Town of Julesburg, Colorado

Financial Statements

For the Year ended December 31, 2016

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Independent Auditors' Report

To the Honorable Mayor and Members of Town Council
Town of Julesburg
Julesburg, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Julesburg (the Town) as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows 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, budgetary comparison information and historical pension information listed in the table of contents 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 Town's basic financial statements. The other supplementary information and the local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and the local highway finance report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and the local highway finance report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
July 5, 2017

MANAGEMENT DISCUSSION AND ANALYSIS

This section of the Town of Julesburg, Colorado's annual financial report presents the discussion and analysis of the financial performance for the fiscal year that ended December 31, 2016.

FINANCIAL HIGHLIGHTS

- The Town of Julesburg remains in good financial condition.
- The assets of the Town of Julesburg exceeded its liabilities at the close of 2016 by $8,939,900 (net position). Of this amount $2,348,764 or 26% is unrestricted and may be used to meet the Town's ongoing obligations to citizens and creditors.
- During the year, the Town's revenue from taxes and other revenues for governmental programs were less than the expenses by $637,057.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town of Julesburg's basic financial statements. The Town of Julesburg's basic financial statements are comprised of three components:

- Government-wide financial statements
- Fund financial statements.
- 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 statements report information about the Town as a whole using accounting methods similar to those used by private-sector companies.

The **statement of net position** presents information on all of the Town of Julesburg's assets and liabilities, with the difference between the two 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 Town of Julesburg is improving or deteriorating.

The **statement of activities** presents information showing how the Town of Julesburg's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses reported in this statement for some items will result in cash flows in future fiscal periods (e.g., uncollected taxes.)

The government-wide financial statements of the Town are divided into two categories:

- **Governmental activities.** Most of the Town' basic services are included here, such as the fire, public works, parks, recreation, and general administration. Property tax, franchise tax, intergovernmental revenue and charges for services finance most of these activities.
- **Business-type activities.** The Town charges fees to customers to recover most of the costs of certain services provided. The Town's electric, water, sewer and sanitation systems are included here.

The government-wide financial statements can be found starting on page 10 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law, however, the Board of Trustees has established other funds to help control and manage money for particular purposes or to show that it is properly using certain revenue (the Conservation Trust and Capital Improvement Funds). All of the funds of the Town of Julesburg can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end are available for spending. The funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statement provides a detailed, short-term view to cash, the governmental fund operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information at the bottom of the governmental funds statement is provided, or on the subsequent page, that explains the relationship (or differences) between them.

The basic governmental fund financial statements can be found starting on page 14 of this report.

Proprietary funds. When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, 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. The Town's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

The basic proprietary fund financial statements can be found starting on page 18 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. These activities are excluded from the Town's other financial statements because the Town cannot use these assets to finance operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purpose.

The basic fiduciary fund financial statements can be found starting on page 28 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 30 of this report.

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town of Julesburg, assets exceed liabilities by $8,939,900 at the close of 2016.

Net Position

Combined net position of the Town of Julesburg as of December 31, 2016 and 2015 are shown in Table 1 below.

Table 1
NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	$ 1,735,400	$ 1,644,320	$ 2,006,506	$ 1,938,720	$ 3,741,906	$ 3,583,040
Capital assets	1,950,339	1,979,270	5,271,724	5,122,913	7,222,063	7,102,183
Total assets	3,685,739	3,623,590	7,278,230	7,061,633	10,963,969	10,685,223
Deferred outflows of resources	3,500	3,500	-	-	3,500	3,500
Total assets and deferred outflows of resources	$ 3,689,239	$ 3,627,090	$ 7,278,230	$ 7,061,633	$ 10,967,469	$ 10,688,723
Long-term debt outstanding	$ 240,194	$ 231,898	$ 1,071,971	$ 1,171,312	$ 1,312,165	$ 1,403,210
Other liabilities	116,570	355,188	305,563	336,157	422,133	691,345
Total liabilities	356,764	587,086	1,377,534	1,507,469	1,734,298	2,094,555
Deferred inflows of resources	293,271	291,325	-	-	293,271	291,325
Net position:						
Net investment in capital assets	1,950,339	1,979,270	4,072,577	3,821,048	6,022,916	5,800,318
Restricted	528,231	435,727	39,989	39,748	568,220	475,475
Unrestricted	560,634	333,682	1,788,130	1,693,368	2,348,764	2,027,050
Total net position	3,039,204	2,748,679	5,900,696	5,554,164	8,939,900	8,302,843
Total liabilities, deferred inflows of resources and net position	$ 3,689,239	$ 3,627,090	$ 7,278,230	$ 7,061,633	$ 10,967,469	$ 10,688,723

The largest portion of the Town of Julesburg's net position, 67%, reflects its investment in capital assets (land, buildings and equipment). The Town of Julesburg uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. In addition, a portion of the Town of Julesburg's net position, 6%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, 27%, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of 2016, the Town of Julesburg is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

Changes in net position

The Town's total revenue of $3,333,967 was more than program expenses of $2,696,910 for an increase in net position of $637,057.

Table 2 shows the summarized revenues and expenses for 2016 and 2015.

Table 2
CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Program revenues						
Charges for services	$ 75,370	$ 66,457	$ 1,847,399	$ 1,777,882	$ 1,922,769	$ 1,844,339
Operating grants and contributions	204,876	292,881	-	-	204,876	292,881
Capital grants and contributions	-	-	-	10,000	-	10,000
General revenues						
Property taxes	290,237	275,394	-	-	290,237	275,394
Sales and use taxes	128,562	127,503	-	-	128,562	127,503
Specific ownership taxes	32,467	33,013	-	-	32,467	33,013
Franchise taxes	17,766	20,497	-	-	17,766	20,497
Other taxes	5,235	12,302	-	-	5,235	12,302
Interest earnings	5,564	3,408	11,742	7,404	17,306	10,812
Sale of assets	-	-	-	13,000	-	13,000
Miscellaneous	332,298	32,137	382,451	272,479	714,749	304,616
Transfers	-	(42,700)	-	42,700	-	-
Total revenues	1,092,375	820,892	2,241,592	2,123,465	3,333,967	2,944,357
Program expenses						
General government	221,287	192,777	-	-	221,287	192,777
Public safety	124,829	125,603	-	-	124,829	125,603
Public works	182,913	519,732	-	-	182,913	519,732
Culture and recreation	272,821	255,698	-	-	272,821	255,698
Electric services	-	-	1,147,101	1,145,444	1,147,101	1,145,444
Water services	-	-	370,350	374,614	370,350	374,614
Sewer services	-	-	232,522	223,901	232,522	223,901
Sanitation services	-	-	145,087	137,293	145,087	137,293
Total expenses	801,850	1,093,810	1,895,060	1,881,252	2,696,910	2,975,062
Change in net position	290,525	(272,918)	346,532	242,213	637,057	(30,705)
Net position at beginning of year	2,748,679	3,021,597	5,554,164	5,311,951	8,302,843	8,333,548
Net position at end of year	$ 3,039,204	$ 2,748,679	$ 5,900,696	$ 5,554,164	$ 8,939,900	$ 8,302,843

Governmental Activities

Revenue for the Town's governmental activities totaled $1,092,375 for 2016. Tax revenue produced 43% of these revenues. Tax revenue includes property taxes, sales and use taxes, specific ownership taxes, franchise taxes and other taxes.

Table 3
GOVERNMENTAL ACTIVITIES

	Total cost of services		Net cost of services	
	2016	2015	2016	2015
General government	$ 221,287	$ 192,777	$ 189,327	$ 149,195
Public safety	124,829	125,603	124,829	125,603
Public works	182,913	519,732	81,667	300,117
Culture and recreation	272,821	255,698	125,781	159,557

Table 3 presents the cost and revenue of each of the Town's four largest programs – general government, public safety, public works, and culture recreation – as well as each program's *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

Business-type Activities

Net position in business-type activities increased by $346,532 in 2016. Business-type activities include electric, water, sewer and sanitation services.

Table 4
BUSINESS-TYPE ACTIVITIES

	Total cost of services		Net cost of services	
	2016	2015	2016	2015
Electric services	$ 1,147,101	$ 1,145,444	$ 108,652	$ 127,009
Water services	370,350	374,614	(12,034)	13,885
Sewer services	232,522	223,901	(2,664)	6,397
Sanitation services	145,087	137,293	(46,293)	(53,921)

Table 4, above, presents the cost and revenue of each of the Town's business-type activities – electric, water, sewer, and sanitation – as well as the program *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

THE TOWN'S FUNDS

As the Town completed the year, its governmental funds (as presented in the balance sheet on page 14) reported a combined fund balance of $1,319,965. The general fund, capital improvement fund and other governmental funds reported fund balances of $809,734, $432,411, and $77,820 respectively.

General Fund Budgetary Highlights

For the third consecutive year, the Town of Julesburg has had to perform repairs to the utilities buried under the South Platte River. In 2013, our State suffered serious flooding and it changed the course of the river and we have had issues arise since then.

The infrastructure improvements for the five blocks in our downtown business district continue to be reviewed and financing options discussed by the Board of Trustees. Over the past two years, we were able to obtain grants to have the engineering for these improvements completed.

CAPITAL ASSETS AND DEBT ADMINSTRATION

Capital Assets. The Town of Julesburg's investment in capital assets for its governmental and business-type activities as of December 31, 2016, amounts to $7,222,063 (net of accumulated depreciation). This amount includes a broad range of capital assets, including public works equipment, electric, water, sewer, sanitation and other infrastructure.

The Town remains committed to the upkeep and maintenance of the Town's largest assets. More detailed information about the Town's capital assets is presented in Table 5.

Table 5
CAPITAL ASSETS

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land and land improvements	$ 1,086,323	$ 1,117,867	$ 23,250	$ 23,250	$ 1,109,573	$ 1,141,117
Buildings and improvements	754,749	800,862	2,614	2,710	757,363	803,572
Machinery and equipment	109,267	60,541	432,101	297,303	541,368	357,844
Systems	-	-	4,813,759	4,799,650	4,813,759	4,799,650
Total	$ 1,950,339	$ 1,979,270	$ 5,271,724	$ 5,122,913	$ 7,222,063	$ 7,102,183

Long-term debt. The Town had $1,466,036 in debt outstanding at year-end consisting of accrued compensated absences, outstanding notes payable and the net pension liability. This debt incumbency was incurred by the Town in an effort to meet the State of Colorado's water and wastewater permit requirements. A water treatment plant was installed and put on line in 2001 to meet the nitrate regulations required within the Safe Water Drinking Act and in 2003 the existing wastewater lagoon system was replaced with a mechanical treatment plant to meet the State's wastewater organics (BOD) removal standards. Total construction costs incurred were approximately $2,500,000 and $1,700,000, respectfully.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Town of Julesburg remains in good financial position. The Town was able to finish the repairs to the electric power plant and the majority of these repair costs were covered by our insurance carrier. This insurance claim was closed by the insurance carrier. We did open a new insurance claim – in June 2016, the Town experienced a severe hail storm. Multiple buildings received substantial damage. The insurance carrier will reimburse for the repairs caused by the storm. We have received bids for the necessary repairs and the contractors have been contacted to begin work.

At the end of 2016, one of the water wells failed and will have to be re-drilled. In April 2017, the re-drill of the well began and the Town transferred $100,000 into the water fund to offset the costs of this project.

In January 2017, the Board of Trustees approved a utility rate increase for all utilities. Electric rates increased by $.01 per Kw, water and wastewater increased on usage on all tiers and sanitation rates increased about $.50 per month on residential properties and 2.50% for commercial properties.

The Julesburg Volunteer Fire Department and the Julesburg Rural Fire District will begin to equally contribute to the Firemen's Pension Fund beginning in 2017. The Julesburg Volunteer Fire Department had been contributing the majority of the contribution into this fund.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the funds and assets it receives. If you have questions about this report, or should you need additional financial information, contact Town of Julesburg, 100 West Second Street, Julesburg, Colorado, 80737.

Basic Financial Statements

The basic financial statements of the Town include the following:

Government-wide financial statements. The government-wide statements display information about the reporting government as a whole, except for its fiduciary activities.

Fund financial statements. The fund financial statements display information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds.

Notes to the financial statements. The notes communicate information essential for fair presentation of the financial statements that is not displayed on the face of the financial statements. As such, the notes are an integral part of the basic financial statements.

TOWN OF JULESBURG, COLORADO
Statement of Net Position
December 31, 2016

	Governmental Activities	Business-type Activities	Total
Assets			
Cash	$ 609,269	$ 851,046	$ 1,460,315
Cash with county treasurer	3,411		3,411
Certificates of deposit	537,066	1,074,887	1,611,953
Receivables	338,830	207,148	545,978
Internal balances	246,824	(246,824)	-
Inventories		80,260	80,260
Restricted cash		39,989	39,989
Capital assets, net of depreciation	1,950,339	5,271,724	7,222,063
Total assets	3,685,739	7,278,230	10,963,969
Deferred outflows of resources			
Pension deferrals	3,500		3,500
Total assets and deferred outflows of resources	$ 3,689,239	$ 7,278,230	$ 10,967,469
Liabilities			
Accounts payable	$ 39,897	$ 118,580	$ 158,477
Accrued interest and fiscal charges		16,247	16,247
Unearned revenue	76,673	16,865	93,538
Noncurrent liabilities			
Due within one year		153,871	153,871
Due in more than one year	240,194	1,071,971	1,312,165
Total liabilities	356,764	1,377,534	1,734,298
Deferred inflows of resources			
Deferred property tax revenues	293,271		293,271
Total deferred inflows of resources	293,271	-	293,271
Net position			
Net investment in capital assets	1,950,339	4,072,577	6,022,916
Restricted for emergencies	18,000		18,000
Restricted for capital improvements	432,411		432,411
Restricted for culture and recreation	77,820		77,820
Restricted for note reserve		39,989	39,989
Unrestricted	560,634	1,788,130	2,348,764
Total net position	3,039,204	5,900,696	8,939,900
Total liabilities, deferred inflows of resources and net position	$ 3,689,239	$ 7,278,230	$ 10,967,469

The accompanying notes are an integral part of these financial statements.

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TOWN OF JULESBURG, COLORADO
Statement of Activities
For the Year Ended December 31, 2016

	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental activities				
General government	$ 221,287	$ 31,960		
Public safety	124,829			
Public works	182,913	17,887	$ 83,359	
Culture and recreation	272,821	25,523	121,517	
Total governmental activities	801,850	75,370	204,876	$ -
Business-type activities				
Electric	1,147,101	1,038,449		
Water	370,350	382,384		
Sewer	232,522	235,186		
Sanitation	145,087	191,380		
Total business-type activities	1,895,060	1,847,399	-	-
Total	$ 2,696,910	$ 1,922,769	$ 204,876	$ -

General revenues
Taxes
Property taxes, levied for general purposes
Sales and use taxes
Specific ownership taxes
Franchise taxes
Other taxes
Interest earnings
Miscellaneous

Total general revenues

Change in net position

Net position at beginning of year

Net position at end of year

The accompanying notes are an integral part of these financial statements.

Net (Expenses) Revenues and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
$ (189,327)		$ (189,327)
(124,829)		(124,829)
(81,667)		(81,667)
(125,781)		(125,781)
(521,604)		(521,604)
	$ (108,652)	(108,652)
	12,034	12,034
	2,664	2,664
	46,293	46,293
	(47,661)	(47,661)
(521,604)	(47,661)	(569,265)
290,237		290,237
128,562		128,562
32,467		32,467
17,766		17,766
5,235		5,235
5,564	11,742	17,306
332,298	382,451	714,749
812,129	394,193	1,206,322
290,525	346,532	637,057
2,748,679	5,554,164	8,302,843
$ 3,039,204	$ 5,900,696	$ 8,939,900

TOWN OF JULESBURG, COLORADO
Balance Sheet
Governmental Funds
December 31, 2016

	General Fund	Capital Improvement Fund	Other Governmental Fund	Total Governmental Funds
Assets				
Cash	$ 478,891	$ 52,558	$ 77,820	$ 609,269
Cash with county treasurer	3,411			3,411
Certificates of deposit	171,082	365,984		537,066
Due from other funds	250,215			250,215
Property taxes receivable	293,271			293,271
Special assessments receivable	2,740			2,740
Other taxes receivable	25,559	17,260		42,819
Total assets	$ 1,225,169	$ 435,802	$ 77,820	$ 1,738,791
Liabilities				
Accounts payable	$ 39,897			$ 39,897
Due to other funds		$ 3,391		3,391
Unearned revenues	82,267			82,267
Total liabilities	122,164	3,391	$ -	125,555
Deferred inflows of resources				
Deferred property tax revenues	293,271			293,271
Total deferred inflows of resources	293,271	-	-	293,271
Fund balance				
Restricted for:				
Emergencies	18,000			18,000
Capital improvements		432,411		432,411
Culture and recreation			77,820	77,820
Unrestricted	791,734			791,734
Total fund balance	809,734	432,411	77,820	1,319,965
Total liabilities, deferred inflows of resources, and fund balance	$ 1,225,169	$ 435,802	$ 77,820	$ 1,738,791

The accompanying notes are an integral part of these financial statements.

TOWN OF JULESBURG
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
December 31, 2016

Amounts reported for governmental activities in the statement of net position are different because:	
Total fund balance - governmental funds	$ 1,319,965
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	1,950,339
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.	5,594
Pension deferrals used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	3,500
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(240,194)
Net position of governmental activities	$ 3,039,204

The accompanying notes are an integral part of these financial statements.

TOWN OF JULESBURG, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2016

	General Fund	Capital Improvement Fund	Other Governmental Fund	Total Governmental Funds
Revenues				
Taxes	$ 343,783	$ 128,562		$ 472,345
Licenses and permits	14,601			14,601
Intergovernmental	85,281		$ 13,301	98,582
Charges for services	47,933			47,933
Fines and forfeitures	1,900			1,900
Miscellaneous	452,874	976	424	454,274
Total revenues	946,372	129,538	13,725	1,089,635
Expenditures				
Current				
General government	219,911			219,911
Public safety	98,534			98,534
Public works	129,414			129,414
Culture and recreation	281,005			281,005
Capital outlay		35,759		35,759
Total expenditures	728,864	35,759	-	764,623
Excess of revenues over (under) expenditures	217,508	93,779	13,725	325,012
Fund balance at beginning of year	592,226	338,632	64,095	994,953
Fund balance at end of year	$ 809,734	$ 432,411	$ 77,820	$ 1,319,965

The accompanying notes are an integral part of these financial statements.

TOWN OF JULESBURG
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2016

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - governmental funds	$ 325,012
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which depreciation exceeded capital outlay in the current period.	(28,930)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	2,740
In the statement of activities, certain operating expenses are measured by the amount incurred during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).	(8,297)
Change in net position of governmental activities	$ 290,525

The accompanying notes are an integral part of these financial statements.

TOWN OF JULESBURG, COLORADO
Statement of Net Position
Proprietary Funds
December 31, 2016

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Assets				
Current assets				
Cash	$ 96,165	$ 440,769		$ 196,817
Certificate of deposits	551,363	114,071	$ 409,453	
Accounts receivable	126,194	29,893	28,442	22,619
Inventories	46,756	28,407	1,464	3,633
Total current assets	820,478	613,140	439,359	223,069
Noncurrent assets				
Land and improvements		23,250		
Buildings and improvements	141,264	49,050		5,887
Machinery and equipment	125,877	49,537	46,896	498,111
Furniture and fixtures	63			
Systems	1,829,143	3,439,014	3,213,165	
Accumulated depreciation	(1,332,175)	(1,719,549)	(1,024,655)	(87,082)
Restricted cash		39,989		
Total noncurrent assets	764,172	1,881,291	2,235,406	416,916
Total assets	$ 1,584,650	$ 2,494,431	$ 2,674,765	$ 639,985

The accompanying notes are an integral part of these financial statements.

Total	Governmental Activities - Internal Service Funds
$ 733,751	$ 117,295
1,074,887	
207,148	
80,260	
2,096,046	117,295
23,250	
196,201	
720,421	340,555
63	
8,481,322	
(4,163,461)	(326,627)
39,989	
5,297,785	13,928
$ 7,393,831	$ 131,223

(continued)

TOWN OF JULESBURG, COLORADO
Statement of Net Position
Proprietary Funds
December 31, 2016

(continued)

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Liabilities				
Current liabilities				
Accounts payable	$ 89,325	$ 12,667	$ 8,086	$ 8,502
Accrued interest payable		10,219	2,073	
Accrued administration fees		3,955		
Due to other funds		22,408	224,416	
Unearned revenue		16,865		
Current portion of notes payable		73,113	46,841	
Current portion of lease payable				33,917
Total current liabilities	89,325	139,227	281,416	42,419
Noncurrent liabilities				
Accrued compensated absences	7,147	7,166	1,930	10,452
Notes payable		663,156	264,166	
Capital lease payable				117,954
Total noncurrent liabilities	7,147	670,322	266,096	128,406
Total liabilities	96,472	809,549	547,512	170,825
Net position				
Net investment in capital assets	764,172	1,105,033	1,924,399	265,045
Restricted for note reserve		39,989		
Unrestricted	724,006	539,860	202,854	204,115
Total net position	1,488,178	1,684,882	2,127,253	469,160
Total liabilities and net position	$ 1,584,650	$ 2,494,431	$ 2,674,765	$ 639,985

The accompanying notes are an integral part of these financial statements.

Total	Governmental Activities - Internal Service Funds
$ 118,580	
12,292	
3,955	
246,824	
16,865	
119,954	
33,917	
552,387	$ -
26,695	
927,322	
117,954	
1,071,971	-
1,624,358	-
4,058,649	13,928
39,989	
1,670,835	117,295
5,769,473	131,223
$ 7,393,831	$ 131,223

Total net position - enterprise funds	$ 5,769,473
Some amounts reported for business-type activities in the statement of net assets are different because certain internal service fund assets and liabilities are included with business-type activities.	131,223
Net position of business-type activities	$ 5,900,696

TOWN OF JULESBURG, COLORADO
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2016

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Operating revenues				
Charges for services	$ 1,038,449	$ 325,943	$ 235,186	$ 191,380
Operating expenses				
Systems operation	1,005,041	156,524	114,363	106,919
Administrative and general	129,238	84,429	41,680	23,009
Depreciation and amortization	23,855	95,925	65,743	14,005
Total operating expenses	1,158,134	336,878	221,786	143,933
Operating income (loss)	(119,685)	(10,935)	13,400	47,447
Nonoperating revenues (expenses)				
Interest on investments	3,266	5,447	1,939	
Water tower lease		56,441		
Contributions				
Miscellaneous revenue	42,687	14,324	9,103	
Insurance proceeds	203,829	105,969		
Interest and fiscal charges		(36,229)	(13,495)	(3,913)
Total nonoperating revenues (expenses)	249,782	145,952	(2,453)	(3,913)
Income before transfers	130,097	135,017	10,947	43,534
Transfers in				87,000
Transfers out				
Change in net position	130,097	135,017	10,947	130,534
Net position at beginning of year	1,358,081	1,549,865	2,116,306	338,626
Net position at end of year	$ 1,488,178	$ 1,684,882	$ 2,127,253	$ 469,160

The accompanying notes are an integral part of these financial statements.

Total	Governmental Activities - Internal Service Funds
$ 1,790,958	$ 35,000
1,382,847	
278,356	
199,528	15,692
1,860,731	15,692
(69,773)	19,308
10,652	1,090
56,441	
-	6,539
66,114	
309,798	
(53,637)	
389,368	7,629
319,595	26,937
87,000	
-	(87,000)
406,595	(60,063)
5,362,878	191,286
$ 5,769,473	$ 131,223

Net change in net position - enterprise funds	$ 406,595
Some amounts reported for business-type activities in the statement of activities are different because the net revenue of the internal service fund is reported with business-type activities.	(60,063)
Change in net position of business-type activities	$ 346,532

TOWN OF JULESBURG, COLORADO
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2016

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Cash flows from operating activities				
Receipts from customers	$ 1,034,631	$ 322,582	$ 232,685	$ 191,516
Receipts from (payments to) other funds	(163,171)	(119,377)	(30,260)	176,171
Payments to suppliers	(1,054,508)	(156,846)	(87,572)	(82,401)
Payments to employees	(104,465)	(77,445)	(65,138)	(46,277)
Net cash provided (used) by operating activities	(287,513)	(31,086)	49,715	239,009
Cash flows from noncapital financing activities				
Transfers from other funds				87,000
Miscellaneous receipts	364,838	176,734	9,103	
Net cash provided (used) by noncapital financing activities	364,838	176,734	9,103	87,000
Cash flows from capital and related financing activities				
Purchase of capital assets	(181,310)	(17,908)		(164,814)
Proceeds from long-term debt				155,000
Principal paid on capital debt		(72,613)	(45,022)	(140,083)
Interest and fiscal charges		(36,463)	(13,796)	(3,913)
Net cash used by capital and related financing activities	(181,310)	(126,984)	(58,818)	(153,810)
Cash flows from investing activities				
Earnings on investments		4,907		
Proceeds from sale of investments	627,487			
Purchase of investments	(427,487)			
Net cash provided by investing activities	200,000	4,907	-	-
Net increase (decrease) in cash	96,015	23,571	-	172,199
Cash at beginning of year	150	457,187	-	24,618
Cash at end of year	$ 96,165	$ 480,758	$ -	$ 196,817

The accompanying notes are an integral part of these financial statements.

Total	Governmental Activities - Internal Service Funds
$ 1,781,414	$ 35,000
(136,637)	(13,000)
(1,381,327)	
(293,325)	
(29,875)	22,000
87,000	(87,000)
550,675	6,539
637,675	(80,461)
(364,032)	
155,000	
(257,718)	
(54,172)	
(520,922)	-
4,907	1,090
627,487	
(427,487)	
204,907	1,090
291,785	(57,371)
481,955	174,666
$ 773,740	$ 117,295

(continued)

TOWN OF JULESBURG, COLORADO
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2016

(continued)

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Reconciliation of operating income (loss) to net cash provided (used) by operating activities				
Operating income (loss)	$ (119,685)	$ (10,935)	$ 13,400	$ 47,447
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation and amortization	23,855	95,925	65,743	14,005
Changes in assets and liabilities				
Receivables	(3,818)	(3,968)	(2,501)	136
Interfund items	(163,171)	(119,377)	(30,260)	176,171
Inventory	11,230	1,526	74	1,009
Accounts payable	(33,194)	4,967	2,831	(883)
Accrued administrative fees		(95)		
Unearned revenue		607		
Compensated absences	(2,730)	264	428	1,124
Net cash provided (used) by operating activities	$ (287,513)	$ (31,086)	$ 49,715	$ 239,009
Cash consists of:				
Cash	$ 96,165	$ 440,769		$ 196,817
Restricted cash		39,989		
Total	$ 96,165	$ 480,758	$ -	$ 196,817

The accompanying notes are an integral part of these financial statements.

Total	Governmental Activities - Internal Service Funds
$ (69,773)	$ 19,308
199,528	15,692
(10,151)	
(136,637)	(13,000)
13,839	
(26,279)	
(95)	
607	
(914)	
$ (29,875)	$ 22,000
$ 733,751	$ 117,295
39,989	
$ 773,740	$ 117,295

TOWN OF JULESBURG, COLORADO
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2016

		Pension Trust Funds
Assets		
Cash	$	8,112
Certificate of deposit		18,216
Total assets	$	26,328
Net position		
Restricted for pensions	$	26,328
Total net position	$	26,328

The accompanying notes are an integral part of these financial statements.

TOWN OF JULESBURG, COLORADO
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2016

	Pension Trust Funds
Additions	
Contributions	
Rural	$ 3,500
Town	3,500
State	3,150
Total contributions	10,150
Investment income	
Interest on investments	113
Total additions	10,263
Deductions	
Pension benefits	9,900
Total deductions	9,900
Change in net position	363
Net position restricted for pensions	
Beginning of year	25,965
End of year	$ 26,328

The accompanying notes are an integral part of these financial statements.

Note A – Summary of significant accounting policies

This summary of the Town of Julesburg's significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The more significant of the Town's accounting policies are described below.

A.1 – Reporting entity

The financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The reporting entity's financial statements should present the funds of the primary government (including its blended component units, which are, in substance, part of the primary government) and provide an overview of the discretely presented component units.

The Town has examined other entities that could be included as defined in number 2 and 3 above. Based on these criteria, the Town has no component units.

A.2 – Fund accounting

The Town uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Note A – Summary of significant accounting policies (Continued)

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked funds (special revenue funds), major capital projects (capital projects fund), and the servicing of general long-term debt (debt service fund). The following are the Town's major governmental funds:

General Fund – The General Fund is the operating fund of the Town. It is used to account for most of the day-to-day operations of the Town which are financed from sales and use taxes, property taxes and other general revenues. Activities financed by the general fund include those of line and staff departments within the Town, except for activities of the enterprise funds.

Capital Improvement Fund – This fund is a special revenue fund established to account for funds received from a Town imposed sales tax and capital expenditures made from those funds.

The following is the Town's nonmajor governmental fund:

Conservation Trust Fund – This fund is a special revenue fund established to account for state lottery proceeds and allowable expenditures.

Proprietary funds focus on the determination of the changes in net position, financial position and cash flows and are classified as either enterprise or internal service. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the Town's major proprietary funds:

Electric Fund – This fund was established to account for all operations of the electric utility services provided by the Town.

Water Fund – This fund was established to account for all operations of the water utility services provided by the Town.

Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the Town.

Sanitation Fund – This fund was established to account for all operations of the sanitation utility services provided by the Town.

Fiduciary funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the Town under a trust agreement for individuals, private organizations or other governments and are therefore not available to support the Town's own programs. The Town has one pension trust fund.

Note A – Summary of significant accounting policies (Continued)

Additionally, the Town reports the following fund type:

Internal Service Fund – This fund accounts for capital equipment management services provided to other departments or agencies of the Town on a cost-reimbursement basis.

Note A.3 – Basis of presentation

Government-wide financial statements – The statement of net position and the statement of activities display information about the Town as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of the Town that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the Town and for each function or program of the Town's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Town, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Town.

Fund financial statements – Fund financial statements report detailed information about the Town. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

<u>Note A – Summary of significant accounting policies</u> (Continued)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources management focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balance, which reports the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the statement of net position. The statement of revenues, expenses and changes in fund net position presents increases (revenues) and decreases (expenses) in net total assets. The statement of cash flows provides information about how the Town finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds focus on net position and are reported using accounting principles similar to proprietary funds. The Town's fiduciary funds are presented in the fiduciary fund financial statements by fund type. Since by definition these assets are being held for the benefit of a third party and cannot be used to address the activities or obligations of the Town, these funds are not incorporated into the government-wide financial statements.

A.4 – Basis of accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

<u>Revenues – exchange and non-exchange transactions</u> – Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Town, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the Town receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenues from property taxes are recognized in the fiscal year for which the taxes are levied. Revenues from grants, entitlements and donations are recognized in the fiscal year

Note A – Summary of significant accounting policies (Continued)

in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Town must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Town on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Unearned revenue – Unearned revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received by the Town before it has a legal claim to them, as when grant monies are received prior to meeting eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

Deferred outflows/inflows of resources - In addition to assets, the statement of financial position 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 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 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 that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Expenses/expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

A.5 – Encumbrances

Encumbrances outstanding at year-end are considered immaterial and thus are not reported as reservations of fund balance.

Note A – Summary of significant accounting policies (Continued)

A.6 – Cash and cash equivalents

For the purposes of the statement of cash flows, the Town considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

A.7 – Short-term interfund receivables/payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the government-wide statement of net position, and are classified as due from other funds or due to other funds on the balance sheet.

A.8 – Receivables

Monthly charges for water services are included with monthly utility billings. No allowance for doubtful accounts has been provided in the accompanying financial statements since substantially all accounts are deemed by management to be collectible.

A.9 – Inventories

Inventories consist of expendable supplies and are reported at cost or estimated cost.

A.10 – Capital assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund financial statements.

All capital assets with a unit cost greater than $2,000 are capitalized at cost (or estimated historical cost, if actual cost is not available) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair value on the date received. Improvements to assets are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not. Infrastructure assets, consisting of certain improvements other than buildings (such as parking facilities, sidewalks, landscaping and lighting systems) are capitalized on a prospective basis beginning in 2004.

Note A – Summary of significant accounting policies (Continued)

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of borrowing until project completion with interest earned on invested proceeds over the same period. No interest was capitalized during the year.

All reported capital assets are depreciated with the exception of land costs. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities	Business-type Activities
Land and improvements	10 – 50 years	10 – 50 years
Buildings and improvements	10 – 75 years	20 – 75 years
Machinery and equipment	10 – 20 years	3 – 20 years
Furniture and fixtures	7 – 10 years	7 – 10 years
Systems	n/a	5 – 75 years

A.11 – Compensated absences

Vacation leave

Full-time employees after one full year of service are allowed from six to eighteen days annual paid vacation leave, depending on the length of continuous employment, and are allowed to accumulate up to twenty days of vacation leave. Vacation pay is a vested benefit.

Sick leave

Full-time employees receive twelve days sick leave each year and are allowed to accumulate up to sixty days of sick leave. Sick leave is a vested benefit at twenty-five percent of the accumulated leave.

A.12 – Accrued liabilities and long-term obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

Note A – Summary of significant accounting policies (Continued)

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, the noncurrent portion of compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. Bonds payable and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

A.13 – Net position

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are liabilities imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Town applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

A.14 – Operating revenues and expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Town, these revenues are service charges for electric, water, sewer and sanitation utility services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

A.15 – Interfund transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. In general, the effect of interfund activity has been eliminated from the government-wide financial statements.

Note A – Summary of significant accounting policies (Continued)

A.16 – Fund balance

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54). This Statement defines the different type of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below.

Nonspendable, such as fund balance associated with inventories, prepaid expenditures, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed or assigned),

Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation,

Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Town Council (the Town's highest level of decision-making authority),

Assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, and

Unassigned fund balance is the residual classification for the Town's general fund and includes all spendable amounts not contained in the other classifications.

Committed fund balance is established by a formal passage of a resolution. This is typically done through the adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the members of town council through adoption or amendment of the budget as intended for specific purpose (such as purchase of fixed assets, construction, debt service or for other purposes).

When both restricted and unrestricted resources are available in governmental funds, the Town applies expenditures against restricted fund balance first, and followed by committed fund balance, assigned fund balance and unassigned fund balance.

Note B – Cash and deposits

Cash and deposits

Colorado State statutes govern the Town's deposit of cash. The Public Deposit Protection Acts (PDPA) for banks and savings and loans require state regulators to certify eligible depositories for public deposits. The PDPA require eligible depositories with public deposits in excess of federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the State of Colorado or Colorado local governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group and not held in any individual government's name. The fair value of the assets in the pool must be at least equal to 102% of the aggregate uninsured deposits.

Custodial credit risk – deposits – Custodial risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a deposit policy for custodial credit risk. As of year-end, the Town had total deposits of $3,160,465 of which $250,000 was insured and $2,910,465 was collateralized with securities held by the pledging institution's trust department or agent in the Town's name.

Investments

Authorized investments – Investment policies are governed by Colorado State Statutes and the Town's own investment policies and procedures. Investments of the Town may include:

- Obligations of the United States Government such as treasury bills, notes and bonds
- Certain international agency securities
- General obligation and revenue bonds of United States local government entities
- Bankers acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

At year-end, the Town's only investments consisted of certificates of deposit with local financial institutions.

Note C – Interfund transactions

The following is a summary of interfund borrowings and transfers for the year as presented in the fund financial statements:

Interfund Receivable	Interfund Payable	Amount
General Fund	Water Fund	$ 22,408
General Fund	Sewer Fund	224,416
General Fund	Capital Improvement Fund	3,391
Totals		$ 250,215

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

Transfers in	Transfers out	Amount
Sanitation Fund	Internal Service Fund	$ 87,000

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. The Town transferred funds from the Internal Service Fund to the Sanitation Fund in order to provide funds to help retire an existing debt obligation.

Note D – Receivables

Receivables at year-end consist of the following:

	Governmental Activities	Business-type Activities	Total Receivables
Property taxes	$ 293,271	$ -	$ 293,271
Utility billings	-	207,148	207,148
Other taxes	42,819	-	42,819
Special assessments	2,740	-	2,740
Total	$ 338,830	$ 207,148	$ 545,978

Note D – Receivables (Continued)

Property taxes are levied on December 15th and attach as a lien on property the following January 1st. They are payable in full by April 30th or are due in two equal installments on February 28th and June 15th. Sedgwick County bills and collects property taxes for all taxing entities within the County. The tax receipts collected by the county are remitted to the Town in the subsequent month.

Note E – Capital assets

Capital asset activity for the year was as follows:

	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
Governmental activities				
Capital assets, not being depreciated:				
Land	$ 188,376	$ -	$ -	$ 188,376
Total capital assets, not being depreciated	188,376	-	-	188,376
Capital assets, being depreciated:				
Land improvements	1,601,190	10,703	-	1,611,893
Buildings and improvements	1,307,340	-	-	1,307,340
Equipment	538,864	61,408	-	600,272
Total capital assets, being depreciated	3,447,394	72,111	-	3,519,505
Total capital assets	3,635,770	72,111	-	3,707,881
Less accumulated depreciation for:				
Land improvements	(671,699)	(42,247)	-	(713,946)
Buildings and improvements	(506,479)	(46,112)	-	(552,591)
Equipment	(478,323)	(12,682)	-	(491,005)
Total accumulated depreciation	(1,656,501)	(101,041)	-	(1,757,542)
Governmental activities capital assets, net	$ 1,979,269	$ (28,930)	$ -	$ 1,950,339

Note E – Capital assets (Continued)

	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
Business-type activities				
Capital assets, not being depreciated:				
Land	$ 23,250	$ -	$ -	$ 23,250
Total capital assets, not being depreciated	23,250	-	-	23,250
Capital assets, being depreciated				
Buildings and improvements	196,201	-	-	196,201
Machinery and equipment	896,162	164,813	-	1,060,975
Furniture and fixtures	63	-	-	63
Systems	8,282,104	199,218	-	8,481,322
Total capital assets, being depreciated	9,374,530	364,031	-	9,738,561
Total capital assets	9,397,780	364,031	-	9,761,811
Less accumulated depreciation for:				
Buildings and improvements	(193,491)	(96)	-	(193,587)
Machinery and equipment	(598,859)	(30,015)	-	(628,874)
Furniture and fixtures	(63)	-	-	(63)
Systems	(3,482,454)	(185,109)	-	(3,667,563)
Total accumulated depreciation	(4,274,867)	(215,220)	-	(4,490,087)
Business-type activities capital assets, net	$ 5,122,913	$ 148,811	$ -	$ 5,271,724

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

Governmental activities	
General government	$ 8,200
Public safety	26,294
Public works	28,443
Culture and recreation	38,104
Total governmental activities	101,041

Note E – Capital assets (Continued)

Business-type activities	
Electric	23,855
Water	95,925
Sewer	65,743
Sanitation	14,005
In addition, depreciation on capital assets held by the Town's internal service fund is charged to the various functions based on the percentage of contribution to the fund.	15,692
Total business-type activities	215,220
Total depreciation expense	$ 316,261

Note F – Long-term debt

The following is a summary of the changes in long-term debt for the year:

	Beginning Balances	Additions	Reductions	Ending Balances	Due within one year
Governmental activities					
Compensated absences	$ 13,090	$ 1,586	$ -	$ 14,676	$ -
Net pension liability	218,808	6,710	-	225,518	-
Totals	$ 231,898	$ 8,296	$ -	$ 240,194	$ -

The compensated absences attributable to the governmental activities will be liquidated primarily by the General Fund. The Town believes that the current portion of compensated absences is negligible and is therefore not reported.

	Beginning Balances	Additions	Reductions	Ending Balances	Due within one year
Business-type activities					
Compensated absences	$ 27,609	$ -	$ (914)	$ 26,695	$ -
Notes payable	1,164,911	-	(117,635)	1,047,276	119,954
Capital lease obligations	136,954	155,000	(140,083)	151,871	33,917
Total	$ 1,329,474	$ 155,000	$ (258,632)	$ 1,225,842	$ 153,871

Note F – Long-term debt (Continued)

Notes payable

Notes payable at year-end consist of the following individual issues:

$1,000,000 agreement with Colorado Water Resources and Power Development Authority dated May 1, 1999, due in semi-annual installments ranging from $33,506 to $37,582, including interest, through 2019. The agreement was entered into in order to facilitate the modification of the Town's water system.	$ 191,269
$800,000 agreement with Colorado Water Resources and Power Development Authority dated May 15, 2002, due in semi-annual installments ranging from $19,496 to $29,409, including interest, through 2022. The agreement was entered into in order to facilitate the modification of the Town's wastewater treatment facility.	311,007
$693,000 agreement with Rural Development to refinance an interim loan with the Colorado Water Resources and Power Development Authority, due in semi-annual installments ranging from $6,898 to $19,025, including interest, through 2040.	545,000
Total	$ 1,047,276

The following schedule represents the Town's debt service requirements to maturity for the outstanding long-term debt at year-end:

Year ended December 31,	Principal	Interest	Total
2017	$ 119,954	$ 41,193	$ 161,147
2018	128,311	37,367	165,678
2019	130,780	31,268	162,048
2020	67,750	28,556	96,306
2021	70,882	25,738	96,620
2022-2026	147,099	99,290	246,389
2027-2031	112,500	75,150	187,650
2032-2036	140,000	47,183	187,183
2037-2040	130,000	12,960	142,960
Total	$ 1,047,276	$ 398,705	$ 1,445,981

Note F – Long-term debt (Continued)

Capital lease obligation

Tymco sweeper obligation – In December 2016, the Town entered into an agreement with Bankers' Bank of the West Leasing Company, Inc. to purchase a Tymco 600 BAH Regenerative Air Sweeper. The agreement called for a lease term of four years with annual renewal options. Monthly payments of $3,435 are due on the 15th of each month, with a final payment due in 2020. The average interest rate over the lease term is 3.09%. The Town has capitalized $155,000 of assets under this capital lease.

The following is a schedule by years of future minimum lease payments under the capital leases above, together with the present value of the net minimum lease payments at year-end:

Year ended December 31,	Debt service requirement
2017	$ 37,784
2018	41,219
2019	41,219
2020	41,219
Total minimum lease payments	161,441
Less amount representing interest	(9,570)
Present value of future net minimum lease payments	$ 151,871

Note G – Risk management

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town has affiliated with the Colorado Intergovernmental Risk Sharing Agency (CIRSA) to provide protection against losses incurred related to property, casualty, general liability and workers compensation claims. CIRSA is a separate legal entity established by member municipalities pursuant to the provisions of the Colorado Revised Statutes and the Colorado Constitution. The purposes of CIRSA are to provide members defined liability, property and workers compensation coverages and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees, or officers. The

Note G – Risk management (Continued)

Town makes an annual contribution to CIRSA for its insurance coverage. For the year, the Town's financial contribution to CIRSA was $81,748. Contingent liability claims for the coverage have not been recognized to date after reviewing claim history and the remoteness of potential loss in excess of actual contributions by the Town. Settled claims resulting from these risks have not exceeded commercial insurance coverage or the deductible in any of the past three years. There has been no significant reduction in insurance coverage from the prior year in any of the major categories of risk.

Note H – Pension plans

Town of Julesburg Volunteer Fire Pension Plan

Summary of significant accounting policies

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Town of Julesburg Volunteer Fire Pension Plan and additions to/deductions from Town of Julesburg Volunteer Fire Pension Plan's net position have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

General information about the pension plan

Plan description. The Town's defined benefit pension plan, Town of Julesburg Volunteer Fire Pension Plan, provides retirement and death benefits to plan members and beneficiaries for volunteer firefighters. The plan is a single-employer pension plan administered by the Pension Board. The Pension Board has the authority to establish and amend the benefit provisions of the plan.

Management of the Town of Julesburg Volunteer Fire Pension Plan is vested in the local Pension Board, which consists of the Town Mayor, a rural fire department board member, and three representatives of the local fire department serving the Town.

Plan membership. At year-end, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	18
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	21
Total	39

Note H – Pension plans (Continued)

Benefits provided. The Town of Julesburg Volunteer Fire Department Pension Plan provides retirement and death benefits. Any firefighter who has both reached the age of 50 and completed 20 years of active service shall be eligible for a monthly pension (currently $50 per month). The plan also provides for a lump-sum burial benefit of $100 upon death of an active firefighter.

Contributions. Contribution requirements of the Town are established by the local Pension Board. The plan is noncontributory regarding participants. Contributions to the plan for the year ended December 31, 2016 included $3,500 from the Town $3,500 from the Julesburg Fire Protection District, and $3,150 from the State of Colorado matching funds.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2016 the Town reported a net pension liability of $225,518. The net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2016.

For the year ended December 31, 2016, the Town recognized pension expense (income) of $6,710. At December 31, 2016 the Town reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources
Contributions subsequent to measurement date	$ 3,500

$3,500 reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as an increase of the net pension liability in the year ended December 31, 2016.

Actuarial assumptions. The total pension liability in the January 1, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Note H – Pension plans (Continued)

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	20 years
Asset valuation method	Fair market value
Inflation	N/A
Salary increases	N/A
Investment rate of return	2.00% (net of expenses paid from the fund)
Retirement age	Age 50 and 20 years of service

Mortality rates were based on the RP-2000 Combined Mortality Table.

The long-term expected rate of return on pension plan investments was determined using a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense). These amounts are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the asset allocation percentage. Best estimates of arithmetic real rates of return for the Town's current holdings of cash and certificates of deposit included in the Plan's assets as of December 31, 2015, are summarized in the above table.

Discount rate. The discount rate used to measure the total pension liability was 2.00 percent. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current and inactive volunteers. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Town's net pension liability to changes in the discount rate. The following presents the Town's net pension liability calculated using the discount rate of 2.00 percent, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (1.00 percent) or 1-percentage point higher (3.00 percent) than the current rate:

	1% Decrease (1.00%)	Current Discount (2.00%)	1% Increase (3.00%)
Net pension liability	$ 265,192	$ 225,518	$ 193,684

Note H – Pension plans (Continued)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Town of Julesburg Fireman Pension Fund financial report.

Payables to the pension plan

The Town did not report any payables to the pension plan at year-end.

Defined Contribution Plan

The Town contributes to the Colorado County Officials and Employees Retirement Plan (the Plan), a defined contribution plan administered by the Colorado County Officials and Employees Retirement Association (CCOERA).

Benefit terms, including contribution requirements, for the Plan are established and may be amended by the Town Council. The Town's contribution is a minimum of 3 percent of covered salary, but may be increased beyond this amount. All eligible employees are required to contribute an amount equal to the contribution by the Town. For the year employee contributions totaled $11,622, and the Town recognized pension expense of $11,622.

Employees are immediately vested in their own contributions, Town contributions, and earnings on those contributions.

Note I – Deferred compensation plan

The Town has a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. This plan is administered and held in trust by an independent plan administrator through an administrative service agreement. Employees defer a portion of their salary until future years. Deferred compensation is not available to employees until termination, retirement, death or financial hardship.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997 as the Town transferred the assets to the Colorado County Officials and Employees Retirement Association (CCOERA) Deferred Compensation Trust. These assets are held in trust for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted for any other purpose.

Note J – Commitments and contingencies

State and federal funding

The Town receives revenues from various state and federal grant programs which are subject to final review and approval by the grantor agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the Town expects such amounts, if any, to be immaterial.

TABOR Amendment

In November 1992, Colorado voters passed an amendment, commonly known as the Taxpayer's Bill of Rights (TABOR), to the State Constitution (Article X, Section 20) which limits the revenue raising and spending abilities of state and local governments. The limits on property taxes, revenue, and "fiscal year spending" include allowable annual increases tied to inflation and local growth. Fiscal year spending as defined by the amendment excludes spending from certain revenue and financing sources such as federal funds, gifts, property sales, fund transfers, damage awards, and fund reserves (balances). The amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the "spending limit" must be refunded or approved to be retained by the Town under specified voting requirements by the entire electorate. In November 1996, the voters of the Town approved a ballot initiative permitting the Town to retain, appropriate, and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds and revenues received from every source whatsoever, without limitation, in this fiscal year and all subsequent fiscal years notwithstanding any limitation of Article X, Section 20 of the Colorado Constitution. TABOR is complex and subject to judicial interpretation.

The Town believes it is in compliance with the requirements of TABOR. However, the Town has made certain interpretations of TABOR's language in order to determine its compliance. TABOR requires an emergency reserve to be set aside in the amount of 3% or more of its fiscal year spending for 1995 and subsequent years thereafter. At year-end, the Town has reserved funds in the General Fund in the amount of $18,000 for the emergency reserve.

Colorado local government budget laws

Expenses in the Electric, Water and Sanitation Funds exceeded their appropriations by $60,839, $6,850 and $256,590, respectively, and may be in violation of local government budget laws.

Note J – Commitments and contingencies (Continued)

CWRPDA loan covenants

Rate covenant – during the loan term, the Town shall establish, impose and collect, rents, rates and other charges for the products and services provided by the system, which shall be at least sufficient, together with other amounts available therefore, and after meeting the operation and maintenance expenses of the system, to pay 110% of the debt service coming due in such calendar year. The net operating revenues of the Water and Sewer Funds were 245% and 154% of the current year's debt service, respectively.

Operations and maintenance fund – the Town shall maintain an operations and maintenance reserve in an amount equal to three months of operation and maintenance expenses, excluding depreciation, of the system as set forth in the annual budget for the current fiscal year. Said reserve may be in the form of unobligated fund balances or other unobligated cash or securities or may be in a separate segregated fund. Unobligated fund balances in the Water and Sewer Funds exceeded the required reserve by $413,675 and $118,932, respectively.

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Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Changes in the Town's Net Pension Liability/(Asset) and Related Ratios – Town of Julesburg Volunteer Fire Pension Plan
- Schedule of Town Contributions – Town of Julesburg Volunteer Fire Pension Plan
- Schedule of Investment Return – Town of Julesburg Volunteer Fire Pension Plan
- Budgetary Comparison Schedule – General Fund
- Budgetary Comparison Schedule – Capital Improvement Fund

TOWN OF JULESBURG, COLORADO
Schedule of Changes in the Town's Net Pension Liability/(Asset) and Related Ratios [1]
Town of Julesburg Volunteer Fire Pension Plan
Last 10 Fiscal Years

	2015	2014
Total pension liability		
Service cost	$ 6,019	$ 5,898
Interest on the total pension liability	4,888	4,790
Benefit changes	-	-
Differences between expected and actual experience	6,056	5,934
Assumption changes	-	-
Benefit payments	(9,900)	(8,640)
Net change in total pension liability	7,063	7,982
Total pension liability - beginning	244,420	236,438
Total pension liability - ending (a)	$ 251,483	$ 244,420
Plan fiduciary net position		
Employer contributions	$ 3,500	$ 3,500
Volunteer Fire Protection District contribution	3,500	3,500
Pension plan net investment income	103	97
Benefit payments	(9,900)	(8,640)
Pension plan administrative expenses	-	-
State of Colorado matching funds	3,150	3,150
Net change in plan fiduciary net position	353	1,607
Plan fiduciary net position - beginning	25,612	24,005
Plan fiduciary net position - ending (b)	$ 25,965	$ 25,612
Town's net pension liability/(asset) - ending (a) - (b)	$ 225,518	$ 218,808
Plan fiduciary net position as a percentage of the total pension liability	10.32%	10.48%
Covered-employee payroll	N/A	N/A
Town's net pension liability as a percentage of covered-employee payroll	N/A	N/A

[1] Information is not available prior to 2014. In future reports, additional years will be added until 10 years of historical data are presented.

TOWN OF JULESBURG, COLORADO
Schedule of Town Contributions [1]
Town of Julesburg Volunteer Fire Pension Plan
Last 10 Fiscal Years

FY Ending December 31,	Actuarially Determined Contribution	Actual Contribution *	Contribution Deficiency (Excess)	Covered Payroll	Actuarial Contribution as a % of Covered Payroll
(a)	(b)	(c)	(d) = (b) - (c)	(e)	(f)
2015	$ 19,020	$ 10,150	$ 8,870	N/A	N/A
2014	$ 19,020	$ 10,150	$ 8,870	N/A	N/A

* Includes employer, district and State of Colorado matching funds.

1 Information is not available prior to 2014. In future reports, additional years will be added until 10 years of historical data are presented.

TOWN OF JULESBURG, COLORADO
Schedule of Investment Returns [1]
Town of Julesburg Volunteer Fire Pension Plan
Last 10 Fiscal Years

	2015	2014
Annual money-weighted rate of return, net of investment expense	0.42%	0.41%

[1] Information is not available prior to 2014. In future reports, additional years will be added until 10 years of historical data are presented.

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Taxes	$ 339,825	$ 339,825	$ 343,783	$ 3,958
Licenses and permits	6,274	6,274	14,601	8,327
Intergovernmental revenue	88,721	88,721	85,281	(3,440)
Charges for services	30,400	30,400	47,933	17,533
Fines and forfeitures	3,000	3,000	1,900	(1,100)
Miscellaneous revenue	546,600	546,600	452,874	(93,726)
Total revenues	1,014,820	1,014,820	946,372	(68,448)
Expenditures				
Current				
General government	245,860	245,860	219,911	25,949
Public safety	105,826	105,826	98,534	7,292
Public works	149,680	149,680	129,414	20,266
Culture and recreation	237,535	237,535	281,005	(43,470)
Total expenditures	738,901	738,901	728,864	10,037
Excess of revenues over (under) expenditures	275,919	275,919	217,508	(58,411)
Other financing uses				
Transfers out	(13,000)	(13,000)		13,000
Total other financing uses	(13,000)	(13,000)	-	13,000
Net change in fund balance	$ 262,919	$ 262,919	217,508	$ (45,411)
Fund balance at beginning of year			592,226	
Fund balance at end of year			$ 809,734	

TOWN OF JULESBURG, COLORADO
Capital Improvement Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Taxes				
Sales taxes	$ 125,000	$ 125,000	$ 128,562	$ 3,562
Intergovernmental				
Grant and loan	60,000	60,000		(60,000)
Miscellaneous				
Interest on investments	1,000	1,000	976	(24)
Total revenues	186,000	186,000	129,538	(56,462)
Expenditures				
Capital outlay	295,000	295,000	35,759	259,241
Excess of revenues over (under) expenditures	$ (109,000)	$ (109,000)	93,779	$ 202,779
Fund balance at beginning of year			338,632	
Fund balance at end of year			$ 432,411	

Note A – Budgetary data

Annual budgets are established for all funds of the Town as required by state budget laws. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles except for the enterprise and internal service funds in which capital and principal retirement expenses are treated as operating expenses and depreciation expense is not budgeted.

An appropriated budget for the entity as a whole is prepared on a detailed basis. Revenues are budgeted by source. Expenditures are budgeted by department and the major divisions thereof and by each independent office and agency and by the principal objects of expenditure. The legal level of control is considered to be the entity as a whole and expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to final review and approval by Town council. Within these control levels, management may transfer appropriations without Town council approval. Revisions to the budget were made during the year.

The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

- On or before September 20th of each year, or in conformity with the general state law, the Town clerk submits to the Town council a budget which shall be a complete financial plan for the ensuing fiscal year.

- At the same time the budget is submitted, the Town manager shall also prepare an appropriation ordinance making a levy in mills upon all taxable property within the Town for the ensuing fiscal year.

- A public hearing on the budget shall be held by Town council two weeks after its submission. Notice of the time and place of said hearing shall be published within three days after the submission of the budget.

- Prior to December 15th, or in conformity with the general state law, the Town council shall adopt the budget and the tax levy ordinance.

- Any portion of any annual appropriation remaining unexpended and unencumbered at the close of the budget year shall be declared surplus and included in the budget for the ensuing year as those appropriations lapse at year-end.

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Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – General Fund Revenues and Expenditures
- Budgetary Comparison Schedule – Conservation Trust Fund
- Budgetary Comparison Schedules – Proprietary Funds
- Budgetary Comparison Schedule -- Fiduciary Fund

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General Fund

The General Fund accounts for all transactions of the Town not required to be accounted for in other funds. This fund represents an accounting of the Town's ordinary operations financed primarily from tax dollars and intergovernmental aid. It is the most significant fund in relation to the Town's overall operations. The budgetary comparison schedules of revenues and expenditures are included to provide a greater level of detail to the reader of the financial statements.

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Revenues
For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Taxes				
Local property taxes	$ 291,325	$ 291,325	$ 290,237	$ (1,088)
Delinquent taxes and interest	1,100	1,100	1,456	356
Specific ownership taxes	26,000	26,000	32,467	6,467
Franchise taxes	20,000	20,000	17,766	(2,234)
Severance taxes	1,400	1,400	1,857	457
Total taxes	339,825	339,825	343,783	3,958
Licenses and permits	6,274	6,274	14,601	8,327
Intergovernmental				
Highway users tax	49,341	49,341	53,780	4,439
Motor vehicle assessment	5,100	5,100	6,173	1,073
Road and bridge tax	32,480	32,480	23,406	(9,074)
Cigarette tax	1,800	1,800	1,922	122
Total intergovernmental	88,721	88,721	85,281	(3,440)
Charges for services				
General government			7,263	7,263
Airport	9,000	9,000	15,147	6,147
Recreation	13,000	13,000	16,350	3,350
Pool	5,000	5,000	5,816	816
Pool concession	2,000	2,000	1,819	(181)
Library	1,400	1,400	1,538	138
Total charges for services	30,400	30,400	47,933	17,533
Fines and forfeitures	3,000	3,000	1,900	(1,100)
Miscellaneous revenues				
Interest on investments	2,000	2,000	4,164	2,164
Donations	500	500	14,419	13,919
Campbell land	4,400	4,400	4,400	-
Tower leases	7,700	7,700	8,196	496
Grants	506,500	506,500	93,797	(412,703)
Insurance proceeds			285,372	285,372
Other	25,500	25,500	42,526	17,026
Total miscellaneous revenues	546,600	546,600	452,874	(93,726)
Total revenues	$ 1,014,820	$ 1,014,820	$ 946,372	$ (68,448)

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TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Expenditures
For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
General government				
Administrative salaries	$ 29,063	$ 29,063	$ 26,193	$ 2,870
Legislative - town council	7,500	7,500	7,617	(117)
Employee benefits	8,492	8,492	6,160	2,332
Office supplies	6,000	6,000	8,150	(2,150)
Professional services	11,600	11,600	21,704	(10,104)
Insurance and bonds	21,600	21,600	20,687	913
County treasurer's fees	6,000	6,000	5,834	166
Advertising and legal notices	3,000	3,000	2,730	270
Dues and subscriptions	1,750	1,750	1,634	116
Office cleaning	504	504	484	20
Repairs and maintenance	2,700	2,700	1,337	1,363
Public utilities	3,400	3,400	2,925	475
Miscellaneous	23,351	23,351	84,992	(61,641)
Economic development	13,000	13,000	11,132	1,868
Capital outlay	107,900	107,900	18,332	89,568
Total general government	245,860	245,860	219,911	25,949
Public safety				
Police				
Salaries	1,200	1,200	1,100	100
Employee benefits	92	92	84	8
Miscellaneous	500	500	480	20
Law enforcement	57,000	57,000	57,000	-
Total police	58,792	58,792	58,664	128
Fire				
Salaries	2,400	2,400	2,400	-
Employee benefits	3,684	3,684	3,684	-
Supplies	6,250	6,250	11,907	(5,657)
Repairs and maintenance	5,000	5,000	7,975	(2,975)
Other	9,500	9,500	7,858	1,642
Utilities and telephone	5,700	5,700	5,058	642
Fuel and oil	2,500	2,500	698	1,802
Capital outlay	12,000	12,000	290	11,710
Total fire	47,034	47,034	39,870	7,164
Total public safety	105,826	105,826	98,534	7,292

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Public works				
Streets and highways				
Salaries	36,750	36,750	36,329	421
Employee benefits	19,280	19,280	19,185	95
Supplies	4,000	4,000	1,891	2,109
Street maintenance	5,000	5,000	8,436	(3,436)
Crack filler	10,000	10,000	6,638	3,362
Public utilities	3,500	3,500	2,243	1,257
Building maintenance	2,000	2,000	2,321	(321)
Equipment maintenance	9,000	9,000	9,752	(752)
Fuel and oil	13,000	13,000	5,590	7,410
Street lighting	29,000	29,000	23,157	5,843
Other	750	750	464	286
Total streets and highways	132,280	132,280	116,006	16,274
Sanitation				
Weed and pest control	8,000	8,000	4,758	3,242
Airport				
Repairs and maintenance	3,000	3,000	2,300	700
Insurance and bonds	3,600	3,600	3,100	500
Utilities	2,800	2,800	3,250	(450)
Total airport	9,400	9,400	8,650	750
Total public works	149,680	149,680	129,414	20,266
Culture and recreation				
Library				
Salaries	32,360	32,360	31,560	800
Employee benefits	18,756	18,756	23,254	(4,498)
Supplies	8,000	8,000	25,323	(17,323)
Repairs and maintenance	1,500	1,500	529	971
Utilities	5,000	5,000	5,518	(518)
Office cleaning	1,500	1,500	1,320	180
Insurance and bonds	100	100	200	(100)
Other	5,000	5,000	3,889	1,111
Capital outlay			4,300	(4,300)
Total library	72,216	72,216	95,893	(23,677)

(continued)

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Expenditures
For the Year Ended December 31, 2016

(continued)

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Parks				
Salaries	37,050	37,050	33,466	3,584
Employee benefits	22,361	22,361	18,880	3,481
Supplies	3,500	3,500	565	2,935
Utilities	4,700	4,700	1,770	2,930
Repairs and maintenance	3,000	3,000	5,685	(2,685)
Fuel and oil	3,500	3,500	1,656	1,844
Other	10,550	10,550	931	9,619
Total parks	84,661	84,661	62,953	21,708
Recreation				
Salaries	10,000	10,000	6,975	3,025
Employee benefits	765	765	534	231
Supplies	9,000	9,000	13,528	(4,528)
Insurance	6,362	6,362	6,362	-
Utilities	800	800	2	798
Repairs and maintenance	1,300	1,300	3,697	(2,397)
Other	3,995	3,995	3,260	735
Total recreation	32,222	32,222	34,358	(5,392)
Swimming pool				
Salaries	24,000	24,000	22,763	1,237
Employee benefits	1,836	1,836	1,741	95
Supplies	7,800	7,800	5,007	2,793
Utilities	7,300	7,300	5,768	1,532
Repairs and maintenance	3,000	3,000	2,459	541
Insurance and bonds	2,500	2,500	1,175	1,325
Other	2,000	2,000	800	1,200
Capital outlay			48,088	(48,088)
Total swimming pool	48,436	48,436	87,801	(39,365)
Total culture and recreation	237,535	237,535	281,005	(46,726)
Total expenditures	$ 738,901	$ 738,901	$ 728,864	$ 10,037

Budgetary Comparison Schedule – Nonmajor Governmental Fund

The Town reports the following nonmajor governmental fund:

Special Revenue Funds – These funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

- Conservation Trust Fund – This fund was established to account for the state lottery proceeds and allowable expenditures.

TOWN OF JULESBURG, COLORADO
Conservation Trust Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Intergovernmental revenue				
State lottery revenues	$ 12,500	$ 12,500	$ 13,301	$ 801
Miscellaneous				
Interest on investments	250	250	424	174
Total revenues	12,750	12,750	13,725	975
Expenditures				
Culture and recreation	18,000	18,000		18,000
Total expenditures	18,000	18,000	-	18,000
Excess of revenues over (under) expenditures	$ (5,250)	$ (5,250)	13,725	$ 18,975
Fund balance at beginning of year			64,095	
Fund balance at end of year			$ 77,820	

Budgetary Comparison Schedules – Proprietary Funds

The Town reports the following major proprietary funds:

Enterprise Funds – These funds are used to account for operations that provide services that are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes.

- Electric Fund – This fund was established to account for all operations of the electric utility services provided by the Town.

- Water Fund – This fund was established to account for all operations of the water utility services provided by the Town.

- Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the Town.

- Sanitation Fund – This fund was established to account for all operations of the sanitation utility services provided by the Town.

TOWN OF JULESBURG COLORADO
Electric Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Operating revenues				
Charges for services	$ 1,045,350	$ 1,045,350	$ 1,038,449	$ (6,901)
Operating expenses				
Systems operation				
Salaries	75,250	75,250	71,575	3,675
Employee benefits	45,371	45,371	36,606	8,765
Power purchases	838,000	838,000	827,942	10,058
Professional fees	2,400	2,400	1,320	1,080
Repairs and maintenance	11,500	11,500	17,918	(6,418)
Public utilities	10,800	10,800	9,205	1,595
Fuel and oil	8,700	8,700	5,907	2,793
Supplies	30,300	30,300	13,106	17,194
Other	20,799	20,799	21,462	(663)
Capital purchases	100,000	100,000	181,310	(81,310)
Total systems operation	1,143,120	1,143,120	1,186,351	(43,231)
Administrative and general				
Salaries	30,030	30,030	30,160	(130)
Employee benefits	12,211	12,211	13,336	(1,125)
Professional fees	10,659	10,659	23,838	(13,179)
Office expense	2,610	2,610	3,070	(460)
Insurance and bonds	33,000	33,000	33,264	(264)
Repairs and maintenance			3,228	(3,228)
Utilities	2,800	2,800	3,053	(253)
Fuel and oil	5,000	5,000	2,122	2,878
Supplies	12,800	12,800	10,669	2,131
Other	2,520	2,520	6,498	(3,978)
Total administrative and general	111,630	111,630	129,238	(17,608)
Total operating expenses	1,254,750	1,254,750	1,315,589	(60,839)
Operating income (loss)	(209,400)	(209,400)	(277,140)	(67,740)

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Nonoperating revenues (expenses)				
Interest on investments	2,600	2,600	3,266	666
Insurance proceeds	100,000	100,000	203,829	103,829
Miscellaneous revenue	12,400	12,400	42,687	30,287
Total nonoperating revenues (expenses)	115,000	115,000	249,782	134,782
Change in net position	$ (94,400)	$ (94,400)	(27,358)	$ 67,042
Adjustments to GAAP Basis				
Add capital purchases			181,310	
Deduct depreciation			(23,855)	
Change in net position - GAAP Basis			130,097	
Net position at beginning of year			1,358,081	
Net position at end of year			$ 1,488,178	

TOWN OF JULESBURG COLORADO
Water Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 314,395	$ 314,395	$ 325,943	$ 11,548
Operating expenses				
Systems operation				
Salaries	43,800	43,800	38,323	5,477
Employee benefits	19,979	19,979	19,795	184
Professional services	1,500	1,500	4,524	(3,024)
Supplies	16,500	16,500	4,934	11,566
Repairs and maintenance	28,500	28,500	30,236	(1,736)
Public utilities	50,000	50,000	46,302	3,698
Fuel and oil	2,500	2,500	1,525	975
Lab analysis	2,800	2,800	2,077	723
Other	11,350	11,350	8,808	2,542
Capital purchases			17,908	(17,908)
Total systems operation	176,929	176,929	174,432	2,497
Administrative and general				
Salaries	39,255	39,255	39,386	(131)
Employee benefits	15,541	15,541	14,419	1,122
Professional fees	2,300	2,300	2,583	(283)
Office expense	896	896	595	301
Insurance and bonds	16,100	16,100	16,262	(162)
Supplies	3,000	3,000	8,901	(5,901)
Utilities	2,500	2,500	2,283	217
Total administrative and general	79,592	79,592	84,429	(4,837)
Total operating expenses	256,521	256,521	258,861	(2,340)
Operating income (loss)	57,874	57,874	67,082	9,208

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Nonoperating revenues (expenses)				
Interest on investments	2,300	2,300	5,447	3,147
Water tower lease	51,500	51,500	56,441	4,941
Miscellaneous revenue	9,605	9,605	14,324	4,719
Insurance proceeds			105,969	105,969
Principal paid on notes	(72,613)	(72,613)	(72,613)	-
Interest and fiscal charges	(31,719)	(31,719)	(36,229)	(4,510)
Total nonoperating revenues (expenses)	(40,927)	(40,927)	73,339	114,266
Change in net position	$ 16,947	$ 16,947	140,421	$ 123,474
Adjustments to GAAP Basis				
Add principal paid on notes			72,613	
Add capital purchases			17,908	
Deduct depreciation			(95,925)	
Change in net position - GAAP Basis			135,017	
Net position at beginning of year			1,549,865	
Net position at end of year			$ 1,684,882	

TOWN OF JULESBURG, COLORADO
Sewer Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 218,475	$ 218,475	$ 235,186	$ 16,711
Operating expenses				
Systems operation				
Salaries	36,300	36,300	36,648	(348)
Employee benefits	19,151	19,151	19,352	(201)
Professional services	2,000	2,000	4,458	(2,458)
Supplies	5,000	5,000	1,543	3,457
Repairs and maintenance	26,500	26,500	13,433	13,067
Public utilities	18,000	18,000	17,738	262
Fuel and oil	9,000	9,000	4,723	4,277
Lab analysis	8,000	8,000	11,082	(3,082)
Other	7,200	7,200	5,386	1,814
Total systems operation	131,151	131,151	114,363	16,788
Administrative and general				
Salaries	28,853	28,853	28,918	(65)
Employee benefits	11,100	11,100	9,670	1,430
Office expense	995	995	781	214
Professional fees	250	250	294	(44)
Insurance and bonds	1,900	1,900	1,848	52
Public utilities	200	200	169	31
Total administrative and general	43,298	43,298	41,680	1,618
Total operating expenses	174,449	174,449	156,043	18,406
Operating income	44,026	44,026	79,143	35,117

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Nonoperating revenues (expenses)				
Interest on investments	1,400	1,400	1,939	539
Miscellaneous revenue	6,900	6,900	9,103	2,203
Principal paid on note	(45,022)	(45,022)	(45,022)	-
Interest and fiscal charges	(13,795)	(13,795)	(13,495)	300
Total nonoperating revenues (expenses)	(50,517)	(50,517)	(47,475)	3,042
Net income (loss) before transfers	(6,491)	(6,491)	31,668	38,159
Transfers in	13,000	13,000		(13,000)
Change in net position	$ 6,509	$ 6,509	31,668	$ 25,159
Adjustments to GAAP Basis				
Add principal paid on note			45,022	
Deduct depreciation			(65,743)	
Change in net position - GAAP Basis			10,947	
Net position at beginning of year			2,116,306	
Net position at end of year			$ 2,127,253	

TOWN OF JULESBURG, COLORADO
Sanitation Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 189,000	$ 189,000	$ 191,380	$ 2,380
Operating expenses				
Systems operation				
Salaries	36,450	36,450	34,273	2,177
Employee benefits	19,127	19,127	18,859	268
Supplies	3,000	3,000	702	2,298
Repairs and maintenance	5,500	5,500	9,094	(3,594)
Fuel and oil	9,000	9,000	6,245	2,755
Landfill charges	30,000	30,000	32,600	(2,600)
Dumpster expense	4,000	4,000		4,000
Other	5,350	5,350	5,146	204
Capital purchases			164,814	(164,814)
Total systems operation	112,427	112,427	271,733	(159,306)
Administrative and general				
Salaries	13,084	13,084	13,128	(44)
Employee benefits	5,182	5,182	6,771	(1,589)
Office expense	745	745	969	(224)
Professional fees	280	280	293	(13)
Insurance and bonds	2,600	2,600	1,848	752
Total administrative and general	21,891	21,891	23,009	(1,118)
Total operating expenses	134,318	134,318	294,742	(160,424)
Operating income (loss)	54,682	54,682	(103,362)	(158,044)

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Nonoperating revenues (expenses)				
Capital lease proceeds			155,000	155,000
Principal paid on lease	(44,156)	(44,156)	(140,083)	(95,927)
Interest and fiscal charges	(3,674)	(3,674)	(3,913)	(239)
Total nonoperating revenues (expenses)	(47,830)	(47,830)	11,004	58,834
Net income (loss) before transfers	6,852	6,852	(92,358)	(99,210)
Transfers in			87,000	87,000
Change in net position	$ 6,852	$ 6,852	(5,358)	$ (12,210)
Adjustments to GAAP Basis				
Add principal paid on note			140,083	
Add capital purchases			164,814	
Deduct capital lease proceeds			(155,000)	
Deduct depreciation			(14,005)	
Change in net position - GAAP Basis			130,534	
Net position at beginning of year			338,626	
Net position at end of year			$ 469,160	

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Budgetary Comparison Schedule – Internal Service Fund

Internal Service Funds – These funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the Town on a cost reimbursement basis.

The Town reports the following internal service fund:

- Capital Replacement Fund – This fund accounts for equipment management services provided to other departments of the Town on a cost reimbursement basis.

TOWN OF JULESBURG, COLORADO
Capital Replacement Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Charges for services	$ 35,000	$ 35,000	$ 35,000	$ -
Total revenues	35,000	35,000	35,000	-
Expenses				
Capital outlay	135,000	135,000		135,000
Total expenses	135,000	135,000	-	135,000
Operating income (loss)	(100,000)	(100,000)	35,000	135,000
Nonoperating revenues				
Contributions			6,539	6,539
Earnings on investments	600	600	1,090	490
Total nonoperating revenues	600	600	7,629	7,029
Net income (loss) before transfers	(99,400)	(99,400)	42,629	142,029
Transfers out			(87,000)	(87,000)
Change in net position	$ (99,400)	$ (99,400)	(44,371)	$ 55,029
Adjustments to GAAP Basis				
Deduct depreciation			(15,692)	
Change in net position - GAAP Basis			(60,063)	
Net position at beginning of year			191,286	
Net position at end of year			$ 131,223	

Budgetary Comparison Schedule – Fiduciary Fund

These funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds.

The Town reports the following fiduciary fund:

Pension trust funds – These funds are used to report trust arrangements under which principal and income benefit individuals, private organizations or other governments.

- Firemen's Pension Fund – This fund was established to account for contributions made to a single-employer defined benefit plan on behalf of the Town's volunteer fire fighters.

TOWN OF JULESBURG, COLORADO
Firemen's Pension Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance with Final Budget Favorable (Unfavorable)
Additions				
Contributions				
Rural	$ 3,500	$ 3,500	$ 3,500	$ -
Town	3,500	3,500	3,500	-
State	3,150	3,150	3,150	-
Total contributions	10,150	10,150	10,150	-
Investment income				
Interest on investments	100	100	113	13
Total investment income	100	100	113	13
Total additions	10,250	10,250	10,263	13
Deductions				
Pension benefits	9,900	9,900	9,900	-
Total deductions	9,900	9,900	9,900	-
Change in net position	$ 350	$ 350	363	$ 13
Net position restricted for pensions				
Beginning of year			25,965	
End of year			$ 26,328	

Colorado Department of Highways
Local Highway Finance Report

This calendar-year report of receipts and expenditures is required by the Colorado Department of Highways to maintain Statewide accountability for moneys used for highway and street purposes. To ensure data accuracy, House Bill 1008 mandates that this report be included in the Town's financial statements.

The public report burden for this information collection is estimated to average 380 hours annually.

Financial Planning 02/01
Form # 350-050-36

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Julesburg
	YEAR ENDING : December 2016
This Information From The Records Of (example - City of _ or County of _) Town of Julesburg	Prepared By: Carrie Hartwell Phone: (970) 474-3344

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	156,902
4. Miscellaneous local receipts (from page 2)	1,900
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	158,802
B. Private Contributions	
C. Receipts from State government (from page 2)	59,512
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	218,314

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	0
2. Maintenance:	195,157
3. Road and street services:	
a. Traffic control operations	
b. Snow and ice removal	
c. Other - Street Lighting	23,157
d. Total (a. through c.)	23,157
4. General administration & miscellaneous	
5. Highway law enforcement and safety	
6. Total (1 through 5)	218,314
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	218,314

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	0	218,314	218,314	0	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado YEAR ENDING (mm/yy): December 2016

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		**A.4. Miscellaneous local receipts:**	
a. Property Taxes and Assessments	23,420	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalities	1,90[illegible]
1. Sales Taxes	101,441	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	32,[illegible]41	g. Other Misc. Receipts	
6. Total (1. through 5.)	133,482	h. Other	
c. Total (a. + b.)	156,9[illegible]2	i. Total (a. through h.)	1,900
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		**D. Receipts from Federal Government**	
1. Highway-user taxes	53,434	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	6,078	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	6,078	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	59,512	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	0	[illegible]
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	0	0
			(Carry forward to page 1)

Notes and Comments:

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