u>\$ 10,064,209</u>	<u>\$ 10,811,728</u>
All Other Governmental Funds				
Restricted for:				
Capital projects	\$ 263,521	\$ 631,913	\$ 535,445	\$ 839,857
Acquisition, development, and maintenance of parks, open space and trails	-	-	-	-
General obligation debt service	136,382	98,584	79,564	134,044
Total all Other Governmental Funds	<u>\$ 399,903</u>	<u>\$ 730,497</u>	<u>\$ 615,009</u>	<u>\$ 973,901</u>

Schedule 3

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
\$ 479,000	\$ 420,000	\$ 426,000	\$ 469,000	\$ 568,000	\$ 675,000
-	-	-	-	-	-
2,279,502	1,013,439	641,684	267,296	176,055	-
-	-	-	2,905,822	34,413	-
158,767	169,134	179,357	189,569	200,000	200,000
<u>2,917,269</u>	<u>1,602,573</u>	<u>1,247,041</u>	<u>3,831,687</u>	<u>978,468</u>	<u>875,000</u>
962,094	796,183	735,188	954,480	889,647	1,221,488
3,319,166	3,406,097	2,861,824	1,538,801	3,014,370	4,983,185
<u>4,281,260</u>	<u>4,202,280</u>	<u>3,597,012</u>	<u>2,493,281</u>	<u>3,904,017</u>	<u>6,204,673</u>
205,079	145,966	274,023	230,759	402,077	766,622
<u>\$ 7,403,608</u>	<u>\$ 5,950,819</u>	<u>\$ 5,118,076</u>	<u>\$ 6,555,727</u>	<u>\$ 5,284,562</u>	<u>\$ 7,846,295</u>
\$ 384,028	\$ 588,527	\$ 266,141	\$ 216,410	\$ 212,198	\$ 337,152
1,732,005	608,482	1,200,032	1,281,821	1,932,465	2,473,146
166,074	248,638	324,417	288,551	300,360	312,105
<u>\$ 2,282,107</u>	<u>\$ 1,445,647</u>	<u>\$ 1,790,590</u>	<u>\$ 1,786,782</u>	<u>\$ 2,445,023</u>	<u>\$ 3,122,403</u>

South Suburban Park and Recreation District
Changes in Fund Balances, Governmental Funds
Last Ten Years

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
REVENUE				
Property taxes	\$14,783,440	\$15,974,064	\$15,928,676	\$16,389,277
Specific ownership taxes	1,338,639	1,250,213	1,122,018	1,099,939
Intergovernmental	2,515,903	1,567,797	2,636,061	1,601,279
Lease principal	(1) 1,225,000	1,270,000	1,330,000	6,540,000
Lease interest	(1) 470,298	422,085	361,835	307,220
Donations	28,270	50,818	88,187	45,752
Net investment income	617,635	288,284	118,511	87,957
Principal received-CHV	(2) -	522,683	1,282,907	708,017
Interest income - CHV	(2) -	471,452	416,892	59,486
Development Fees	1,069,393	102,744	1,857	35,576
Other	418,602	404,038	329,080	285,433
Total revenue	<u>22,467,180</u>	<u>22,324,178</u>	<u>23,616,024</u>	<u>27,159,936</u>
EXPENDITURES				
Current				
Administration	844,155	677,241	722,635	844,852
Finance	293,430	312,840	225,860	221,375
MIS	181,274	171,703	160,009	168,540
Insurance	168,537	146,478	135,656	129,855
Park maintenance	5,269,268	5,819,534	5,742,951	6,185,488
South Platte Park	599,535	604,296	659,454	646,111
Preventative maintenance	327,753	309,951	357,368	363,354
Planning and construction	887,436	1,006,037	1,039,885	938,041
Hudson Gardens management fee	350,000	350,000	4,128	200,000
Debt service				
Principal	3,955,000	4,250,000	4,475,000	9,905,000
Interest	2,374,934	1,822,935	1,741,907	1,534,589
Payment to refunded bond escrow	-	258,000	-	-
Debt issuance cost	-	80,493	-	46,741
Capital outlay	4,393,960	3,916,612	3,122,211	7,074,579
Total expenditures	<u>19,645,282</u>	<u>19,726,120</u>	<u>18,387,064</u>	<u>28,258,525</u>
EXCESS REVENUE OVER				
(UNDER) EXPENDITURES	2,821,898	2,598,058	5,228,960	(1,098,589)
OTHER FINANCING SOURCES (USES)				
Transfers in	89,789	38,012	16,284	9,024
Transfers (out)	(3,689,789)	(2,038,012)	(2,716,284)	(2,639,024)
Proceeds from sale of asset	-	-	-	-
Payment to refunded bond escrow	-	(9,910,666)	-	-
Proceeds from debt issuance	-	10,000,000	-	4,835,000
Total other financing sources (uses)	<u>(3,600,000)</u>	<u>(1,910,666)</u>	<u>(2,700,000)</u>	<u>2,205,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ (778,102)</u>	<u>\$ 687,392</u>	<u>\$ 2,528,960</u>	<u>\$ 1,106,411</u>

**Debt Service as a Percentage of
Noncapital expenditures**

37.94%	37.29%	36.87%	51.51%
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(1) In 2001, the District formed the SSPRD Land and Facilities Corporation, which issued COP's. The Corporation was included as a Special Revenue Fund through 2010 when the debt was paid off and the Corporation was dissolved. This revenue reflects the lease revenue received from the General Fund

(2) Principal & Interest payment from The City of Cherry Hills Village related to Municipal Exclusion

Schedule 4

2011	2012	2013	2014	2015	2016
\$16,495,623	\$16,019,901	\$15,539,956	\$16,096,519	\$ 20,702,431	\$ 23,709,964
1,055,748	1,119,642	1,160,673	1,263,785	1,704,982	1,962,079
3,806,397	2,679,382	3,613,738	3,651,367	2,785,824	2,513,038
-	-	-	-	-	-
-	-	-	-	-	-
53,832	106,868	83,575	65,408	58,121	72,660
53,918	38,766	26,942	13,868	39,499	112,711
721,537	733,054	734,784	735,730	734,625	734,586
35,834	14,313	12,642	12,895	18,925	25,387
3,608	-	140,320	17,984	-	-
439,347	796,358	666,484	899,740	770,872	714,678
<u>22,665,844</u>	<u>21,508,284</u>	<u>21,979,114</u>	<u>22,757,296</u>	<u>26,815,279</u>	<u>29,845,103</u>
890,795	944,811	964,142	1,184,661	1,213,354	1,148,585
220,719	212,767	209,049	221,836	245,873	249,517
189,237	200,165	204,089	215,056	232,718	266,536
144,179	158,298	204,443	158,845	185,521	155,256
6,342,500	6,645,020	6,498,352	6,831,170	6,921,019	7,385,366
621,312	652,365	717,473	811,931	812,253	839,555
355,373	341,300	330,471	338,279	354,543	383,969
956,256	1,006,005	1,070,463	1,123,239	1,178,583	1,311,891
350,000	350,000	350,000	350,000	350,000	350,000
2,790,000	2,865,000	2,960,000	3,160,000	3,502,349	3,686,988
1,248,221	1,168,108	1,077,519	982,627	1,017,202	838,626
-	-	-	-	-	-
-	-	-	-	-	-
8,307,166	7,053,694	5,780,913	8,906,796	9,014,788	8,634,161
<u>22,415,758</u>	<u>21,597,533</u>	<u>20,366,914</u>	<u>24,284,440</u>	<u>25,028,203</u>	<u>25,250,450</u>
250,086	(89,249)	1,612,200	(1,527,144)	1,787,076	4,594,653
6,099	5,996	3,084	2,750	5,291	15,296
(2,356,099)	(2,205,996)	(2,103,084)	(2,802,750)	(2,405,291)	(2,440,296)
-	-	-	-	-	1,069,460
-	-	-	-	-	-
-	-	-	5,760,987	-	-
<u>(2,350,000)</u>	<u>(2,200,000)</u>	<u>(2,100,000)</u>	<u>2,960,987</u>	<u>(2,400,000)</u>	<u>(1,355,540)</u>
<u>\$ (2,099,914)</u>	<u>\$ (2,289,249)</u>	<u>\$ (487,800)</u>	<u>\$ 1,433,843</u>	<u>\$ (612,924)</u>	<u>\$ 3,239,113</u>
25.53%	25.55%	22.53%	24.51%	24.44%	22.64%

South Suburban Park and Recreation District
Changes in Funds Available, Enterprise Fund
Last Ten Years

(Budgetary Basis/Modified Accrual Basis)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
OPERATING REVENUE				
Golf courses	\$ 7,241,758	\$ 7,331,508	\$ 6,781,656	\$ 6,952,778
Hospitality	2,417,225	2,563,746	2,126,007	2,051,165
Ice arenas	4,454,219	4,394,406	3,912,883	3,903,876
Recreation centers	4,567,766	4,817,504	4,455,242	4,307,289
Athletics	1,870,363	1,934,761	1,975,626	1,967,210
Other recreation facilities and programs	1,144,739	1,387,220	1,415,640	1,535,602
Net investment income	270,406	133,133	24,709	13,981
Donations and Intergovernmental	53,991	80,298	566,047	237,167
Total operating revenue	<u>22,020,467</u>	<u>22,642,576</u>	<u>21,257,810</u>	<u>20,969,068</u>
OPERATING EXPENDITURES				
Golf courses	5,493,972	5,738,369	5,544,382	5,660,585
Hospitality	2,705,043	2,831,587	2,560,972	2,446,671
Ice arenas	3,516,118	3,743,008	3,423,129	3,372,855
Recreation centers	5,541,774	5,847,243	5,770,024	5,867,013
Athletics	1,397,978	1,486,139	1,480,064	1,216,241
Other recreation facilities and programs	898,350	1,048,910	1,114,863	1,112,493
Administration	1,763,054	1,899,219	1,375,488	1,684,999
Insurance	342,182	297,394	275,421	263,644
Facility and maintenance improvements	564,794	201,939	196,154	170,549
Bond/Lease interest	574,491	567,750	528,639	504,579
Bond/Lease principal	610,824	981,424	997,824	1,077,660
Total operating expenditures	<u>23,408,580</u>	<u>24,642,982</u>	<u>23,266,960</u>	<u>23,377,289</u>
EXCESS OPERATING REVENUE (UNDER)				
OPERATING EXPENDITURES	(1,388,113)	(2,000,406)	(2,009,150)	(2,408,221)
OTHER REVENUE (EXPENDITURES)				
Transfer	3,600,000	2,000,000	2,700,000	2,630,000
Capital outlay	(1,114,408)	(1,591,686)	(1,054,033)	(282,718)
Proceeds from debt	3,587,029	-	135,992	4,785,000
Payment to refunded bond escrow agent	(4,138,689)	-	-	(5,385,854)
Debt issuance cost	(78,317)	-	-	-
Other revenue (Expenditures)	<u>1,855,615</u>	<u>408,314</u>	<u>1,781,959</u>	<u>1,746,428</u>
EXCESS REVENUE OVER (UNDER)				
EXPENDITURES	467,502	(1,592,092)	(227,191)	(661,793)
FUNDS AVAILABLE - BEGINNING				
OF YEAR	<u>4,314,914</u>	<u>4,782,416</u>	<u>3,190,324</u>	<u>2,963,133</u>
FUNDS AVAILABLE - END OF YEAR	<u>\$ 4,782,416</u>	<u>\$ 3,190,324</u>	<u>\$ 2,963,133</u>	<u>\$ 2,301,340</u>

Schedule 5

2011	2012	2013	2014	2015	2016
\$ 6,709,462	\$ 7,331,874	\$ 7,171,463	\$ 7,341,574	\$ 7,409,479	\$ 7,356,744
2,018,849	2,252,027	2,361,023	2,838,683	2,950,036	2,998,054
4,001,119	4,170,718	3,797,683	4,031,192	4,342,181	4,412,661
4,294,529	4,425,600	4,464,300	4,473,204	4,496,206	4,580,889
1,981,340	2,054,250	2,144,262	2,268,276	2,199,705	2,088,220
1,483,107	1,588,644	1,574,300	1,711,717	1,656,946	1,710,785
6,818	8,303	4,936	4,103	4,985	12,500
157,569	64,848	82,402	123,008	93,518	55,996
<u>20,652,793</u>	<u>21,896,264</u>	<u>21,600,369</u>	<u>22,791,757</u>	<u>23,153,056</u>	<u>23,215,849</u>
5,530,959	5,688,468	5,800,352	5,837,631	6,115,097	6,400,270
2,481,199	2,613,007	2,625,908	3,368,877	3,485,891	3,689,576
3,427,484	3,239,964	2,816,228	2,988,741	3,019,266	3,140,442
5,823,958	5,833,170	6,045,483	5,989,875	6,196,302	6,479,062
1,219,482	1,231,852	1,292,676	1,320,798	1,318,390	1,425,851
1,108,538	1,183,636	1,108,567	1,296,808	1,172,007	1,252,408
1,709,125	1,855,339	1,856,939	1,831,402	2,113,009	2,049,629
292,726	278,695	415,082	322,502	376,663	271,144
121,927	104,596	109,819	285,556	519,485	110,046
331,655	284,655	242,258	181,881	137,228	101,030
1,145,797	1,089,714	1,045,000	1,969,861	1,073,589	670,124
<u>23,192,850</u>	<u>23,403,096</u>	<u>23,358,312</u>	<u>25,393,932</u>	<u>25,526,927</u>	<u>25,589,582</u>
(2,540,057)	(1,506,832)	(1,757,943)	(2,602,175)	(2,373,871)	(2,373,733)
2,350,000	2,200,000	2,100,000	2,800,000	2,400,000	2,425,000
(392,219)	(438,263)	(320,926)	(947,229)	(512,312)	-
-	-	106,275	649,486	352,662	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,957,781</u>	<u>1,761,737</u>	<u>1,885,349</u>	<u>2,502,257</u>	<u>2,240,350</u>	<u>2,425,000</u>
(582,276)	254,905	127,406	(99,918)	(133,521)	51,267
2,301,340	1,719,064	1,973,969	2,101,375	2,001,457	1,867,936
<u>\$ 1,719,064</u>	<u>\$ 1,973,969</u>	<u>\$ 2,101,375</u>	<u>\$ 2,001,457</u>	<u>\$ 1,867,936</u>	<u>\$ 1,919,203</u>

**South Suburban Park and Recreation District
General Fund-Operating Presentation
Last Ten Years**

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
OPERATING REVENUE				
Property taxes	\$ 9,179,549	\$10,176,460	\$10,196,280	\$10,389,420
Specific ownership taxes	1,338,639	1,250,213	1,122,018	1,099,939
Intergovernmental	348,396	218,790	264,435	224,681
Donations	28,270	50,818	88,187	45,752
Net investment income	496,485	241,423	99,070	76,260
Other	418,602	404,038	329,080	285,433
Total operating revenue	<u>11,809,941</u>	<u>12,341,742</u>	<u>12,099,070</u>	<u>12,121,485</u>
OPERATING EXPENDITURES				
Current				
Administration	790,143	622,376	669,051	787,719
Finance	293,430	312,840	225,860	221,375
MIS	181,274	171,703	160,009	168,540
Insurance	168,537	146,478	135,656	129,855
Park maintenance	(1) 5,269,268	5,819,534	5,742,951	6,185,488
South Platte Park	599,535	604,296	659,454	646,111
Preventative maintenance	327,753	309,951	357,368	363,354
Planning and construction	887,436	1,006,037	1,039,885	938,041
Hudson Gardens management fee	350,000	350,000	4,128	200,000
Total operating expenditures	<u>8,867,376</u>	<u>9,343,215</u>	<u>8,994,362</u>	<u>9,640,483</u>
EXCESS OPERATING REVENUE OVER OPERATING EXPENDITURES				
	2,942,565	2,998,527	3,104,708	2,481,002
OTHER REVENUE (EXPENDITURES)				
Capital outlay	(3,212,535)	(3,563,893)	(2,359,313)	(6,747,955)
Transfers in	89,789	38,012	16,284	9,024
Transfers (out)	(3,600,000)	(2,000,000)	(2,700,000)	(2,630,000)
Principal received-CHV	-	522,683	1,282,907	708,017
Interest income-CHV	-	471,452	416,892	59,486
Development fees	1,069,393	102,744	1,857	35,576
Intergovernmental for capital projects	1,457,460	636,745	1,708,353	748,235
Property taxes-One mill	(2) 2,026,150	2,226,838	2,246,820	2,374,345
COPS & lease principal	(910,000)	(945,000)	(990,000)	(1,035,000)
COPS & lease interest	(167,710)	(131,310)	(84,060)	(43,470)
Debt issuance cost	-	-	-	(46,741)
Proceeds from sale of assets	-	-	-	-
Proceeds from debt issuance	-	-	-	4,835,000
Total other revenue (expenditures)	<u>(3,247,453)</u>	<u>(2,641,729)</u>	<u>(460,260)</u>	<u>(1,733,483)</u>
NET CHANGE IN FUND BALANCE	(304,888)	356,798	2,644,448	747,519
FUND BALANCE-BEGINNING	4,357,153	4,052,265	4,409,063	7,053,511
FUND BALANCE-ENDING	<u>\$ 4,052,265</u>	<u>\$ 4,409,063</u>	<u>\$ 7,053,511</u>	<u>\$ 7,801,030</u>

(1) From 2012 through 2015 irrigation water cost is expended from the 2010 One Mill Fund

(2) When the One mill levy was reauthorized in 2010 for collection in 2011 a special revenue fund was established to account for the One Mill revenue.

Note: This table is presented to illustrate general fund operations over a ten year period.

Schedule 6

2011	2012	2013	2014	2015	2016
\$10,534,637	\$10,147,580	\$ 9,731,000	\$10,201,982	\$ 14,730,169	\$ 17,351,110
1,055,748	1,119,642	1,160,673	1,263,785	1,704,982	1,962,079
203,225	207,553	262,100	350,518	327,911	356,916
53,832	106,868	73,575	65,408	58,121	72,660
41,166	27,087	21,308	8,863	28,335	78,751
439,347	796,358	666,484	899,740	770,872	714,678
<u>12,327,955</u>	<u>12,405,088</u>	<u>11,915,140</u>	<u>12,790,296</u>	<u>17,620,390</u>	<u>20,536,194</u>
800,019	856,261	876,449	1,093,848	1,123,559	1,053,242
220,719	212,767	209,049	221,836	245,873	249,517
189,237	200,165	204,089	215,056	232,718	266,536
144,179	158,298	204,443	158,845	185,521	155,256
6,342,500	5,326,251	5,432,974	5,699,761	5,776,121	7,385,366
621,312	652,365	717,473	811,931	812,253	839,555
355,373	341,300	330,471	338,279	354,543	383,969
956,256	1,006,005	1,070,463	1,123,239	1,178,583	1,311,891
350,000	350,000	350,000	350,000	350,000	350,000
<u>9,979,595</u>	<u>9,103,412</u>	<u>9,395,411</u>	<u>10,012,795</u>	<u>10,259,171</u>	<u>11,995,332</u>
2,348,360	3,301,676	2,519,729	2,777,501	7,361,219	8,540,862
(6,576,184)	(3,728,850)	(3,068,037)	(6,672,589)	(6,691,589)	(4,666,541)
6,099	5,996	3,084	2,750	5,291	15,296
(2,350,000)	(2,200,000)	(2,100,000)	(2,800,000)	(2,400,000)	(2,425,000)
721,537	733,054	734,784	735,730	734,625	734,586
35,834	14,313	12,642	12,895	18,925	25,387
3,608	-	140,320	17,984	-	-
2,926,491	941,747	1,448,664	2,123,370	605,765	181,547
-	-	-	-	-	-
(385,000)	(385,000)	(400,000)	(410,000)	(622,349)	(686,988)
(138,865)	(135,725)	(123,929)	(110,977)	(283,052)	(226,876)
-	-	-	-	-	-
-	-	-	-	-	1,069,460
-	-	-	5,760,987	-	-
<u>(5,756,480)</u>	<u>(4,754,465)</u>	<u>(3,352,472)</u>	<u>(1,339,850)</u>	<u>(8,632,384)</u>	<u>(5,979,129)</u>
<u>(3,408,120)</u>	<u>(1,452,789)</u>	<u>(832,743)</u>	<u>1,437,651</u>	<u>(1,271,165)</u>	<u>2,561,733</u>
<u>10,811,728</u>	<u>7,403,608</u>	<u>5,950,819</u>	<u>5,118,076</u>	<u>6,555,727</u>	<u>5,284,562</u>
<u>\$ 7,403,608</u>	<u>\$ 5,950,819</u>	<u>\$ 5,118,076</u>	<u>\$ 6,555,727</u>	<u>\$ 5,284,562</u>	<u>\$ 7,846,295</u>

South Suburban Park and Recreation District
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Years

Collection Year	Residential	Commercial	Vacant	Public Utilities (state assessed)	Other
2007	\$ 1,116,225,287	\$ 848,389,822	\$ 49,777,014	\$ 50,727,047	\$ 4,974,769
2008	1,234,333,540	927,932,940	50,936,130	61,337,986	7,991,380
2009	1,206,751,850	943,666,850	54,627,010	59,436,680	8,787,760
2010	1,215,076,810	1,050,067,960	51,629,770	65,905,280	8,156,880
2011	1,217,302,623	1,050,067,960	51,629,770	65,905,280	8,156,880
2012	1,118,767,549	1,005,371,280	45,836,570	64,664,870	8,050,010
2013	1,090,090,951	957,822,350	50,858,670	75,768,449	8,693,710
2014	1,130,747,300	996,000,964	51,803,298	82,513,890	8,440,001
2015	1,183,134,030	969,579,334	52,373,134	82,510,600	8,532,841
2016	1,461,245,573	1,099,535,581	55,741,605	74,108,170	8,951,747

Note: Property in Colorado is reassessed every two years. Tax rates are per \$1,000 of assessed value. The assessed value of taxable property is determined by multiplying the "actual" value times an assessment ratio. The assessment ratio of residential property changes every two years based on a constitutionally mandated requirement to keep the ratio of the assessed value of commercial property to residential property at the same level as it was in the property tax year commencing January 1, 1985 (the "Gallagher Amendment"). The Gallagher Amendment requires that statewide residential assessed values must be approximately 45% of the total assessed value in the State with commercial and other assessed values making up the other 55% of the assessed values in the State. In order to maintain this 45%/55% ratio, the commercial assessment rate is established at 29% of the actual value of commercial property and residential assessment rate fluctuates. The assessment ratio of residential property by collection year was:

1995	12.86%
1996-1997	10.36%
1998-2001	9.74%
2002-2003	9.15%
2004-2016	7.96%

Sources: Douglas, Arapahoe, and Jefferson County Assessors' Offices

Schedule 7

Total Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Ratio of Total Assessed to Actual
\$ 2,070,093,939	7.008	\$ 16,971,738,647	12.20%
2,282,531,976	6.868	19,122,692,743	11.94%
2,273,270,150	6.830	19,490,831,713	11.66%
2,390,836,700	6.777	18,965,473,077	12.61%
2,393,062,513	6.869	19,127,519,426	12.51%
2,242,690,279	7.034	18,126,791,162	12.37%
2,183,234,130	6.960	19,113,613,207	11.42%
2,269,505,453	6.915	19,284,839,500	11.77%
2,296,129,939	8.808	19,496,972,734	11.78%
2,699,582,676	8.651	23,158,267,815	11.66%

South Suburban Park and Recreation District
Property Tax Rates - Sample Direct and Overlapping Governments
Last Ten Years

Taxing Entity	2007	2008	2009	2010
South Suburban Levies: (1)				
Operating	4.417	4.417	4.417	4.417
Refunds & Abatements	0.055	0.075	0.093	0.040
Open Space	1.000	1.000	1.000	1.000
Debt Service	1.536	1.376	1.320	1.320
Total South Suburban Levies	<u>7.008</u>	<u>6.868</u>	<u>6.830</u>	<u>6.777</u>
Overlapping Mill Levies: (2)				
Arapahoe County	16.083	15.217	13.147	15.672
Arapahoe County Law Enforcement	4.982	4.982	4.982	4.982
Arapahoe Library District	4.893	4.814	4.827	4.783
South Metro Fire Rescue	9.346	9.377	9.452	9.362
Cherry Creek School District No. 5	51.129	47.397	49.569	48.825
Douglas County	19.774	19.774	13.965	19.774
Douglas County Law Enforcement Authority	4.500	4.500	4.500	4.500
Douglas County Library District	4.020	4.044	4.052	4.016
Douglas County School District No. Re 1	46.500	46.500	47.103	46.983
City of Littleton	6.662	6.662	6.662	6.662
Arapahoe County School District No. 6	48.907	46.791	46.650	46.081
Park Meadows Metropolitan District	6.387	6.387	6.712	6.387
Southgate Sanitation District	0.653	0.600	0.613	0.544
Southglenn Metro District	0.000	0.000	30.000	60.000
Urban Drainage and Flood Control	0.542	0.507	0.630	0.508

(1) The District's operating tax rate may only be increased by a majority vote of the District residents. In 2014 for collection in 2015 the operating mill was approved to increase 2 mills through collection year 2024. The 2000 Open Space and Trail Improvement tax rate is set at one mill and sunset in 2010. In 2010 it was reauthorized and sunsets in 2020. The tax rates for debt service and refunds/abatements are set based on each years requirements. Tax rates are per \$1,000 of assessed valuation.

(2) Overlapping rates are those of local and county governments that apply to property owners within the District. Not all overlapping rates apply to all District property owners.

Note: This schedule sets forth sample total mill levies for randomly selected tax areas within a municipality and unincorporated portions of Arapahoe and Douglas Counties

Sources: Douglas and Arapahoe County Assessors' Offices

Schedule 8

Collection Year					
2011	2012	2013	2014	2015	2016
4.417	4.417	4.417	4.417	6.393	6.417
0.132	0.185	0.121	0.130	0.053	0.068
1.000	1.000	1.000	1.000	1.000	1.000
1.320	1.432	1.422	1.368	1.362	1.166
6.869	7.034	6.960	6.915	8.808	8.651
15.949	17.316	17.150	17.130	16.950	14.856
4.982	4.982	4.982	4.982	4.982	4.982
4.869	4.981	4.903	4.861	4.794	5.916
9.541	9.661	9.519	9.444	9.319	9.344
50.947	54.367	58.037	57.492	56.702	49.703
19.774	19.774	19.774	19.774	19.774	19.774
4.500	4.500	4.500	4.500	4.500	4.500
4.034	4.040	4.068	4.029	4.032	4.035
46.890	48.788	48.727	48.277	48.277	42.439
6.662	6.662	6.662	6.662	6.662	6.662
55.389	57.530	56.935	56.985	56.601	53.424
6.387	6.387	6.387	6.387	6.387	6.387
0.558	0.056	0.551	0.531	0.551	0.510
60.000	60.000	60.000	60.000	60.000	60.000
0.523	0.566	0.599	0.608	0.632	0.611

**South Suburban Park and Recreation District
Principal Property Taxpayers
Current Year and Ten Years Ago**

Name	Tax Category	2016 Tax Year		
		Assessed Valuation	Rank	Percentage of District's Assessed Valuation
HCA HealthOne LLC	Real Property	\$ 54,722,650	1	2.38%
Qwest Communications Inc.	Utility	32,715,100	2	1.42%
Xcel Energy	Utility	26,921,190	3	1.17%
Kaiser Foundation Hospitals	Real Property	25,568,410	4	1.11%
CS Lone Tree LLC	Real Property	22,358,070	5	0.97%
Ikea Property, Inc	Real Property	13,391,620	6	0.58%
GK Peakview Tower LLC	Real Property	12,843,230	7	0.56%
Legacy III Centennial	Real Property	11,979,900	8	0.52%
GS Centennial LLC	Real Property	11,644,080	9	0.51%
PEPF Parkridge Four LLC	Real Property	9,657,000	10	0.42%
GC Net Lease Lone Tree Investors	Real Property	-	-	-
TIAA CREF	Real Property	-	-	-
CH Realty IV/Crest Lone Tree LLC	Real Property	-	-	-
Argonaut Holdings Inc.	Real Property	-	-	-
Remington at Lone Tree	Real Property	-	-	-
Property Colorado OBJLW One	Real Property	-	-	-
FSP Greenwood Plaza LP	Real Property	-	-	-
		\$ 221,801,250		9.64%

Sources: Douglas, Arapahoe, and Jefferson County Assessors' Offices

Schedule 9

2007 Tax Year		
Assessed Valuation	Rank	Percentage of District's Assessed Valuation
\$ 35,830,550	3	1.75%
26,285,900	5	1.28%
18,085,710	7	0.88%
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
10,150,000	9	0.50%
-	-	-
-	-	-
80,994,760	1	3.95%
43,321,850	2	2.11%
28,096,080	4	1.37%
25,484,760	6	1.24%
17,400,000	8	0.85%
10,150,000	10	0.50%
\$ 295,799,610		14.43%

**South Suburban Park and Recreation District
Property Tax Levies and Collections
Last Ten Years**

Schedule 10

Collection Year	Total Levy	Total Tax Collection	Est. Outstanding Delinquent Taxes	Percentage Collected to Levy
2007	\$ 14,940,241	\$ 14,783,440	\$ 156,801	98.95%
2008	16,142,680	15,974,064	168,616	98.96%
2009	16,031,278	15,928,676	102,602	99.36%
2010	16,739,300	16,389,277	350,023	97.91%
2011	16,973,111	16,495,623	477,488	97.19%
2012	16,265,755	16,019,901	245,854	98.49%
2013	15,784,046	15,539,956	244,090	98.45%
2014	16,269,210	16,096,519	172,691	98.94%
2015	20,797,534	20,702,431	95,103	99.54%
2016	23,922,200	23,709,964	212,236	99.11%

Note: Property taxes collected in any one year includes collection of delinquent property taxes levied in prior years. Information received from County Treasurers' does not permit identification of specific year of levy.

**South Suburban Park and Recreation District
Ratios of Outstanding Debt by Type
Last Ten Years**

Governmental Activities						
Year	General Obligation Bonds	Percentage of Actual Property Value (1)	Per Capita (2)	Unamortized Premium on General Obligation Debt	Capital Lease	Certificates of Participation
2007	\$32,350,000	0.19%	\$ 230	\$ 1,291,846	\$ -	\$ 2,970,000
2008	30,395,000	0.18%	215	1,153,779	-	2,025,000
2009	28,240,000	0.15%	197	1,016,850	-	1,035,000
2010	25,910,000	0.13%	175	881,118	-	4,835,000
2011	23,505,000	0.12%	173	746,644	-	4,450,000
2012	21,025,000	0.11%	150	613,487	-	4,065,000
2013	18,465,000	0.10%	130	481,593	-	3,665,000
2014	15,715,000	0.08%	107	351,107	5,760,987	3,255,000
2015	12,835,000	0.07%	85	241,204	5,563,639	2,830,000
2016	9,835,000	0.04%	65	149,625	5,311,651	2,395,000

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements

- (1) See Schedule 7 for taxable property value data
- (2) Population and personal income data can be found in Schedule 13

Schedule 11

Business-type Activities

Revenue Bonds	Capital Lease	Certificates of Participation	Total Primary Government	Percentage of Personal Income (2)	Per Capita (2)
\$ 5,535,000	\$ 526,427	\$ 6,170,000	\$48,843,273	0.68%	\$ 347
5,015,000	390,003	5,845,000	44,823,782	0.62%	316
4,470,000	413,171	5,505,000	40,680,021	0.59%	284
3,910,000	250,511	4,785,000	40,571,629	0.57%	274
3,315,000	79,714	4,405,000	36,501,358	0.55%	268
2,690,000	-	4,020,000	32,413,487	0.48%	231
2,040,000	106,275	3,625,000	28,382,868	0.41%	199
515,000	720,900	3,215,000	29,532,994	0.40%	202
-	934,973	2,795,000	25,199,816	0.30%	168
-	694,849	2,365,000	20,751,125	0.26%	136

**South Suburban Park and Recreation District
Legal Debt Margin Information
Last Ten Years**

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Assessed Valuation	<u>\$2,070,093,939</u>	<u>\$2,282,531,976</u>	<u>\$2,273,270,150</u>	<u>\$2,390,836,700</u>
Legal Debt Margin				
Debt Limitation - 50% of the Total Valuation for Assessment per Colorado Revised Statutes, Section 32-1-1101 (6) (a)	\$1,035,046,970	\$1,141,265,988	\$1,136,635,075	\$1,195,418,350
Total General Obligation Debt	\$ 32,350,000	\$ 30,395,000	\$ 28,240,000	\$ 25,910,000
Legal Debt Margin	<u>\$1,002,696,970</u>	<u>\$1,110,870,988</u>	<u>\$1,108,395,075</u>	<u>\$1,169,508,350</u>
Total General Obligation Debt applicable to the limit as a percentage of the debt limit	3.13%	2.66%	2.48%	2.17%

Schedule 12

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<u>\$2,393,062,513</u>	<u>\$2,242,690,279</u>	<u>\$2,183,234,130</u>	<u>\$2,269,505,453</u>	<u>\$2,296,129,939</u>	<u>\$2,699,582,676</u>
\$1,196,531,257	\$1,121,345,140	\$1,091,617,065	\$1,134,752,727	\$1,148,064,970	\$1,349,791,338
\$ 23,505,000	\$ 21,025,000	\$ 18,465,000	\$ 15,715,000	\$ 12,835,000	\$ 9,835,000
<u>\$1,173,026,257</u>	<u>\$1,100,320,140</u>	<u>\$1,073,152,065</u>	<u>\$1,119,037,727</u>	<u>\$1,135,229,970</u>	<u>\$1,339,956,338</u>
1.96%	1.87%	1.69%	1.38%	1.12%	0.73%

**South Suburban Park and Recreation District
Demographic and Economic Statistics
Last Ten Years**

Schedule 13

Fiscal Year	Estimated Population	Personal Income	Per Capita Income	Arapahoe County Unemployment Rate	Douglas County Unemployment Rate
2007	140,668	\$ 7,189,963,484	\$ 51,113	4.5%	3.6%
2008	141,671	7,186,544,817	50,727	6.1%	5.1%
2009	143,359	6,950,044,320	48,480	7.2%	6.5%
2010	148,019	7,175,961,120	48,480	8.6%	7.0%
2011	136,181	6,602,054,880	48,480	7.7%	6.9%
2012	140,296	6,801,550,080	48,480	7.7%	6.3%
2013	142,547	6,997,774,777	49,091	5.7%	4.7%
2014	146,450	7,368,338,850	50,313	4.0%	3.3%
2015	150,150	8,452,544,100	56,294	3.7%	3.1%
2016	152,384	8,007,017,280	52,545	3.2%	2.8%

	<u>Median Age Group</u>
1960	25 to 34
1970	25 to 34
1980	25 to 34
1990	35 to 44
2000	35 to 44
2010	35 to 44

Source: State of Colorado, Division of Local Government, US Dept. of Labor, Bureau of Labor Statistics, US Dept of Commerce, Bureau of Economic Analysis.

**South Suburban Park and Recreation District
Principal Employers
Current Year and Ten Years Ago**

Schedule 14

Employer	2016		2007	
	Employees	Rank	Employees	Rank
Cherry Creek School District	7,800	1	7,000	1
Douglas County Schools	5,563	2	5,341	2
Comcast	4,500	3	2,200	9
Century Link (Qwest Corp.)	3,600	4	-	-
Great West Life	2,600	5	3,375	3
Raytheon Company	2,400	6	-	-
Charles Schawb	2,400	7	-	-
Littleton Public Schools	2,400	8	2,269	8
Columbia HCA Swedish	2,100	9	-	-
EchoStar Communications	2,010	10	2,700	5
First Data Corporation	-	-	3,000	4
Healthone: Sky Ridge Medical	-	-	2,450	6
Oracle Corporation	-	-	2,400	7
Arapahoe County Government	-	-	1,900	10

Note: Selected Major Employers in the South Metropolitan Area
Total employment within the District is not available.

Source: Arapahoe and Douglas County CAFR

**South Suburban Park and Recreation District
Full Time Equivalents District Government Employees by Function
Last Ten Years**

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Government				
Administration	5.09	5.08	4.98	5.52
Finance	9.21	8.94	8.90	8.79
Communications	4.88	4.97	4.27	3.89
MIS	6.09	5.71	5.05	5.00
HR	4.06	4.13	3.68	3.80
Parks & open space	79.93	86.84	83.40	82.89
South Platte Park	11.34	11.75	12.31	12.06
Planning and preventative maintenance	19.67	20.94	21.75	20.89
Golf (1)	128.84	127.93	116.99	119.74
Hospitality (1)	-	-	-	-
Ice arenas	65.83	68.68	58.95	56.39
Recreation centers	132.83	134.71	129.57	126.95
Athletics (2)	16.58	13.89	12.01	10.87
Other recreation facilities and programs	17.89	20.69	23.99	22.76
Total	<u>502.24</u>	<u>514.26</u>	<u>485.85</u>	<u>479.55</u>

(1) In 2014 the District began accounting for the new Hospitality Department separately from the Golf Department

(2) In 2011 officials were made employees instead of independent contractors.

Source: Payroll Department

Schedule 15

2011	2012	2013	2014	2015	2016
5.00	5.01	5.24	5.18	4.61	5.90
8.22	8.07	7.75	8.12	7.72	7.40
3.69	3.87	4.28	5.24	5.00	5.00
5.41	6.06	6.05	5.65	6.07	6.54
3.79	3.73	4.48	5.40	6.20	5.85
82.98	80.67	81.26	83.06	76.28	73.48
11.62	11.73	12.25	14.29	13.34	12.85
19.93	19.40	19.65	20.62	19.56	20.12
116.72	126.76	124.23	79.77	79.18	76.95
-	-	-	56.20	53.90	52.29
56.57	40.98	41.30	35.92	42.39	42.63
124.54	121.86	125.21	131.75	117.74	117.43
20.48	19.13	18.60	17.87	19.72	20.75
20.39	19.86	18.73	17.78	18.37	18.22
<u>479.34</u>	<u>467.13</u>	<u>469.03</u>	<u>486.85</u>	<u>470.08</u>	<u>465.41</u>

**South Suburban Park and Recreation District
Registration and Attendance Report
Last Ten Years**

	2007	2008	2009	2010
Rounds of golf	185,926	186,962	178,756	183,166
Ice arenas	173,635	128,297	118,423	119,247
Recreation centers	1,007,696	1,054,931	1,116,603	1,125,594
Athletics	47,109	37,810	35,670	41,340
Other recreation facilities and programs	119,242	141,585	153,410	172,793
Total	<u>1,533,608</u>	<u>1,549,585</u>	<u>1,602,862</u>	<u>1,642,140</u>

Source: District Records

Schedule 16

2011	2012	2013	2014	2015	2016
162,855	180,874	174,824	176,404	167,039	166,212
121,913	119,574	120,214	164,555	191,993	214,465
1,156,473	1,174,288	1,146,589	1,091,508	1,101,238	1,101,165
27,343	34,257	36,884	34,253	36,716	37,569
176,018	193,957	196,541	200,236	186,894	192,960
<u>1,644,602</u>	<u>1,702,950</u>	<u>1,675,052</u>	<u>1,666,956</u>	<u>1,683,880</u>	<u>1,712,371</u>

**South Suburban Park and Recreation District
Capital Asset Statistics
Last Ten Years**

Schedule 17

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Developed Parks (acres)	1,429	1,436	1,447	1,456	1,460	1,461	1,461	1,447	1,447	1,449
Natural Areas (acres)	1,997	2,002	2,011	2,016	2,016	2,021	2,021	2,021	2,021	2,022
Undeveloped Land (acres)	338	338	340	340	340	341	348	348	348	348
Playgrounds	56	56	58	59	60	60	60	60	61	62
Trails (miles)	81	81	82	82	84	84	88	88	89	89
Nature Center	1	1	1	1	1	1	1	1	1	1
Recreation Centers	4	4	4	4	4	4	4	4	4	4
Indoor Swimming Pools	4	4	4	3	3	3	3	3	3	3
Outdoor Swimming Pools	4	4	4	4	4	4	4	4	4	4
Spray ground	1	1	2	2	2	2	2	2	2	2
Miniature Golf Courses	3	3	3	3	3	3	3	3	3	3
Ice Arena (Sheets)	4	4	4	4	4	4	4	4	4	4
In-line Hockey Rink	2	2	2	2	2	2	2	2	2	2
Skate Park	4	4	4	4	4	4	4	4	4	4
Indoor Sports Dome	1	1	1	1	1	1	1	1	1	1
Batting Cage Facility	1	1	1	1	1	1	1	1	1	1
Entertainment Arcade	1	1	1	1	1	1	1	1	1	1
BMX Cycling Track	1	1	1	1	1	1	1	1	1	1
Athletic Fields - Natural Turf	106	106	106	115	115	115	115	115	115	115
Athletic Fields - Artificial Turf	3	4	4	4	4	5	5	5	5	5
Outdoor Tennis Courts	58	58	60	47	47	49	44	44	44	44
Indoor Tennis Courts	6	6	6	6	6	6	6	6	6	6
Baseball Fields- Natural Turf	97	97	98	94	94	94	94	94	94	94
Baseball Fields - Artificial Turf	1	1	1	1	1	1	1	1	1	1
Golf Courses	4	4	4	4	4	4	4	4	4	4
Heated Driving Range	1	1	1	1	1	1	1	1	1	1
Pickleball Courts	-	-	-	-	-	-	-	-	6	6

Source: Parks and Planning Departments