

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2016



CITY AND COUNTY OF
Broomfield
Colorado



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**CITY AND COUNTY OF BROOMFIELD,
COLORADO**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

DECEMBER 31, 2016

ISSUED BY:

DEPARTMENT OF FINANCE



**CITY AND COUNTY OF BROOMFIELD
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended December 31, 2016
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INTRODUCTORY SECTION





CITY AND COUNTY OF BROOMFIELD

One DesCombes Drive • Broomfield, CO 80020 • 303.469.3301 • www.broomfield.org

May 31, 2017

To the Honorable Mayor, members of the City Council and the Citizens of the City and County of Broomfield:

The Charter for the City and County of Broomfield (Broomfield) and state law require Broomfield to publish a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP). The financial statements must also be audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. The Comprehensive Annual Financial Report of the City and County of Broomfield, Colorado, for the fiscal year ended December 31, 2016, is submitted herewith. All disclosures necessary to enable the reader to gain an understanding of Broomfield's financial condition have been included.

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rest with management. To the best of our knowledge and belief, the enclosed data is complete and reliable in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds and component units of Broomfield. Management of Broomfield assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, Broomfield's management has established a comprehensive internal control framework that is designed to both protect the assets of Broomfield from loss, theft or misuse, and to compile sufficient reliable data for the preparation of Broomfield's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh the benefits, Broomfield's comprehensive framework of internal controls has been designed to provide reasonable, but not absolute, assurance that the financial statements will be free from material misstatement.

Broomfield's financial statements have been audited by RubinBrown LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Broomfield for the fiscal year ended December 31, 2016, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Broomfield's financial statements for the fiscal year ended December 31, 2016, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

In addition to the independent audit of the financial statements of Broomfield, the independent auditors also performed tests as part of a federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on the administration of federal awards. The Single Audit Reports are presented as the last section of this book.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Broomfield's MD&A is in the financial section of the Comprehensive Annual Financial Report, immediately following the report of the independent auditors.

PROFILE OF THE CITY AND COUNTY OF BROOMFIELD

Broomfield is a community that prides itself in maintaining a "small town" feel. It is located in the foothills of the Rocky Mountains, between Denver and Boulder, making it part of the Denver metropolitan area. Broomfield is within a thirty minute commute of the Denver International Airport (DIA). The city has an estimated population of 67,093, and spans nearly 33.58 square miles. Although Broomfield existed as a small rural community in the mid 1800's, its emergence as a significant regional governmental entity began in the 1950's when construction of Broomfield was begun as one of the state's first master planned communities. Broomfield was incorporated as a city on June 6, 1961, and became a home rule city under the Constitution of Colorado, on adoption of its Charter on November 5, 1974. Broomfield made history as the only city in the state to lie in portions of four counties. Problems and confusion in accessing services prompted residents to seek relief in a constitutional amendment creating a City and County of Broomfield. The amendment passed on November 3, 1998, giving the city a three-year transition period in which to organize and become Colorado's 64th county. The state's newest county - The City and County of Broomfield - officially took effect on November 15, 2001. Upon its creation, the County became the 15th largest in Colorado. The creation of a city and county last occurred in Colorado in 1902 when the City and County of Denver was formed. The creation of the City and County of Broomfield was a significant event in both Colorado's history and in the history of Broomfield.

Broomfield has maintained a unique community atmosphere through careful planning and provides a full range of local government services to its residents. These services include: general government, public safety, community development, assessor, clerk and recorder services, library services, public works, parks maintenance, recreation and cultural events, facility maintenance, health and human services, and public utilities. Broomfield's utilities include water, wastewater, and water reclamation systems. The only traditional services provided by some local governments not currently provided by Broomfield are: fire, electric, gas, trash, golf, and airport services. These services are provided by special districts, private organizations or, in the case of the airport, Jefferson County.

This report includes all funds of Broomfield and the following blended component units: the Arista Local Improvement District (a local improvement district); the City and County of Broomfield, Colorado Building Corporation (a non-profit corporation); the Broomfield Housing Authority; and the Broomfield Urban Renewal Authority.

The council/manager form of government was adopted in Broomfield's Charter. The City Council, an elected body of 11 members, is the policy-making arm of the government. Two council members are elected from each of Broomfield's five wards, on staggered four-year terms. The Mayor is elected at large every two years. The City Council is responsible for, among other things, passing ordinances, adopting the budget, appointing committees, appointment of the Municipal Court judge, and hiring both the City and County Manager and the City and County Attorney.

The City and County Manager serves as Broomfield's chief administrative officer and is responsible for carrying out the policies and ordinances of the governing council, for overseeing the day-to-day operations of Broomfield, and for appointing the heads of the various departments.

Broomfield's Charter requires that Broomfield establish and maintain a budgetary control system for all funds and activities. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. All appropriations, except those within the capital expenditure funds, lapse at year-end to the extent that they have not been expended or encumbered. Appropriations for capital expenditure funds continue in effect until the purpose for which they were made has been accomplished or abandoned. Formal budgetary integration is employed as a management control device during the year for all funds and established by function and activity within an individual fund. Broomfield also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. The appropriation resolution for expenditures is adopted at the fund level. The City and County Manager is authorized to transfer budgeted amounts among

programs and departments within a fund. However, any revisions that alter the total expenditures of any fund must be approved by the City Council. As demonstrated by the statements and schedules included in the financial section of this report, Broomfield continues to meet its responsibility for sound financial management.

FACTORS AFFECTING FINANCIAL CONDITION

For additional context to readers of the Comprehensive Annual Financial Report, management provides the following comments about the economy and financial status.

LOCAL ECONOMY: Broomfield's first Master Plan to guide expansion and development was adopted in 1964. Since that time, as a result of expansion and with an eye to the future, Broomfield has continually updated the Master Plan. The current version of the Master Plan-Comprehensive Plan was adopted in November 2016 and reflects the evolution of Broomfield toward a higher quality, family-oriented community within the overall context of a strategic front-range location in the metropolitan area between Denver and Boulder.

Broomfield's economy is diversified with employment in: manufacturing, services, retail and wholesale trade, government, and construction. In the last several years, Broomfield has experienced an increase in high-tech and retail jobs through the attraction of many high-tech firms and the completion of 2,200,000 square feet of retail construction in the vicinity of the Flatiron Crossing regional mall. This retail center includes Flatirons Crossing, MainStreet at Flatirons, and Flatirons Marketplace. The majority of the employment in Broomfield is concentrated in the southwest part of the city, in and around the Interlocken Advanced Technology Center.

Historically, Broomfield has been an economic leader in the region. Broomfield has a diverse economic base; which portends a healthy economy for years to come. The retail trade sector employs a large portion of the workforce for Broomfield and influences Broomfield's economy. The table below sets forth taxable retail sales figures within Broomfield for the past five years. Future sales tax revenue for Broomfield is projected at conservative levels.

TAXABLE RETAIL SALES (IN THOUSANDS)					
	Fiscal Year				
	2012	2013	2014	2015	2016
Amount	\$1,123,927	\$1,137,799	\$1,198,376	\$1,235,310	\$1,317,953
% Increase (Decrease)	5.44	1.23	5.32	3.08	6.69

Compared to the 2016 national average for population growth (0.6%), the state of Colorado realized a higher percentage increase (1.7%). Broomfield's growth rate was even higher at 2.5%. Colorado's 3.4% annual average unemployment rate increased slightly from 2015 but still remains lower than the national average of 4.7%. Colorado Department of Labor and Employment shows the annual average unemployment rate for 2016 in Broomfield at 3.1%. Inflation in Colorado for 2016 increased at a higher rate than the national average. The 2016 year-end average Consumer Price Index for the Denver-Boulder area increased 2.6% from the 2015 average (compared to the national average of 1.3% for this same period).

Local construction activity increased from 2015. Commercial construction was up during the year, but only slightly, 1%. While, residential construction saw a more significant, 7.5%, increase. Overall, building was up 8%, with total building permits increasing by 303 from 2015 to 2016. Broomfield issued 478 building permits for new single family homes and an additional 75 were issued for multi-family housing in 2016.

Total Building Permit Activity in Broomfield		
Year	Building Permits Issued	% Change from Prior Year
2012	3,330	0%
2013	3,363	1
2014	4,059	21
2015	3,966	(3)
2016	4,269	8

Single and Multi-Family Housing Activity in Broomfield				
Year	New Single Family Permits	New Multi-Family Permits	Total New Permits Issued	% Change from Prior Year
2012	135	95	230	0%
2013	292	92	384	67
2014	438	52	490	67
2015	379	82	461	(6)
2016	478	75	553	20

Broomfield continues taking into account the economic climate while budgeting for growth in new commercial and industrial development. Growth rates remain conservative. The expected growth in commercial and retail development continues to be in the area surrounding the 1STBANK Center, the Interlocken Advanced Technology Center, and the areas in the northeast section of Broomfield.

	<u>2016</u>	<u>2017 Estimated</u>
New Square Feet	665,784	373,208
Estimated Valuation	\$108,707,790	\$63,632,000
Estimated Assessed Valuation	\$31,525,259	\$18,453,280

PROJECTED COMMERCIAL AND INDUSTRIAL DEVELOPMENT: In the southwestern section of Broomfield, a master-planned, mixed use community, Arista, is under construction. This multi-year project, on approximately 209 acres, is planned to include 1,200 units of multi-family residential housing, 800,000 square feet of retail space, and 250,000 square feet of office space. This project is an urban-transit oriented development that incorporates facilities of the Regional Transportation District (RTD). The central feature of the development, located along the US 36 corridor, is the 1STBANK Center; a 6,000 seat multi-purpose facility owned by the Broomfield Urban Renewal Authority.

During 2013 a new developer acquired the Flatirons Marketplace property. The property was originally developed as part of the Flatirons regional retail center. Since the economic downturn in 2008, vacancy rates in the development have increased. The current owner is evaluating a potential redevelopment of the site.

Broomfield's sales and use tax receipts for the previous five years are shown in the following table. Combined sales and use tax collections for 2016 were up from the prior year collection levels.

Sales and Use Tax Receipts		
Year	Amount Collected	Change from previous year
2012	\$56,734,118	9.82%
2013	\$58,045,072	2.31
2014	\$60,925,947	4.96
2015	\$64,083,703	5.18
2016	\$69,176,984	7.94

Property tax revenues collected in 2016 were based on the Broomfield mill levy of 11.457 mills for city operations and 17.511 for county operations; bringing the total mill levy for Broomfield to 28.968 mills. Allocations of property tax levy by purpose for the 2016 revenue year and the preceding four revenue years are as follows (in mills):

Fund Allocations		2012	2013	2014	2015	2016
CITY	General Operating	5.321	5.321	5.321	5.321	5.321
	Streets	0.695	0.695	0.695	0.695	0.695
	Library	1.941	1.941	1.941	1.941	1.941
	Capital Improvements - General	3.000	3.000	3.000	3.000	3.000
	Capital Improvements - Facilities	0.500	0.500	0.500	0.500	0.500
	Total City	11.457	11.457	11.457	11.457	11.457
COUNTY	General Operating	13.031	13.031	13.031	13.031	13.031
	Public Health	1.230	1.230	1.230	1.230	1.230
	Human Services	1.245	1.245	1.245	1.245	1.245
	Mental Health	1.005	1.005	1.005	1.005	1.005
	Facilities Reserve	1.000	1.000	1.000	1.000	1.000
	Total County	17.511	17.511	17.511	17.511	17.511
Total City and County		28.968	28.968	28.968	28.968	28.968

LONG-TERM FINANCIAL PLANNING: City Council and Management are working on several long-term plans that will strengthen the financial position of Broomfield. Through financial management policies, Council has set priorities for the services provided by Broomfield. In 2004, City Council adopted a Long Range Financial Plan to provide a method to assist in achieving the goal of economic sustainability for Broomfield, now and at build-out. The plan was updated in 2009 and again in 2013. Both updates utilize key ratios that relate land uses to revenues and expenditures. Major components of the plan were developed for general governmental fund types and for utility/enterprise fund types. Based on the initial plan, Broomfield's financial base is expected to remain healthy through build-out. This plan has been continually evaluated as land use decisions are made and continues to show Broomfield is able to maintain an excellent financial status.

Each year City Council meets to establish its priorities. The council set eight priorities for 2017; each priority including a short description is listed below:

- A. Provide water for the community as it continues to grow.
- B. Assure the Broomfield oil and gas regulations and comprehensive plan mitigate to the greatest extent possible impacts on community.
- C. Move Civic Center project to construction.
- D. Expand Broomfield library facilities - update assessment for library needs and evaluate adding to existing library and/or constructing new additional building
- E. Improve Dillon Road - establish cross section, complete financing plan, establish phasing plan, complete engineering design and solicit and award construction contract.
- F. Reconstruct Broomfield Community Center - complete financing plan, prepare architectural plans solicit and award construction contract.
- G. Improve City and County government - planning effort with residents, review Gallagher and TABOR impacts on finance, consider alternative property tax rates, discuss alternatives to the current governmental structure, discuss Council's communication tools and develop apps for services.
- H. Expand housing opportunities - review of housing needs across all spectrums and consider options to preserve and expand affordable housing.
- I. Continue economic development activities with focus on increasing local businesses and addressing underserved areas, including North area.

RELEVANT FINANCIAL POLICIES

In order to protect Broomfield's essential service programs and provide for funding requirements during periods of economic downturns or other unforeseen catastrophic events, Broomfield has established reserve policies. In the governmental funds, the policy requires a reserve be maintained at a minimum of 10% of the current year expenditures for operations and debt service payments. In the enterprise funds, the policy requires a reserve be maintained at a minimum of 10% of operating expenditures plus two years debt service payments. The 2017 budget shows the governmental funds reserve at 16.67% of expenditures. In addition, the reserve for the enterprise funds is projected to be at 18.7% of expenditures plus 3.92 years of debt service, exceeding the minimums established by reserve policies.

The long-term debt policy for Broomfield states that long-term debt will not be used for current ongoing operations. As such, annual operating budgets provide for adequate design, construction, maintenance, and replacement of Broomfield's existing capital equipment and infrastructure.

Policies related to utility rates and fees for Broomfield's utility operations require that user fees and charges will be set for each enterprise fund at a level that supports the operating costs for the utility, including annual depreciation of capital assets and overhead charges. Utility license fees, which allow access to new customers on the system, are set to cover the cost of growth-related expenditures for system expansion. Utility usage rates are set to increase 1.50% for 2017.

MAJOR INITIATIVES

The seven main initiatives for the 2017 budget are:

- A. Safe Community - Safety for residents, businesses and visitors.
- B. Economic Vitality - A balanced and sustainable economy with housing, employment and shopping opportunities.
- C. Health, Leisure and Educational Opportunities - A broad spectrum of opportunities for recreation, culture, education, and entertainment for all residents.
- D. Facilities and Effective Transportation Infrastructure - Safe, well-maintained and attractive facilities, streets and utilities.
- E. Self Sufficiency - Assistance for individuals and households requiring basic and temporary health and financial assistance.
- F. Environmental Stewardship - Regional leadership in environmental stewardship, open-space preservation, and water resources management.
- G. Responsive and Fiscally Responsible Government - Innovative, responsive, efficient, and fiscally responsible government.

Careful monitoring of the 2017 budget has been implemented throughout the first quarter of the year and will continue through the remainder of the year.

AWARDS AND ACKNOWLEDGEMENTS

INDEPENDENT AUDIT: The Charter for the City and County of Broomfield and state law require Broomfield to have its financial statements edited by an independent firm of certified public accountants. The Council selected RubinBrown LLP to fulfill this requirement. RubinBrown LLP provided an unqualified opinion on the 2016 financial statements.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City and County of Broomfield for its Comprehensive Annual Financial Report (CAFR) for the fiscal year that ended December 31, 2015. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report; whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Broomfield has received a Certificate of Achievement for the last twenty-six consecutive years (fiscal years ended 1990-2015). The current report continues to conform to the Certificate of Achievement program requirements, and will be submitted to GFOA.

AWARD FOR DISTINGUISHED BUDGET PRESENTATION: The GFOA recognized Broomfield with an award for Distinguished Budget Presentation for its budget for fiscal year 2017. This marked the 22nd consecutive year Broomfield has received this award. In order to receive the award, a governmental unit must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan, and as a communications device.

ACKNOWLEDGEMENTS: The preparation of this report could not be accomplished without the efficient and dedicated services of the entire staff of Broomfield's Finance Department. We would like to recognize the members of the Fiscal Services Division, who worked many hours to ensure the completion of this document and fulfill other financial responsibilities over the past few months. We would also like to thank the independent certified public accounting firm of RubinBrown LLP for their input, able assistance, and the professional manner in which they have performed their audit engagement.

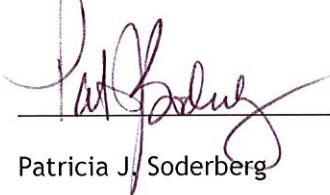
Lastly, we would like to thank the Mayor, City Council, and each Department Director for their interest and support in planning and conducting the financial operations of Broomfield in a responsible and progressive manner.

Respectfully submitted,



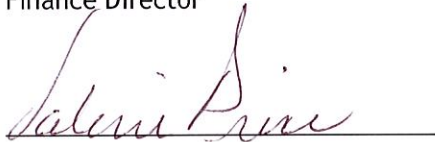
Charles Ozaki

City and County Manager



Patricia J. Soderberg

Finance Director

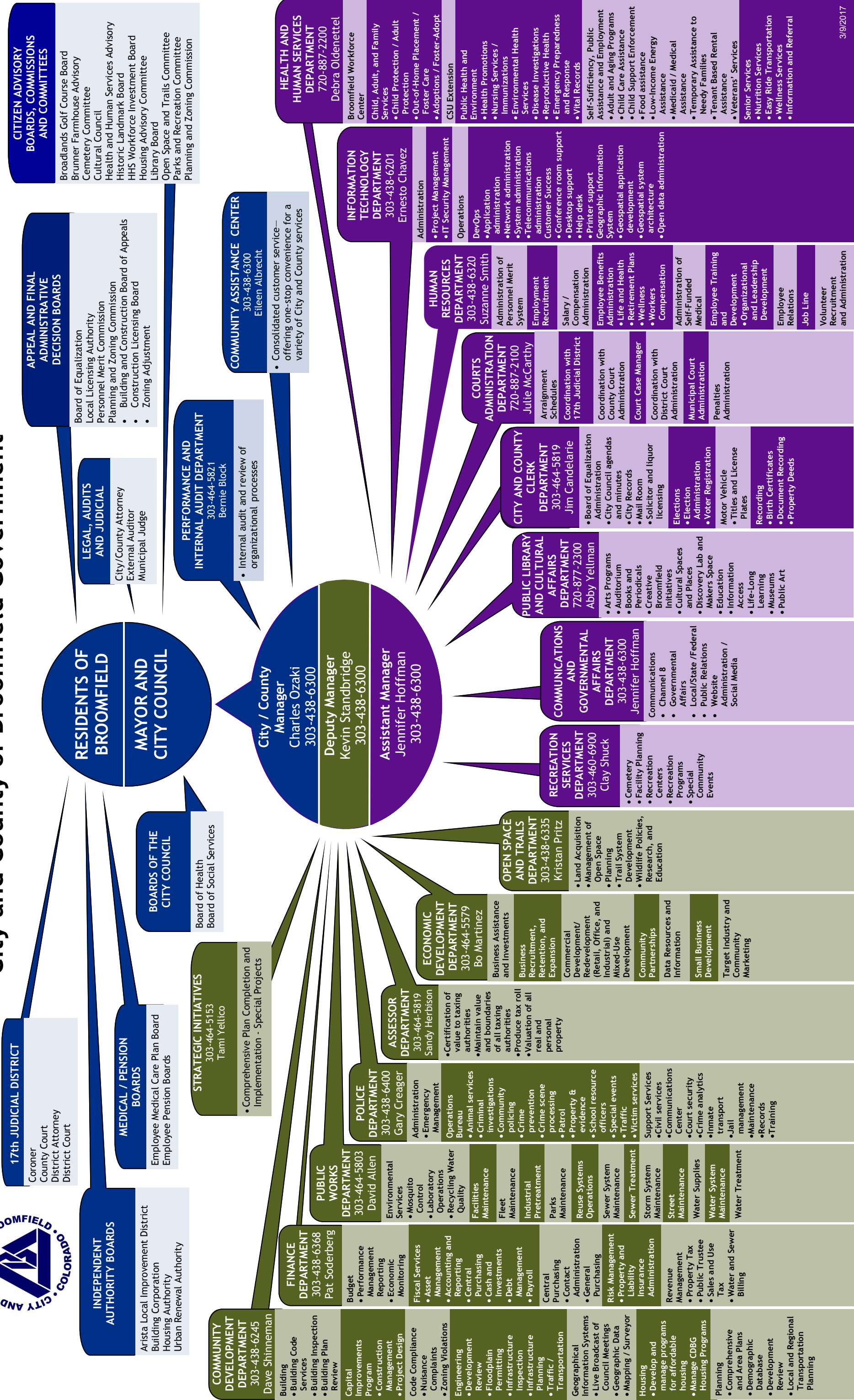


Valerie Price

Accounting Manager



City and County of Broomfield Government



CITY AND COUNTY OF BROOMFIELD, COLORADO

Directory of Elected and Appointed Officials

<u>Elected Officials</u>		<u>Term Expires</u>
Mayor	Randy Ahrens	November 2017
Mayor Pro Tem	Greg Stokes	November 2017
Councilmember	Elizabeth Law-Evans	November 2017
Councilmember	Stan Jezierski	November 2019
Councilmember	Mike Shelton	November 2019
Councilmember	Sharon Tessier	November 2017
Councilmember	Bette Erickson	November 2019
Councilmember	Sam Taylor	November 2017
Councilmember	Kevin Kreeger	November 2019
Councilmember	David Beacom	November 2019
Councilmember	Martha Derda	November 2017

Appointed Officials

City and County Manager	Charles Ozaki
City and County Attorney	William A. Tuthill, III

Other Officials

Deputy City and County Manager	Kevin Standbridge
Assistant City and County Manager	Jennifer Hoffman
Director of Finance	Patricia J. Soderberg



Government Finance Officers Association

**Certificate of
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Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2015

Executive Director/CEO

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FINANCIAL SECTION



Independent Auditors' Report

City Council
City and County of Broomfield, 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 City and County of Broomfield, Colorado (Broomfield), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise Broomfield'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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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 Broomfield as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Human Services Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis Of Matter

As discussed in Note 19, Broomfield restated net position related to revenue and a related receivable that was recognized in the improper period. Our opinion was not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 17 to 30, the modified approach for streets infrastructure capital assets on 102 to 103 and the schedule of changes in net pension liability and related ratios, schedule of contributions, schedule of investment return and the related notes on pages 96 to 100 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, which 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 Broomfield's basic financial statements. The schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance); the introductory section; combining and individual major and nonmajor fund financial statements and schedules; capital asset schedules; statistical tables and the Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedule of expenditures of federal awards, combining and individual major and nonmajor fund financial statements and schedules, capital asset schedules 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 schedule of expenditures of federal awards, combining and individual major and nonmajor fund financial statements and schedules, capital asset schedules and the Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Report On Summarized Comparative Information

We have previously audited Broomfield's 2015 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 27, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2015 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required By Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 31, 2017 on our consideration of Broomfield's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Broomfield's internal control over financial reporting and compliance.

RubinBrown LLP

May 31, 2017

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CITY AND COUNTY OF BROOMFIELD MANAGEMENT'S DISCUSSION AND ANALYSIS DECEMBER 31, 2016

The City and County of Broomfield (Broomfield) offers the readers of Broomfield's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended December 31, 2016. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the letter of transmittal and Broomfield's financial statements, which can be found on pages 1 and 31 of this report, respectively.

FINANCIAL HIGHLIGHTS

- The assets of Broomfield exceeded its liabilities at the close of 2016 by \$1,004,176,412 (net position). Of this amount, \$125,383,946 is unrestricted and may be used to meet Broomfield's ongoing obligation to citizens and creditors.
- Broomfield's net position increased by \$55,214,978. The governmental funds net position increased by \$32,379,517 (8.5%) and the business-type net position increased by \$22,835,461 (4.0%).
- As of December 31, 2016, Broomfield's governmental funds reported a combined ending fund balance of \$127,562,777. This is an increase of \$3,199,513 from the prior year. Approximately 15.1% of this total amount, \$19,196,245, is available for spending at the City Council's discretion (unassigned).
- At December 31, 2016, the unassigned fund balance for the General Fund was \$19,242,903 or 26.6% of total General Fund expenditures.
- Outstanding debt for Broomfield at the end of 2016, decreased by \$18,942,661 (6.3%) as a result of normal required payments and amortization of bond premiums.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to Broomfield's basic financial statements. Broomfield's basic financial statements comprise 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 financial statements* are designed to provide readers with a broad overview of Broomfield's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of Broomfield's assets and liabilities. The difference between assets and liabilities is reported as net position. Over time, increases and decreases in net position may provide an indication of whether Broomfield's financial position is improving or deteriorating.

The *statement of activities* presents information reflecting how Broomfield's net position has changed during the fiscal year just ended. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish the functions of Broomfield that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Broomfield include: general government, public safety,

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MANAGEMENT'S DISCUSSION AND ANALYSIS
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community development, public works, parks and recreation, facility maintenance, and health and human services. The business-type activities of Broomfield include water, sewer and water reclamation. The government-wide financial statements include not only the City and County of Broomfield itself (known as the *primary government*), but also the following blended component units: the City and County of Broomfield, Colorado Building Corporation, the Broomfield Housing Authority, the Arista Local Improvement District, and the Broomfield Urban Renewal Authority. See Note 1 in the *Notes to the Financial Statements* for more details regarding these entities and their relationship to Broomfield.

The government-wide financial statements can be found on pages 31-33 of this report.

FUND FINANCIAL STATEMENTS

Traditional users of Broomfield's financial statements will find the fund financial statement presentation more familiar. The focus is now on major funds rather than fund types.

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. A *major fund* generally meets both of the following criteria: 1) total assets, liabilities, revenues, or expenditures/expenses are at least 10% of the corresponding total (assets, liabilities, etc.) for that fund type (i.e., *governmental* or *proprietary* funds) and 2) total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or proprietary fund are at least 5% of the corresponding total for all governmental and proprietary funds combined.

Broomfield, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Broomfield can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

GOVERNMENTAL FUNDS: *Governmental funds* are used to report those same functions reported as *governmental activities* in the government-wide financial statements. Unlike the government-wide statements, however, the fund financial statements are prepared on the modified accrual basis. Under the modified accrual basis of accounting, revenues are recognized when they become measurable and available, and expenditures are recognized when the related fund liability is incurred, with the exception of long-term debt and similar long-term items which are recorded when due. Therefore, the focus of the governmental fund financial statements is on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. As such, the government fund financial statements may be useful in evaluating a government's near-term financing requirements.

Since the focus of the governmental funds is on near-term resources, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. This comparison may provide readers with a better understanding of the long-term impact of Broomfield's near-term financing decisions. To facilitate this comparison, reconciliations are provided for both the governmental fund balance sheet and the governmental statement of revenues, expenditures and changes in fund balances.

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Sales and Use Tax Capital Fund, the Human Service Fund and Broomfield Urban Renewal Authority (BURA). These four funds are considered to be major funds. Data from the other thirteen governmental funds is combined into a single, aggregated presentation. Individual fund data for each of these nonmajor funds is provided in the form of *combining statements* located within the supplementary information following the *Notes to the Financial Statements*. The nonmajor funds include special revenue funds (Library, Streets, Conservation Trust, Cemetery, Lodging, Housing Authority, and Arista Local Improvement District (the last two of which are blended component units)), debt service funds (Debt Service, Building Corporation Debt Service and BURA Debt Service (the last two of which are blended component units)), and capital projects funds (Building Corporation, Open Space and Services Expansion Fee (the first of which is a blended component unit)).

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Broomfield adopts an annual appropriated budget for all of its governmental funds. A budgetary comparison statement for the General Fund has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 34-37 of this report.

PROPRIETARY FUNDS: Broomfield maintains two different types of *proprietary funds*: enterprise and internal service funds. The proprietary fund financial statements are prepared on the accrual basis of accounting. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Broomfield uses enterprise funds to account for its water, sewer and water reclamation operations. *Internal service funds* are accounting devices used to accumulate and allocate costs internally among Broomfield's various functions. Broomfield uses an internal service fund to account for employee health benefits. These services predominantly benefit the governmental rather than business-type functions. As such, they have been included within the *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The Water, Sewer and Water Reclamation (enterprise) Funds are all considered to be major funds and are, therefore, presented separately in the proprietary fund statements. Broomfield's internal service fund is also presented in the proprietary fund statements.

Broomfield adopts an annual appropriated budget for all of its proprietary funds. Budgetary comparison statements have been provided in the supplementary information following the *Notes to the Financial Statements* to demonstrate compliance with this budget.

The basic proprietary fund financial statements can be found on pages 40-42 of this report.

FIDUCIARY FUNDS: *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support Broomfield's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Broomfield maintains trust-type fiduciary funds to account for resources held by Broomfield in a trustee capacity (pension funds). Broomfield's trust funds are combined into a single, aggregated presentation in the fiduciary fund statements. Individual fund data for each of the fiduciary funds is provided in the form of combining statements located within the supplementary information following the *Notes to the Financial Statements*.

Broomfield adopts an annual appropriated budget for all of its fiduciary funds. Budgetary comparison statements have been provided in the supplementary information following the *Notes to the Financial Statements* to demonstrate compliance with this budget.

The basic fiduciary fund financial statements can be found on pages 43-44 of this report.

NOTES TO THE FINANCIAL STATEMENTS

The *Notes to the Financial Statements* are considered an integral part of the basic financial statements since they provide additional information needed to gain a full understanding of the data provided in both the government-wide and fund financial statements. The *Notes to the Financial Statements* can be found on pages 45-92 of this report.

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements, which include the accompanying notes, this report also presents *required supplementary information (RSI)*. Included in the RSI is Broomfield's net pension (obligation)/asset and the annual pension cost to provide pension benefits to the employees covered by its defined benefit pension plan. Broomfield has also elected to utilize the modified approach to account for and report its street infrastructure capital assets. The required supplementary information includes an explanation of the modified approach and recent assessments that have been performed using the street infrastructure management system. The required supplementary information can be found on pages 96-103 of this report.

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COMBINING STATEMENTS AND SCHEDULES

The *combining statements and schedules* referred to earlier in connection with the nonmajor governmental funds, internal service funds, and fiduciary funds are presented following the required supplementary information. Following the combining statements, budget schedules for all nonmajor funds are presented individually. In addition, budget schedules for BURA and the Sales and Use Tax Capital Projects Fund, enterprise funds and the internal service fund are also presented following the schedules for nonmajor funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At the close of 2016, Broomfield's assets exceeded liabilities by \$1,004,176,412. The following summaries of net position and changes in net position are presented for the current year with comparative totals for the fiscal year 2015.

STATEMENT OF NET POSITION

The following table reflects the condensed statement of net position.

City and County of Broomfield As of December 31, 2016 (amounts expressed in thousands)						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$188,757	\$182,566	\$155,084	\$161,867	\$343,841	\$344,433
Capital assets	499,338	482,280	507,050	484,528	1,006,388	966,808
Other non-current assets	5,369	4,990			5,369	4,990
Total assets	693,464	669,836	662,134	646,395	1,355,598	1,316,231
Deferred Outflows of Resources	2,132	1,742	2,881	2,921	5,013	4,663
Total Deferred Outflows	2,132	1,742	2,881	2,921	5,013	4,663
Other liabilities	25,181	23,291	8,339	8,480	33,520	31,771
Long-term liabilities	209,752	221,830	67,256	74,422	277,008	296,252
Total liabilities	234,933	245,121	75,595	82,902	310,528	328,023
Deferred Inflows of Resources	45,906	44,080			45,906	44,080
Total Deferred Inflows	45,906	44,080			45,906	44,080
Net position:						
Net Investment in Capital						
Assets	309,792	280,808	456,228	427,640	766,020	708,448
Restricted	103,929	101,138	8,844	8,844	112,773	109,982
Unrestricted	1,036	431	124,348	129,930	125,384	130,361
Total net position	\$414,757	\$382,377	\$589,420	\$566,414	\$1,004,177	\$948,791

For more detailed information see the statement of net position on page 31 of this report.

By far, the largest portion of Broomfield's net position (74.7%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any debt used to acquire those assets that is still outstanding. Broomfield uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although Broomfield's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

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An additional portion of Broomfield's net position (25.1%) represents resources that are subject to internal and external restrictions on how they may be used. The remaining balance of unrestricted net position, \$1,035,677 may be used to meet Broomfield's ongoing obligations to its citizens and creditors.

The total net position reported for the primary government increased by \$55,214,978 during the current fiscal year. The change in net position for 2016 is attributed to growth in the governmental activities of \$32,379,517 and an increase in business-type activities of \$22,835,461.

Program revenues for governmental activities increased \$4,656,080 in 2016. All program revenue categories increased by varying degrees from 2015 levels. Charges for services increased \$1,375,845, capital grants and contributions by \$266,069 and operating grants by \$3,014,166. The large increase in capital grants and contributions is mainly due to an increase in acceptances from developers during 2016.

General revenues also experienced an increase from 2015 of \$9,919,971. Increases in all tax revenue (property, sales and use, and other) and sale of assets were partially offset by minimal decreases in investment earnings and miscellaneous revenue. Tax revenue for 2016 increased \$10,122,684; a reflection of the continuing growth seen in the region. Expenses were up 8% (\$10,083,242) over 2015 levels. The increase in expenses was more than covered by the increased revenues, resulting in an increase in net position for governmental activities of \$32,379,517.

Proprietary fund charges for services showed an increase of \$1,801,283; additionally capital grants and contributions increased \$7,987,649. The increase in capital grants and contributions is mostly a result of acceptances from developers. General revenues for the business-type activities decreased slightly during 2016. Investment earnings decreased by \$77,278, while miscellaneous revenues increased by \$59,069. Expenses for all business-type activities increased during 2016. Water fund expenses increased \$5,076,669, sewer increased \$628,335 and water reclamation was up \$284,028 from 2015 levels. Total revenues were still greater than total expenses; leading to an increase in net position of \$22,835,461.

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CHANGES IN NET POSITION

The following table reflects a condensed summary of activities and changes in net position.

City and County of Broomfield's Changes in Net Position December 31, 2016 (amounts expressed in thousands)						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Revenues:						
Program revenues						
Charges for services	\$21,220	\$19,844	\$25,666	\$23,865	\$46,886	\$43,709
Operating grants and contributions	11,793	11,527			11,793	11,527
Capital grants and contributions	12,392	9,377	37,721	29,733	50,113	39,110
General revenues						
Sales and Use taxes	69,177	64,084			69,177	64,084
Property taxes	43,213	38,404			43,213	38,404
Other taxes and fees	7,841	7,621			7,841	7,621
Investment earnings	1,104	1,335	1,133	1,211	2,237	2,546
Other	1,283	1,255	757	697	2,040	1,952
Total Revenues	168,023	153,447	65,277	55,506	233,300	208,953
Expenses:						
General government	33,338	29,256			33,338	29,256
Public safety	26,943	24,270			26,943	24,270
Community development	6,729	5,712			6,729	5,712
Public works	24,922	22,551			24,922	22,551
Parks and recreation	17,478	15,944			17,478	15,944
Facility maintenance	4,141	4,305			4,141	4,305
Health and human services	15,140	13,944			15,140	13,944
Interest on long-term debt	6,953	9,578			6,953	9,578
Water			26,152	21,075	26,152	21,075
Sewer			13,747	13,119	13,747	13,119
Water reclamation			2,543	2,259	2,543	2,259
Total expenses	135,644	125,560	42,442	36,453	178,086	162,013
Increase in net position	32,379	27,887	22,835	19,053	55,214	46,940
Net position - January 1	382,377	359,643	566,413	549,774	948,790	909,417
Prior period adjustment		(5,153)	172	(2,414)	172	(7,567)
Net position - December 31	<u>\$414,756</u>	<u>\$382,377</u>	<u>\$589,420</u>	<u>\$566,413</u>	<u>\$1,004,176</u>	<u>\$948,790</u>

For more detailed information see the statement of net position on page 31 of this report.

The above condensed summary of Broomfield's governmental and business-type activities for the period ended December 31, 2016, reflects net position increasing by \$55,214,978. Revenue and expense graphs are presented below to enhance the reader's understanding of the current year activities.

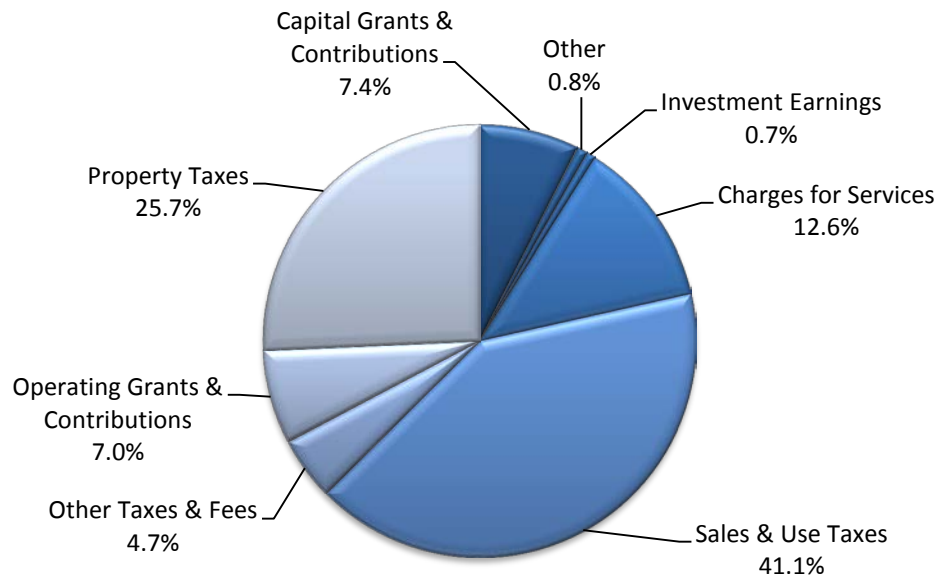
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GOVERNMENTAL ACTIVITIES

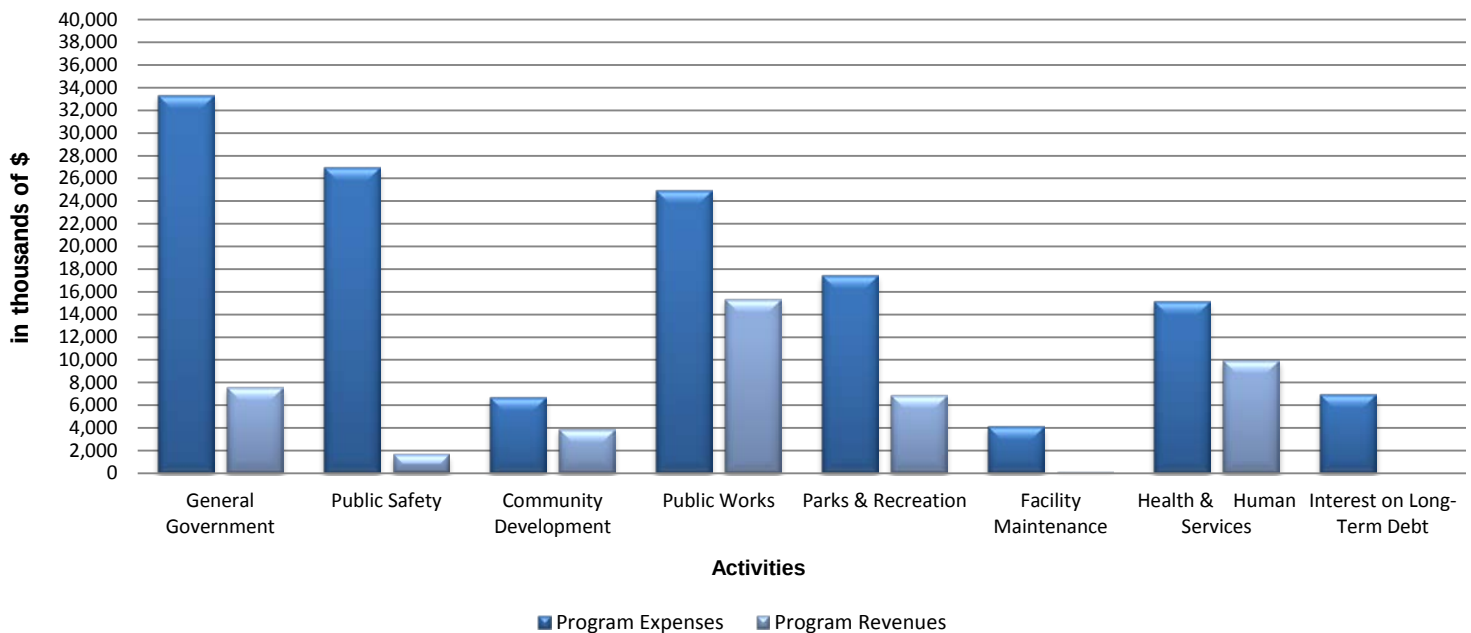
Governmental Activities increased Broomfield's Net Position by \$32,379,517.

The following charts illustrate governmental revenues by source and the governmental program revenues and expenses by function as reported on the statement of changes in net position.

2016 Revenues by Source - Governmental Activities



2016 Expenses and Program Revenues - Governmental Activities



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Governmental activities during 2016 increased Broomfield's net position by \$32,379,517, accounting for 58.6% of Broomfield's overall increase in net position. The comments below describe key revenue and expense elements for the year:

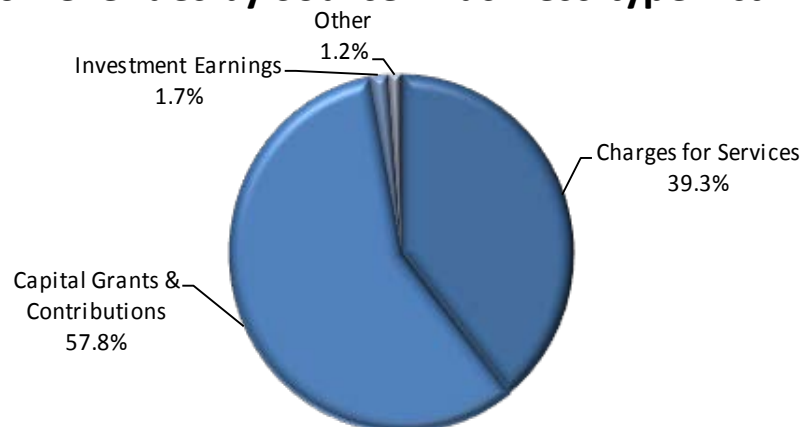
- Sales and use tax revenues, representing the largest single revenue source at \$69,176,984 in 2016, saw an increase of \$5,093,281 (8%) over 2015 levels, demonstrating the economy's continued improvement.
- Property tax revenues were \$43,213,229 which is an increase of 12.5% over the prior year due to continued growth in Broomfield.
- Investment earnings were down from 2015. Interest revenue for 2016 was \$1,103,970 compared to \$1,334,951 in 2015.
- Capital grants and contributions increased \$3,014,166 due to an increase in acceptances of public improvements in 2016. These one-time public improvement acceptances can vary greatly from year to year depending on how many developers complete projects during the year.
- Charges for services increased \$1,375,845 (7%) from 2015. The majority of the increase is attributable to a combination of community development, public safety and parks and recreation activities, \$877,936. In addition, general government, health and human services and public works also experienced increased charges for services revenue, although not as substantial. The continued growth in Broomfield has a direct correlation to the increase in charges for services revenue. Facilities maintenance was the only activity to experience a slight decrease from 2015.
- Total expenses for governmental activities, \$135,644,010, showed an increase of \$10,083,242 (8%). Several departments requested and received approval to increase staff level in 2016 to keep pace with increased work levels. Most notably, public safety received several new positions to staff a new wing at the detention facility. Additionally, most government functions had small increases in expenses during 2016, reflecting rising prices on goods and services.

BUSINESS-TYPE ACTIVITIES

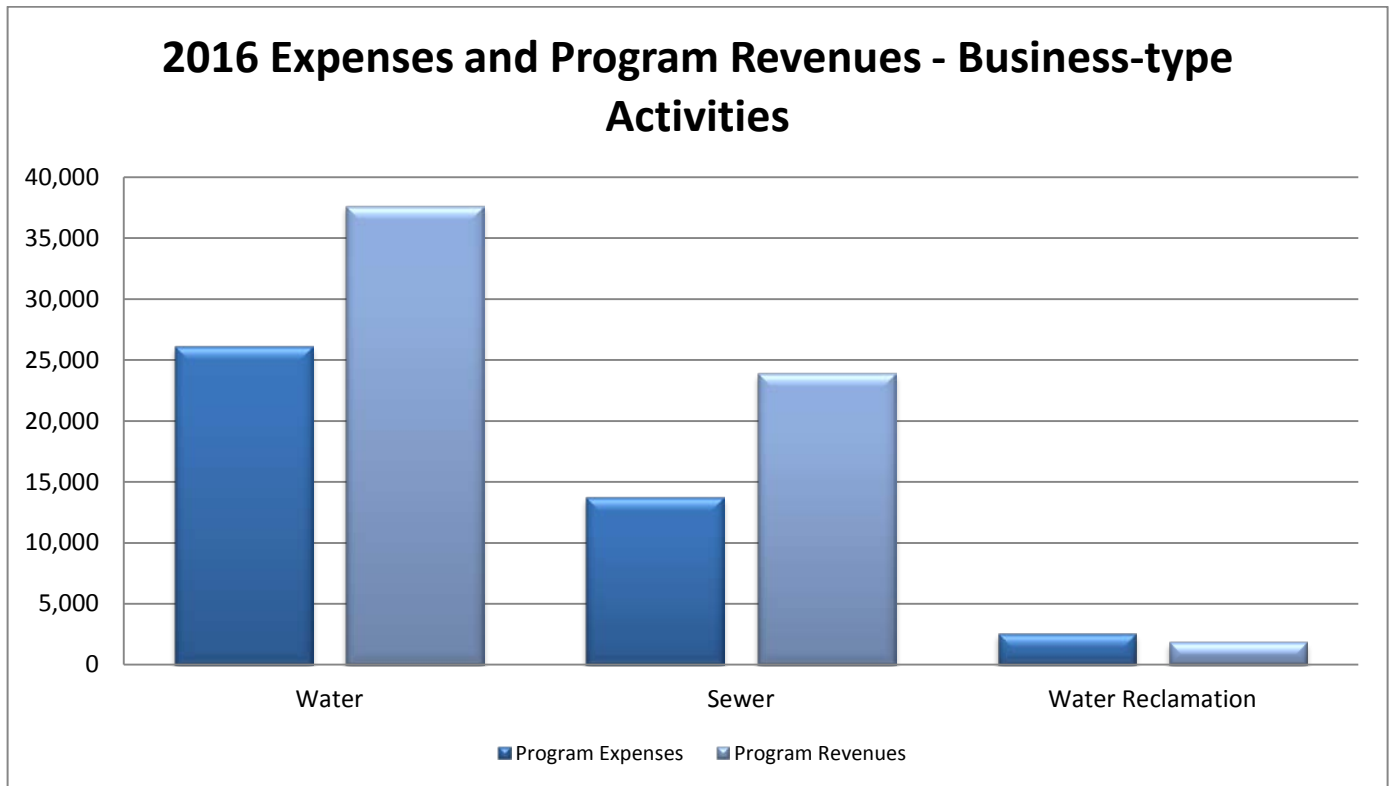
Business-type Activities increased Broomfield's Net Position by \$22,835,461.

The following charts illustrate business-type revenues by source and the business-type program revenues and expenses by function as reported on the statement of changes in net position.

2016 Revenues by Source - Business-type Activities



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Business-type activities increased Broomfield's net position by \$22,835,461. Below is information regarding key revenue and expense elements of business-type activities:

- Investment earnings were \$1,133,449 for 2016, down from \$1,210,727 in 2015.
- Capital contributions, comprised of license fees paid by new users and public improvements from developers, totaled \$37,721,102 in 2016, an increase of \$7,987,649 over 2015. The majority of this increase (71.5%) is attributable to public acceptances for 2016. Public acceptances increased \$5,709,264 from 2015 to 2016. As discussed earlier with governmental activities, these one-time acceptances can vary greatly from year to year depending on how many developers complete projects. The remainder of the increase is a result of continued building in Broomfield leading to an increase in license fee revenue.
- Charges for services were up slightly over 2015 reported amounts, \$25,665,848 or 7.5%. The increase from the prior year is a result of several factors: 1) an increase in water and sewer usage rates during 2016, 2) system growth, and 3) increased consumption during the year. Additionally, the continued building goes hand in hand with an increase in water usage from additional customers and developers.
- Other revenue for business-type activities increased to \$756,737, a minimal increase of 8.5% from 2015. The increase was the result of small increases from various sources in both the Water and Sewer Funds.
- Expenses related to business-type activities increased 16.4%, from 2015 amounts. A significant portion of the increase came in the Water Fund for other expenses. Included in other expenses are projects that do not meet the City's requirements as capital projects. During 2016 the Water Fund paid \$4,037,126 to Northern Colorado Water Conservancy District (NCWCD) toward construction of the Windy Gap Reservoir. Broomfield and several other entities contribute money to the district to construct and manage the reservoir but retain no legal ownership rights to the reservoir itself, merely the right to use a portion of the completed reservoir for future water storage needs. The remainder of the increase can be explained by rising prices on goods and services across the board.

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FINANCIAL ANALYSIS OF BROOMFIELD'S FUNDS

As noted previously, Broomfield uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

GOVERNMENTAL FUNDS

The focus of Broomfield's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing Broomfield's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As noted in the financial highlights on the first page of this analysis, at the end of the current fiscal year, Broomfield's governmental funds reported a combined ending fund balance of \$127,562,777, an increase of \$3,199,513 in comparison with the prior year. Of the combined ending fund balance, \$852,053 constitutes non-spendable fund balance, \$96,858,690 restricted fund balance, \$9,342,075 committed fund balance, \$1,313,714 assigned fund balance, and \$19,196,245 unassigned fund balance.

The General Fund is Broomfield's chief operating fund. At the end of 2016, the total fund balance of the General Fund was \$23,972,735. Of this amount, \$19,242,903 (80.3%) is unassigned and available for spending at the government's discretion. The remainder of the fund balance; \$547,758 is committed or assigned for specific purposes determined by a formal action of the City Council, \$3,480,000 is reserved for emergencies as required under the State's Constitution, an additional \$191,672 is restricted by State statutes and \$510,402 is designated as non-spendable because the funds are associated with inventory and prepaid expenses. In 2016, the fund balance of the General Fund decreased \$336,185. As discussed above, expenditures increased across the board during 2016. The increase in expenditures was offset by increased revenues for all except other taxes and fines and forfeitures. The overall stability of the fund balance is a result of a conscious effort by Broomfield's City Council and Management to limit expenditure growth and maintain fund reserves.

The Sales and Use Tax Fund is Broomfield's primary capital projects fund and is used to account for revenues generated from a 1.5% sales and use tax. In addition, revenues and commitments as outlined in various development agreements for public infrastructure are accounted for in this fund. Spending from this fund is restricted to capital improvement projects. At the end of 2016, the total fund balance of the Sales and Use Tax Fund was \$60,376,127. Of this amount, \$1,372,107 (2.3%) is restricted for specific purposes in developers' agreements and an additional \$1,041 is associated with prepaid expenses and considered non-spendable. The remaining \$59,002,979 is restricted for capital projects. In 2016, the fund balance in the Sales and Use Tax Fund increased \$1,177,863. Major capital construction and improvement projects financed through this fund are generally anticipated and planned well ahead of time. A majority of projects financed by this fund are multi-year projects. Funding for all projects, including multi-year projects, is identified before the project begins and follows the project through completion. Therefore, if more projects are continued or started than projects finished, fund balance will increase as it did in 2016. A five-year plan of capital projects, including estimated costs, funding sources, and anticipated timelines is reviewed on an annual basis.

The Human Service Fund accounts for all public assistance activities of Broomfield. Fund balance for the Human Service Fund was \$1,042,991 at the end of 2016; which was a decrease of \$869,256 from 2015. Of the \$1,042,991, the vast majority (\$1,031,178 or 98.9%) is assigned for human service activities within Broomfield. The remaining balance of \$11,813 is designated as non-spendable because the funds are associated with inventories or prepaid expenses. The decrease in fund balance for 2016 is a result of decreased funding from intergovernmental and interest revenues, compounded by an increase in spending for nearly all direct assistance programs.

Broomfield Urban Renewal Authority (BURA) accounts for all activities within its boundaries. Fund balance for BURA was \$4,105,952 at the end of 2016. This is a decrease of \$243,868 from 2015. The entire fund balance is restricted for capital projects within BURA's boundaries. While revenues and transfers increased during 2016 (\$1,814,849), expenditures and transfers out decreased (\$751,302). Expenditures exceeded revenues resulting in a decrease in fund balance for the year.

CITY AND COUNTY OF BROOMFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2016

PROPRIETARY FUNDS

Broomfield's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Total net position for the enterprise funds increased \$22,835,461 during 2016; while net position for the internal service fund decreased by \$275,789. The year-end net position balances and changes in net position for proprietary funds are reflected in the following table for 2016, with comparative balances for 2015.

Table of Net Position & Change in Net Position - Proprietary Funds As of December 31, 2016 (amounts expressed in thousands)				
	Net Position		Change in Net Position	
	2016	2015	2016	2015
Major Enterprise Funds				
Water	\$347,258	\$334,839	\$12,419	\$10,991
Sewer	182,903	170,468	12,435	10,186
Water Reclamation	59,259	61,275	(2,016)	(2,123)
Total of Major Enterprise Funds	589,420	566,582	22,838	19,054
Internal Service Fund	2,951	3,227	(276)	972
Total Proprietary Funds	\$592,371	\$569,809	\$22,562	\$20,026

BUDGETARY HIGHLIGHTS

GOVERNMENTAL FUNDS

GENERAL FUND: The increase in expenditures from original budget to final amended budget was less than 1%; while the final amended budget for revenues increased 2.27% over the original budget.

The increase from the original budgeted expenditures to the final budget amounted to \$584,135. Key factors include:

- The budget for most functions (i.e. general government, public safety, community development, etc.) increased by \$1,315,263. This increase was primarily to cover higher than expected costs associated with contractual services and supplies during the year.
- The increases above were partly offset by a decrease in the contingency reserve (\$731,128).

Revenues increased by \$1,904,088 between original and final budget. Key factors in the change include:

- Property tax, other tax and license, and fines and forfeitures revenues were decreased \$895,245 (2.8%) to more accurately reflect the expected collections for 2016.
- Sales and use tax and licenses and permits were increased 3.0% (\$995,757) and 5.8% (\$161,915) respectively to mirror the increased collections throughout the year.
- The increase in intergovernmental revenue, \$304,697, is a result of the carryover of multi-year grants or grants that use a fiscal year different from the city's calendar year.
- Charges for services and miscellaneous revenue budgets were increased \$1,336,964 (9.5%) to more accurately reflect collections during the year.

CITY AND COUNTY OF BROOMFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2016

The difference between final amended budget and actual expenditures was \$1,430,736 (1.9%). This difference is not the result of any one factor, rather cumulative effect of most departments closely monitoring spending and staying under budget.

Actual revenues came in \$435,504 (less than 1%) above final amended budget. Property tax, sales and use taxes, licenses and permits, charges for services, and fines and forfeitures all came in over final budget while other taxes, intergovernmental, investment earnings and miscellaneous came in under budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

CAPITAL ASSETS

Broomfield's investment in capital assets for its governmental and business-type activities as of December 31, 2016, amounted to \$1,006,388,379 (net of accumulated depreciation). This investment in capital assets includes: land, water rights, buildings and improvements, machinery, equipment and infrastructure associated with the water, sewer and water reclamation systems, as well as street systems, trails and traffic signal infrastructure.

INFRASTRUCTURE ASSETS: Historically, infrastructure (roads, bridges, and capital improvements other than buildings) has not been reported nor depreciated in governmental financial statements. Infrastructure represents a significant portion of a government's assets. Similarly, the outflow of resources expended by a government to maintain infrastructure also represents a sizable portion of its operations. GASB 34 requires that the infrastructure assets be valued and reported within the governmental column of the government-wide statements. Broomfield has completed implementation of this valuation and reporting, including inception-to-date balances for all infrastructure assets.

In addition, GASB Statement No. 34 requires that the government elect to either (a) depreciate these assets over their estimated useful lives, or (b) use the modified approach whereby the government develops an asset management system to maintain the service delivery potential of these assets indefinitely. Broomfield has elected to use the modified approach to address its street infrastructure capital assets. In using the modified approach, Broomfield is required to utilize its asset management system to periodically (at a minimum of three years) measure and demonstrate maintenance of the assets at a locally determined level of service. Broomfield's policy is to achieve a rating of "satisfactory" or better on at least 70% of all streets. The 2016 assessment shows a rating of "satisfactory" or better on 95% of the street infrastructure assets. Over time, this information regarding the condition and maintenance of Broomfield's infrastructure assets should assist readers of the financial statements in evaluating the local government. See the required supplementary information for further detail.

City and County of Broomfield's Capital Assets Net of Depreciation (amounts expressed in thousands)						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Land, easements and water rights	\$70,058	\$65,011	\$210,623	\$190,876	\$280,681	\$255,887
Infrastructure	282,269	273,575			282,269	273,575
Construction in progress	22,078	31,061	20,554	17,697	42,632	48,758
Buildings and improvements	112,849	104,489	86,072	89,240	198,921	193,729
Transmission, distribution and collection systems			188,206	184,343	188,206	184,343
Machinery and equipment	12,084	8,144	1,595	1,372	13,679	9,516
Total capital assets	\$499,338	\$482,280	\$507,050	\$483,528	\$1,006,388	\$965,808

CITY AND COUNTY OF BROOMFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2016

Major capital improvements during this fiscal year included the following:

Governmental Activities

- Completed construction of the new Health and Human Services building
- Continued work on upgraded software for Police Records Management, Payroll/HR, Community Center
- Continued major improvement project on Dillon Road and W. 144th Avenue
- Acquired and implemented new Elections tabulation software before the election in November
- Completed work on street infrastructure projects (Lowell Blvd from 120th Avenue to E. Midway Avenue, Brainard Drive relocation and Broomfield Lane Extension)
- Continued work on expansion of Broomfield County Commons
- Began Phase III of renovation at The Bay and Phase I of the Broomfield Community Center renovation
- Acceptance of public improvements
 - Streets infrastructure of approximately 36,214 linear feet
 - Pedestrian underpass and concrete trail
 - 4.5 acres of open space and parks

Proprietary Activities

- Purchase of approximately 740 additional Colorado Big Thompson water units
- Begin work on Wastewater Treatment plant administration building expansion
- Continued work on services for Northern Broomfield to accommodate continued growth in the area
- Acceptance of public improvements infrastructure:
 - 55,761 linear feet of water lines
 - 37,050 linear feet of sewer lines
 - 13,036 linear feet of storm sewer lines

Additional information on Broomfield's capital assets can be found in Note 5 on pages 59-60 of this report.

LONG-TERM DEBT

At the end of the current fiscal year, Broomfield's outstanding debt totaled \$280,940,170 (bonds, notes and Certificates of Participation). Of this amount, \$215,637,951 represents bonds secured by specified revenue sources (i.e., revenue bonds and tax increment revenue) and \$4,063,982 is a payable from pledged revenue but subordinate to the tax increment revenue bonds. The remaining amount, \$61,238,237 represents debt primarily secured by new facilities or equipment being financed by Certificates of Participation.

CITY AND COUNTY OF BROOMFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2016

City and County of Broomfield's Outstanding Debt (amounts expressed in thousands)						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Revenue bonds	\$97,289	\$102,005	\$69,194	\$76,210	\$166,483	\$178,215
Tax Increment bonds	49,155	51,250			49,155	51,250
Certificates of participation	61,238	66,385			61,238	66,385
Notes payable	4,064	4,033			4,064	4,033
Total outstanding debt	<u>\$211,746</u>	<u>\$223,673</u>	<u>\$69,194</u>	<u>\$76,210</u>	<u>\$280,940</u>	<u>\$299,883</u>

Additional information on Broomfield's long-term obligations can be found in Note 7 on pages 60-64 of this report.

ECONOMIC FACTORS

- At the end of 2016, unemployment in Broomfield was at 3.1%. This was lower than the State of Colorado unemployment rate of 3.4% for December and lower than the national average unemployment rate of 4.7%.
- Combined sales and use tax collections in 2016, \$69,176,984, came in above the prior year collection levels. Sales and use tax collections have shown steady, continued growth during the last several years. While this economic recovery is projected to remain stable, sales and use tax revenue projections for 2016 continue at conservative levels.
- The number of building permits Broomfield issued was up over 2015; continuing to remain above the previous 3 years. A total of 4,269 building permits were issued with a construction value of \$329.7 million.

FINANCIAL CONTACT

Broomfield's financial statements are designed to provide its users (citizens, taxpayers, customers, investors, and creditors) with a general overview of Broomfield's finances and to demonstrate Broomfield's accountability. Questions concerning any of the information presented in this report or requesting additional information should be sent to Broomfield's Finance Director's attention at the following address:

City and County of Broomfield
Finance Director
One DesCombes Drive
Broomfield, CO 80020

BASIC FINANCIAL STATEMENTS



City and County of Broomfield, Colorado

STATEMENT OF NET POSITION

December 31, 2016

	Primary Government		
	Governmental Activities	Business - Type Activities	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$28,241,473	\$15,183,036	\$43,424,509
Restricted Cash and Cash Equivalents	18,378,552		18,378,552
Investments	80,188,312	126,659,102	206,847,414
Restricted Investments	4,561,830	8,844,012	13,405,842
Receivables:			
Taxes, net	54,644,013		54,644,013
Accounts	1,849,261	2,869,534	4,718,795
Accrued Interest	278,612	379,065	657,677
Due from Other Governments	849,053	17,999	867,052
Internal Balance	(1,085,954)	1,085,954	
Inventory of Supplies at Cost	35,256		35,256
Prepaid Items	816,837	44,891	861,728
Total Current Assets	188,757,245	155,083,593	343,840,838
Non-Current Assets:			
Capital Assets (non-depreciable)	323,818,535	231,177,321	554,995,856
Capital Assets (net of accumulated depreciation)	175,519,549	275,872,974	451,392,523
Accounts Receivable - Non-Current	563,684		563,684
Investment in Joint Venture	4,805,120		4,805,120
Total Non-Current Assets	504,706,888	507,050,295	1,011,757,183
Total Assets	693,464,133	662,133,888	1,355,598,021
DEFERRED OUTFLOWS OF RESOURCES			
Pensions	888,395	452,394	1,340,789
Unamortized Loss on Debt Refunding	1,243,687	2,428,274	3,671,961
Total Deferred Outflows of Resources	2,132,082	2,880,668	5,012,750
LIABILITIES			
Current Liabilities:			
Accounts Payable	4,821,745	1,097,796	5,919,541
Accrued Liabilities	5,339,112	634,893	5,974,005
Accrued Vacation	248,455	25,857	274,312
Due to Other Governments	875,622		875,622
Advances for Construction	1,384,697		1,384,697
Unearned Revenue	627,891		627,891
Bonds Payable and Certificates of Participation, due within one year	11,485,000	6,580,000	18,065,000
Claims Payable, due within one year	398,802		398,802
Total Current Liabilities	25,181,324	8,338,546	33,519,870
Non-Current Liabilities:			
Accrued Vacation	4,040,449	308,110	4,348,559
Unearned Revenue		1,580,000	1,580,000
Bonds Payable and Certificates of Participation	196,197,286	62,613,902	258,811,188
Notes Payable	4,063,982		4,063,982
Total Pension Liability	5,450,910	2,754,060	8,204,970
Total Non-Current Liabilities	209,752,627	67,256,072	277,008,699
Total Liabilities	234,933,951	75,594,618	310,528,569
DEFERRED INFLOWS OF RESOURCES			
Property Tax	45,905,790		45,905,790
Total Deferred Inflows of Resources	45,905,790		45,905,790
NET POSITION			
Net Investment in Capital Assets	309,791,880	456,227,657	766,019,537
Restricted for:			
Capital Projects	73,302,151		73,302,151
Debt Service	22,771,197	8,844,012	31,615,209
Development Agreements	1,346,648		1,346,648
Emergency Reserves	3,480,000		3,480,000
State Mandated Programs	74,940		74,940
Health Insurance Claims	2,951,176		2,951,176
Unrestricted	1,038,482	124,348,269	125,386,751
Total Net Position	\$414,756,474	\$589,419,938	\$1,004,176,412

The notes to the basic financial statements are an integral part of this statement.

City and County of Broomfield, Colorado

STATEMENT OF ACTIVITIES

For the Fiscal Year Ended December 31, 2016

		Program Revenues			
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Total
<u>FUNCTIONS/PROGRAMS ACTIVITIES:</u>					
Primary Government:					
Governmental Activities:					
General Government	\$33,338,122	\$7,515,177	\$24,635	\$9,063	\$7,548,875
Public Safety	26,943,139	1,631,557			1,631,557
Community Development	6,728,952	3,883,354			3,883,354
Public Works	24,922,107	1,053,825	2,310,152	12,004,171	15,368,148
Parks and Recreation	17,477,422	5,816,691	702,601	378,281	6,897,573
Facility Maintenance	4,141,338	104,630			104,630
Health and Human Services	15,140,029	1,215,100	8,755,744		9,970,844
Interest on Long Term Debt	6,952,901				
Total Governmental Activities	135,644,010	21,220,334	11,793,132	12,391,515	45,404,981
Business - Type Activities:					
Water	26,151,993	15,565,357		22,074,578	37,639,935
Sewer	13,747,145	8,369,208		15,541,664	23,910,872
Water Reclamation	2,542,537	1,731,283		104,860	1,836,143
Total Business - Type Activities	42,441,675	25,665,848		37,721,102	63,386,950
Total Primary Government	\$178,085,685	\$46,886,182	\$11,793,132	\$50,112,617	\$108,791,931

General Revenue:

Taxes:
 Property
 Sales and Use
 Other
 Investment Earnings
 Gain on Sale of Assets
 Miscellaneous
 Total General Revenue

Change in Net Position

Net Position - Beginning
 Prior Period Adjustment
 Adjusted Net Position - Beginning

Net Position - Ending

The notes to the basic financial statements are an integral part of this statement.

Net (Expense) Revenue and Change in Net Position		
Primary Government		
Governmental Activities	Business - Type Activities	Total
(\$25,789,247)		(\$25,789,247)
(25,311,582)		(25,311,582)
(2,845,598)		(2,845,598)
(9,553,959)		(9,553,959)
(10,579,849)		(10,579,849)
(4,036,708)		(4,036,708)
(5,169,185)		(5,169,185)
(6,952,901)		(6,952,901)
(90,239,029)		(90,239,029)
	\$11,487,942	11,487,942
	10,163,727	10,163,727
	(706,394)	(706,394)
	20,945,275	20,945,275
(90,239,029)	20,945,275	(69,293,754)
43,213,229		43,213,229
69,176,984		69,176,984
7,840,946		7,840,946
1,103,970	1,133,449	2,237,419
201,435	12,848	214,283
1,081,982	743,889	1,825,871
122,618,546	1,890,186	124,508,732
32,379,517	22,835,461	55,214,978
382,376,957	566,413,410	948,790,367
	171,067	171,067
382,376,957	566,584,477	948,961,434
\$414,756,474	\$589,419,938	\$1,004,176,412

City and County of Broomfield, Colorado
GOVERNMENTAL FUNDS

Balance Sheet

December 31, 2016

	Primary Government					
			Broomfield			
	General	Sales and Use Tax	Urban Renewal Authority	Human Service	Other Governmental	Total Governmental
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$4,796,286	\$8,395,436	\$2,813,134	\$33,664	\$11,514,905	\$27,553,425
Restricted Cash and Cash Equivalents					18,378,552	18,378,552
Investments	19,807,072	53,427,912		650,170	4,284,571	78,169,725
Restricted Investments					4,561,830	4,561,830
Receivables:						
Taxes, net	30,045,370	7,403,213	10,745,378	2,765,169	3,684,883	54,644,013
Accounts	324,941	850,500	578,602	14,142	39,593	1,807,778
Accrued Interest	51,758	195,971		2,416	22,397	272,542
Due from Other Governments	174,734			489,104	185,215	849,053
Interfund Receivables	2,529,788	600,000	575,053	520,944	255,315	4,481,100
Inventory	27,131			8,125		35,256
Prepaid Items	483,271	1,041	250,000	3,688	78,797	816,797
Total Current Assets	58,240,351	70,874,073	14,962,167	4,487,422	43,006,058	191,570,071
Non-Current Assets:						
Accounts Receivable - Non Current		313,684	250,000			563,684
Total Non-Current Assets		313,684	250,000			563,684
Total Assets	58,240,351	71,187,757	15,212,167	4,487,422	43,006,058	192,133,755
LIABILITIES						
Accounts Payable	1,453,789	2,451,175	339,601	242,019	306,558	4,793,142
Accrued Liabilities	4,071,866	22,171		426,013	272,379	4,792,429
Due to Other Governments	861,670		13,952			875,622
Interfund Payables	1,998,124	2,582,285	477,168	11,230	1,122,600	6,191,407
Advances for Construction		1,384,697				1,384,697
Unearned Revenue	627,891					627,891
Total Liabilities	9,013,340	6,440,328	830,721	679,262	1,701,537	18,665,188
DEFERRED INFLOW OF RESOURCES						
Property Tax	25,254,276	4,371,302	10,275,494	2,765,169	3,239,549	45,905,790
Total Deferred Inflow of Resources	25,254,276	4,371,302	10,275,494	2,765,169	3,239,549	45,905,790
FUND BALANCES						
Nonspendable:						
Inventory	27,131			8,125		35,256
Prepays	483,271	1,041	250,000	3,688	78,797	816,797
Restricted for:						
Capital Projects		59,002,979	3,855,952		5,638,100	68,497,031
Clerk and Recorder	74,940					74,940
Debt Service					23,317,880	23,317,880
Development Agreements		1,372,107				1,372,107
Emergency Reserves	3,480,000					3,480,000
Police	116,732					116,732
Committed for:						
Court Juvenile program	371,388					371,388
Capital Projects					8,616,658	8,616,658
Severance Pay	170,349					170,349
Housing Authority Operations					183,680	183,680
Assigned for:						
Human Service				1,031,178		1,031,178
Cemetery Operations					276,515	276,515
Pollution Prevention	6,021					6,021
Unassigned	19,242,903				(46,658)	19,196,245
Total Fund Balance	23,972,735	60,376,127	4,105,952	1,042,991	38,064,972	127,562,777
Total Liabilities, Deferred Inflow of Resources, and Fund Balance	\$58,240,351	\$71,187,757	\$15,212,167	\$4,487,422	\$43,006,058	\$192,133,755

The notes to the basic financial statements are an integral part of this statement.

RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2016

Amount reported for governmental activities in the statement of net position are different because:

Total fund balances - governmental funds	\$127,562,777
Capital assets net of accumulated depreciation used in the governmental activities are not current financial resources. Therefore they are not reported in the funds.	499,338,084
Deferred outflow of resources that are not available to pay for current period expenditures, such as loss on debt refunding.	1,243,687
Equity interest in joint venture operations in which the government participates.	4,805,120
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service fund are included in the governmental activities in the statement of net position.	2,951,176
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in the funds. This liability is net pension liability.	(5,450,910)
Deferred outflows of resources related to pensions are applicable in future periods, and therefore, are not reported in the funds. Deferred outflows of resources related to the net difference between projected and actual earnings on pensions \$343,133 and related to the net difference between actual and expected experience \$717,028 less amortization of \$171,766	888,395
Other long-term liabilities, including bonds, notes, and capital leases payable are not due and payable in the current period and therefore are not reported in the funds.	(211,746,268)
Accrued interest payable on debt is not due and payable in the current period and therefore is not reported in the funds.	(546,683)
Accrued compensated absences payable are not due and payable in the current period and therefore are not reported in the funds.	<u>(4,288,904)</u>
Net position of governmental activities	<u><u>\$414,756,474</u></u>

City and County of Broomfield, Colorado
GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures, and
Changes in Fund Balances

For the Fiscal Year Ended December 31, 2016

	Primary Government					
	General	Sales and Use Tax	Broomfield Urban Renewal Authority	Human Service	Total Other Governmental	Total Governmental
REVENUES						
Taxes:						
Property	\$24,827,982	\$4,213,101	\$8,335,150	\$2,704,625	\$3,132,371	\$43,213,229
Sales and Use	34,635,939	30,360,270			4,180,775	69,176,984
Lodging					593,364	593,364
Other	5,451,992			161,678	1,633,912	7,247,582
Licenses and Permits	3,109,890					3,109,890
Intergovernmental	2,059,782	1,900,385		8,499,900	3,263,788	15,723,855
Charges for Services	14,973,822			163,423	273,738	15,410,983
Fines and Forfeitures	639,679					639,679
Investment Earnings	320,225	508,492	4,815	14,246	236,404	1,084,182
Developer Contributions		46,718			29,444	76,162
Miscellaneous	296,466	89,999	568,508	70,290	56,719	1,081,982
Total Revenues	86,315,777	37,118,965	8,908,473	11,614,162	13,400,515	157,357,892
EXPENDITURES						
Current:						
General Government	21,044,027	920,972	7,569,432		2,839,164	32,373,595
Public Safety	24,991,749	41,305				25,033,054
Community Development	4,899,737	163,856			16,938	5,080,531
Public Works	2,027,543	13,599,683			4,616,939	20,244,165
Parks and Recreation	12,243,921	255,432			1,402,562	13,901,915
Facility Maintenance	4,098,581	55,627				4,154,208
Health and Human Services	2,366,258			12,600,568		14,966,826
Capital Outlay	535,566	15,805,167		96,811	3,346,857	19,784,401
Debt Service:						
Principal					10,945,000	10,945,000
Interest					7,859,959	7,859,959
Other					27,450	27,450
Total Expenditures	72,207,382	30,842,042	7,569,432	12,697,379	31,054,869	154,371,104
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	14,108,395	6,276,923	1,339,041	(1,083,217)	(17,654,354)	2,986,788
OTHER FINANCING SOURCES (USES)						
Transfers In	1,605,354	10,211,965	2,190,926	1,218,274	22,648,911	37,875,430
Transfers Out	(16,262,659)	(15,311,025)	(3,773,835)	(1,004,313)	(1,523,598)	(37,875,430)
Sale of Capital Assets	212,725					212,725
Total Other Financing Sources (Uses)	(14,444,580)	(5,099,060)	(1,582,909)	213,961	21,125,313	212,725
Net Change in Fund Balance	(336,185)	1,177,863	(243,868)	(869,256)	3,470,959	3,199,513
FUND BALANCES - Beginning	24,308,920	59,198,264	4,349,820	1,912,247	34,594,013	124,363,264
FUND BALANCES - Ending	\$23,972,735	\$60,376,127	\$4,105,952	\$1,042,991	\$38,064,972	\$127,562,777

The notes to the basic financial statements are an integral part of this statement.

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

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

Net change in fund balances - total governmental funds	\$3,199,513
Governmental funds reported capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation of \$12,556,266 and the write off of construction in progress from prior year of \$225,156 is less than capital outlays of \$19,784,401 in the current period.	7,002,979
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. This constitutes contributed assets that are not included in the fund statements.	10,066,130
The repayment of the principal of long-term debt is reported as an expenditure in the governmental funds, but reduces the debt liability in the statement of net position.	10,945,000
The governmental funds report the effect of premiums, discounts and similar items as expenditures in the period when the debt is created. The governmental activities defer and amortize the cost in the statement of activities for the current period. Bond premium amortization of \$1,012,581 results in a decrease in interest expense at the governmental activities level. The BURA accrued note balance increase of \$31,276 and accrued interest payable decrease of \$36,570 resulted in a net decrease in interest expense of \$5,303 at the governmental activities level. The amortization of the deferred loss on refunding amounted to \$83,376 resulting in additional interest expense at the governmental activities level.	934,508
Increase in accruals for compensated absences reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	(66,830)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in government funds. This is the change in net pension expense.	207,014
Net book value of capital assets disposed (Note 5).	(11,289)
Change in the net position of a joint venture entity in which the government has an equity interest is not recorded in the governmental funds due to the long-term nature of the joint venture assets and liabilities.	378,281
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net income from the activities of the internal service fund is reported with the governmental activities.	(275,789)
Change in net position of governmental activities	<u>\$32,379,517</u>

The notes to the basic financial statements are an integral part of this statement.

City and County of Broomfield, Colorado
GENERAL FUND

**Statement of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual**

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Taxes:					
Property	\$24,752,600	\$24,713,955	\$24,827,982	\$114,027	\$22,142,452
Sales and Use	33,154,695	34,150,452	34,635,939	485,487	31,968,514
Other	6,089,345	5,622,745	5,451,992	(170,753)	5,468,487
Licenses and Permits	2,777,745	2,939,660	3,109,890	170,230	2,709,048
Intergovernmental	1,804,272	2,108,969	2,059,782	(49,187)	1,941,275
Charges for Services	13,690,823	14,942,987	14,973,822	30,835	13,852,015
Fines and Forfeitures	995,500	605,500	639,679	34,179	921,292
Investment Earnings	351,300	351,300	320,225	(31,075)	303,692
Miscellaneous	359,905	444,705	296,466	(148,239)	424,972
Total Revenues	83,976,185	85,880,273	86,315,777	435,504	79,731,747
EXPENDITURES					
Current:					
General Government	21,152,082	21,436,058	21,044,027	(392,031)	18,894,028
Public Safety	24,271,102	24,707,537	24,991,749	284,212	22,437,721
Community Development	4,762,214	4,835,808	4,899,737	63,929	4,434,237
Public Works	2,329,520	2,136,228	2,027,543	(108,685)	2,023,357
Parks and Recreation	12,567,995	12,614,149	12,243,921	(370,228)	11,284,365
Facility Maintenance	4,305,506	4,533,015	4,098,581	(434,434)	3,829,338
Public Health	2,141,338	2,507,133	2,366,258	(140,875)	2,137,380
Capital Outlay	502,433	577,525	535,566	(41,959)	80,151
Contingency	1,021,793	290,665		(290,665)	
Total Expenditures	73,053,983	73,638,118	72,207,382	(1,430,736)	65,120,577
EXCESS OF REVENUES OVER EXPENDITURES	10,922,202	12,242,155	14,108,395	1,866,240	14,611,170
OTHER FINANCING SOURCES (USES)					
Transfers In	1,387,160	1,881,225	1,605,354	(275,871)	1,253,657
Transfers Out	(13,389,659)	(16,036,442)	(16,262,659)	(226,217)	(15,766,803)
Sale of Capital Assets	100,000	150,000	212,725	62,725	144,140
Total Other Financing Sources (Uses)	(11,902,499)	(14,005,217)	(14,444,580)	(439,363)	(14,369,006)
 Net Change in Fund Balance	 (980,297)	 (1,763,062)	 (336,185)	 1,426,877	 242,164
 FUND BALANCE - Beginning	 19,642,065	 22,599,838	 24,308,920	 1,709,082	 24,066,756
 FUND BALANCE - Ending	 \$18,661,768	 \$20,836,776	 \$23,972,735	 \$3,135,959	 \$24,308,920

The notes to the basic financial statements are an integral part of this statement.

City and County of Broomfield, Colorado
HUMAN SERVICE FUND

Statement of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Taxes:					
Property	\$2,706,550	\$2,701,650	\$2,704,625	\$2,975	\$2,421,697
Other	165,750	165,750	161,678	(4,072)	150,614
Intergovernmental	9,730,828	10,261,743	8,499,900	(1,761,843)	8,712,029
Charges for Services	152,500	152,500	163,423	10,923	182,832
Investment Earnings	18,900	18,900	14,246	(4,654)	15,197
Miscellaneous	35,800	34,955	70,290	35,335	48,977
Total Revenues	<u>12,810,328</u>	<u>13,335,498</u>	<u>11,614,162</u>	<u>(1,721,336)</u>	<u>11,531,346</u>
EXPENDITURES					
Senior Programs	819,370	853,318	916,226	62,908	830,194
Human Service Administration	2,317,425	2,406,331	2,425,700	19,369	2,113,447
Capital		219,830	96,811	(123,019)	5,480
Contingency	85,351	6,095		(6,095)	
Direct Assistance:					
Aid to Needy and Disabled	72,450	62,000	44,906	(17,094)	59,849
Work Force Center	923,170	919,820	894,996	(24,824)	862,810
TANF Administration	656,249	604,239	357,284	(246,955)	446,913
Child Care	292,238	555,369	407,714	(147,655)	351,631
Child Support Enforcement	352,797	367,326	319,225	(48,101)	297,335
Child Welfare	2,980,908	2,735,260	2,687,542	(47,718)	2,407,972
Adult and Elderly	5,059,319	4,871,315	4,546,975	(324,340)	4,441,275
Total Expenditures	<u>13,559,277</u>	<u>13,600,903</u>	<u>12,697,379</u>	<u>(903,524)</u>	<u>11,816,906</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(748,949)</u>	<u>(265,405)</u>	<u>(1,083,217)</u>	<u>(817,812)</u>	<u>(285,560)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	911,366	697,330	1,218,274	520,944	878,583
Transfers Out	(837,160)	(1,043,970)	(1,004,313)	39,657	(791,052)
Total Other Financing Sources (Uses)	<u>74,206</u>	<u>(346,640)</u>	<u>213,961</u>	<u>560,601</u>	<u>87,531</u>
Net Change in Fund Balance	(674,743)	(612,045)	(869,256)	(257,211)	(198,029)
FUND BALANCE - Beginning	1,498,085	\$1,911,928	1,912,247	319	2,110,276
FUND BALANCE - Ending	<u>\$823,342</u>	<u>\$1,299,883</u>	<u>\$1,042,991</u>	<u>(\$256,892)</u>	<u>\$1,912,247</u>

The notes to the basic financial statements are an integral part of this statement.

City and County of Broomfield, Colorado
PROPRIETARY FUNDS

Statement of Net Position

December 31, 2016

	Water Fund	Sewer Fund	Water Reclamation Fund	Total Enterprise Funds	Total Internal Service Fund
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$351,869	\$9,668,300	\$5,162,867	\$15,183,036	\$688,048
Investments	70,842,034	47,876,694	7,940,374	126,659,102	2,018,587
Restricted Investments	4,975,000	3,869,012		8,844,012	
Receivables:					
Accounts	1,233,945	888,157	747,432	2,869,534	41,483
Accrued Interest	197,042	160,382	21,641	379,065	6,070
Due from Other Governments	17,999			17,999	
Interfund Receivables	1,088,880		716	1,089,596	628,433
Prepaid Items	3,464	39,122	2,305	44,891	40
Total Current Assets	78,710,233	62,501,667	13,875,335	155,087,235	3,382,661
Noncurrent Assets:					
Property, Plant and Equipment:					
Land and Water Rights	191,474,424	2,671,874	16,476,742	210,623,040	
Treatment and Pumping Plants	34,510,622	83,629,723	7,647,875	125,788,220	
Accumulated Depreciation	(17,462,691)	(29,973,587)	(2,250,243)	(49,686,521)	
Wells, Reservoir and Storage Tanks	12,725,557		1,622,117	14,347,674	
Accumulated Depreciation	(3,849,175)		(946,235)	(4,795,410)	
Transmission, Distribution and Collection Systems	128,167,040	135,879,853	37,774,172	301,821,065	
Accumulated Depreciation	(55,413,969)	(44,103,178)	(13,679,817)	(113,196,964)	
Machinery, Equipment, Vehicles, Furniture and Shops	3,329,573	3,107,336	249,844	6,686,753	
Accumulated Depreciation	(2,702,147)	(2,152,683)	(237,014)	(5,091,844)	
Construction in Progress	11,682,233	8,482,653	389,396	20,554,282	
Total Noncurrent Assets	302,461,467	157,541,991	47,046,837	507,050,295	
Total Assets	381,171,700	220,043,658	60,922,172	662,137,530	3,382,661
DEFERRED OUTFLOWS OF RESOURCES					
Unamortized Loss on Debt Refunding	1,211,152	1,217,122		2,428,274	
Pension Deferred Outflow	358,720	93,674		452,394	
Total Deferred Outflows of Resources	1,569,872	1,310,796		2,880,668	
LIABILITIES					
Current Liabilities:					
Accounts Payable	490,775	540,957	66,064	1,097,796	28,603
Accrued Liabilities	331,347	295,029	8,517	634,893	398,802
Accrued Compensated Absences	15,294	9,216	1,347	25,857	
Interfund Payables	2,117	1,525		3,642	4,080
Current Portion of Bonds Payable	4,390,000	2,190,000		6,580,000	
Total Current Liabilities	5,229,533	3,036,727	75,928	8,342,188	431,485
Noncurrent Liabilities:					
Accrued Compensated Absences	207,933	93,346	6,831	308,110	
Unearned Revenue			1,580,000	1,580,000	
Revenue Bonds (Net of Current Portion)	27,843,862	34,770,040		62,613,902	
Net Pension Liability	2,202,389	551,671		2,754,060	
Total Noncurrent Liabilities	30,254,184	35,415,057	1,586,831	67,256,072	
Total Liabilities	35,483,717	38,451,784	1,662,759	75,598,260	431,485
NET POSITION					
Net Investment in Capital Assets	276,413,757	132,767,063	47,046,837	456,227,657	
Restricted for:					
Prepays					
Debt Service	4,975,000	3,869,012		8,844,012	
Health Insurance Claims					2,951,176
Unrestricted	65,869,098	46,266,595	12,212,576	124,348,269	
Total Net Position	\$347,257,855	\$182,902,670	\$59,259,413	\$589,419,938	\$2,951,176

The notes to the basic financial statements are an integral part of this statement.

City and County of Broomfield, Colorado
PROPRIETARY FUNDS

Statement of Revenues, Expenses
and Changes in Net Position

For the Fiscal Year Ended December 31, 2016

	Water Fund	Sewer Fund	Water Reclamation Fund	Total Enterprise Funds	Total Internal Service Fund
OPERATING REVENUES					
Charges for Services	\$15,325,655	\$8,369,208	\$1,648,038	\$25,342,901	
Other Services	239,702			239,702	\$7,824,009
Water Leases and Royalties			83,245	83,245	
Miscellaneous	280,704	463,185		743,889	975,169
Total Operating Revenues	15,846,061	8,832,393	1,731,283	26,409,737	8,799,178
OPERATING EXPENSES					
Personnel Services	3,157,056	2,718,257	125,781	6,001,094	
Supplies and Materials	912,840	603,508	63,875	1,580,223	
Contractual Services	7,078,117	1,509,461	544,128	9,131,706	417,231
Utilities	527,481	698,430	209,446	1,435,357	
Services Provided by General Fund	1,885,176	1,319,747	109,420	3,314,343	
Water Purchases	6,369,939			6,369,939	
Depreciation	4,909,608	5,593,077	1,489,887	11,992,572	
Benefit Payments					7,838,621
Insurance Premiums					838,903
Total Operating Expenses	24,840,217	12,442,480	2,542,537	39,825,234	9,094,755
Operating Income (Loss)	(8,994,156)	(3,610,087)	(811,254)	(13,415,497)	(295,577)
NONOPERATING REVENUES (EXPENSES)					
Investment Earnings	633,448	406,875	93,126	1,133,449	19,788
Interest Expenses and Fiscal Charges	(1,311,776)	(1,304,665)		(2,616,441)	
Gain (Loss) on Disposal of Capital Assets	16,530	(3,682)		12,848	
Total Nonoperating Revenue (Expenses)	(661,798)	(901,472)	93,126	(1,470,144)	19,788
Income (Loss) before Interfund Transfers and Contributions	(9,655,954)	(4,511,559)	(718,128)	(14,885,641)	(275,789)
Capital Contributions	22,074,578	15,541,664	104,860	37,721,102	
Transfers In		1,404,133		1,404,133	
Transfers Out			(1,404,133)	(1,404,133)	
Change in Net Position	12,418,624	12,434,238	(2,017,401)	22,835,461	(275,789)
Net Position - Beginning	334,839,231	170,468,432	61,105,747	566,413,410	3,226,965
Prior Period Adjustment			171,067	171,067	
Adjusted Net Position - Beginning	334,839,231	170,468,432	61,276,814	566,584,477	3,226,965
Net Position - Ending	\$347,257,855	\$182,902,670	\$59,259,413	\$589,419,938	\$2,951,176

The notes to the basic financial statements are an integral part of this statement.

City and County of Broomfield, Colorado
PROPRIETARY FUNDS

Statement of Cash Flows

For the Fiscal Year Ended December 31, 2016

	Water Fund	Sewer Fund	Water Reclamation Fund	Total Enterprise Funds	Total Internal Service Fund
Cash Flows from Operating Activities:					
Cash Received From Customers	\$15,800,264	\$8,940,209	\$1,641,099	\$26,381,572	
Cash Received From Users					\$8,712,910
Cash Paid to Suppliers	(17,262,591)	(4,302,306)	(901,358)	(22,466,255)	
Cash Paid to Employees and Providers	(3,092,583)	(2,622,430)	(126,820)	(5,841,833)	(9,164,813)
Net Cash Provided (Used) by Operating Activities	(4,554,910)	2,015,473	612,921	(1,926,516)	(451,903)
Cash Flows from Noncapital Financing Activities:					
Transfer from other Funds		1,404,133		1,404,133	
Transfer to other Funds			(1,404,133)	(1,404,133)	
Net Cash Provided (Used) by Noncapital Financing Activities		1,404,133	(1,404,133)		
Cash Flows from Capital and Related Financing Activities:					
Purchase of Capital Assets	(22,382,090)	(2,491,277)	126,006	(24,747,361)	
Proceeds from the Sale of Capital Assets	16,530			16,530	
Principal Payments - Bonds, Notes and Leases	(4,230,000)	(2,085,000)		(6,315,000)	
Interest Paid	(1,201,155)	(1,601,192)		(2,802,347)	
Capital Contributions - Customers	17,083,634	10,441,868	104,860	27,630,362	
Net Cash Provided (Used) in Capital and Related Financing Activities	(10,713,081)	4,264,399	230,866	(6,217,816)	
Cash Flows from Investing Activities:					
Interest Received	720,146	597,633	130,992	1,448,771	27,130
Sale (Purchase) of Investment Securities	8,433,503	(8,611,142)	(42,085)	(219,724)	(17,089)
Net Cash Provided (Used) in Investing Activities	9,153,649	(8,013,509)	88,907	1,229,047	10,041
Net Increase (Decrease) in Cash and Cash Equivalents	(6,114,342)	(329,504)	(471,439)	(6,915,285)	(441,862)
Cash and Cash Equivalents, January 1	6,466,211	9,997,804	5,634,306	22,098,321	1,129,910
Cash and Cash Equivalents, December 31	\$351,869	\$9,668,300	\$5,162,867	\$15,183,036	\$688,048

RECONCILIATION OF OPERATING INCOM (LOSS) TO NET
CASH PROVIDED (USED) BY OPERATING ACTIVITIES

	Water Fund	Sewer Fund	Water Reclamation Fund	Total Enterprise Fund	Total Internal Service Fund
Operating Income (Loss)	(\$8,994,156)	(\$3,610,087)	(\$811,254)	(\$13,415,497)	(\$295,577)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation and Amortization Expense	4,909,608	5,593,077	1,489,887	11,992,572	
Changes in Assets and Liabilities:					
Accounts Receivable	(23,777)	107,816	(9,468)	74,571	(25,634)
Due from Other Governments	(17,999)			(17,999)	
Due from Other Funds	(1,904)		(716)	(2,620)	
Prepaid Items	12,080	(22,931)	1,451	(9,400)	221
Accounts Payable	(501,118)	(148,229)	19,426	(629,921)	(70,279)
Accrued Liabilities	140,384	111,631	4,634	256,649	
Accrued Vacation	7,613	7,100	(1,039)	13,674	
Due to Other Funds	(2,117)			(2,117)	(60,634)
Pension Expense	(83,524)	(22,904)		(106,428)	
Unearned Revenue			(80,000)	(80,000)	
Total Adjustments	4,439,246	5,625,560	1,424,175	11,488,981	(156,326)
Net Cash Provided (Used) by Operating Activities	(\$4,554,910)	\$2,015,473	\$612,921	(\$1,926,516)	(\$451,903)
Noncash Investing, Capital and Financing Activities:					
Developer Contributed Public Improvements	\$4,990,944	\$5,099,796		\$10,090,740	
Decrease in Fair Market Value of Investments	(\$227,822)	(\$205,573)	(\$32,870)	(\$466,265)	(\$6,666)

The notes to the basic financial statements are an integral part of this statement.

City of County of Broomfield, Colorado
PENSION AND HEALTH TRUST FUNDS

Statement of Net Position

December 31, 2016

ASSETS

Restricted Cash and Cash Equivalents	\$349,279
Accounts Receivable:	
Loans Receivable	1,977,320
Total Current Assets	<u>2,326,599</u>
 Restricted Investments	
Equity Investments	102,016,655
Fixed Income Investments	1,270,788
Guaranteed Investment Contract	36,318
Total Restricted Investments	<u>103,323,761</u>
 Total Assets	<u>105,650,360</u>

LIABILITIES

Forfeitures Payable	253,575
Total Liabilities	<u>253,575</u>

NET POSITION

Held in Trust for Pension Benefits	<u>\$105,396,785</u>
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The notes to the basic financial statements are an integral part of this statement.

City and County of Broomfield, Colorado
PENSION AND HEALTH TRUST FUNDS

Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended December 31, 2016

ADDITIONS

Contributions:

City Contributions	\$4,620,552
Employee Contributions	3,618,479
Total Contributions	<u>8,239,031</u>

Investment Earnings	6,894,018
Total Additions	<u>15,133,049</u>

DEDUCTIONS

Benefit Payments	7,452,942
Forfeitures	70,677
Professional Services	211,459
Total Deductions	<u>7,735,078</u>

CHANGES IN NET POSITION	7,397,971
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Net Position - Beginning	97,998,814
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Net Position - Ending	<u><u>\$105,396,785</u></u>
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The notes to the basic financial statements are an integral part of this statement.

NOTES



CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2016

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CITY AND COUNTY OF BROOMFIELD
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NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Broomfield was incorporated June 6, 1961, and became a home rule city under the Constitution of the State of Colorado on November 5, 1974. In November 1998, citizens approved a statewide Colorado constitutional amendment to allow the City of Broomfield to become the City and County of Broomfield (Broomfield). On November 15, 2001, Broomfield officially began county operations.

The City Charter establishes the City Council as the policy making legislative body of the City. The City Council also serves as the County Board of Commissioners. The Council is made up of ten members from five wards. The Mayor is elected at large and votes only in the case of a tie. The Mayor has the right to veto any ordinance, which may be overridden by two-thirds vote of the entire Council.

The accounting policies of Broomfield conform to accounting principles generally accepted in the United States as applicable to governments. The following is a summary of the more significant policies:

A. Reporting Entity

Broomfield applies the criteria set forth in GASB Statement No. 61 to determine which governmental organizations should be included in the reporting entity. The inclusion or exclusion of component units is based on the elected officials' accountability to their constituents, and the financial reporting entity follows the same accountability. Further, the financial statements of the reporting entity should enable the reader to distinguish between the primary government (including its blended component units, which are, in substance, part of the primary government) and discretely presented component units. The criteria used for determining whether an entity should be included, either blended or discretely presented, includes, but is not limited to, fiscal dependency, imposition of will, legal standing, and the primary recipient of services.

Included within the reporting entity, in blended presentation:

City and County of Broomfield, Colorado Building Corporation (CCBCBC) - The CCBCBC, a legally separate, nonprofit corporation, was created to facilitate Broomfield financings, including the acquisition of real estate, property, and improvements for lease to Broomfield. The CCBCBC is governed by a five-member Board of Directors, which includes the City Manager, Assistant City Manager, Finance Director and two members of City Council. CCBCBC is presented as a debt service fund with the nonmajor governmental funds. The CCBCBC is a component unit of the City and County because their governing bodies are substantively the same and there is either a financial benefit or burden relationship between the CCBCBC and the City and County of Broomfield.

Broomfield Housing Authority - The Authority was organized pursuant to Colorado Revised Statutes, Section 29-4-205(2) to facilitate improvements in dwelling and housing conditions for persons of low income within Broomfield. On January 22, 2002, the City Council passed Resolution 2002-39-HA to adopt the by-laws for the Housing Authority. City Council Members act as commissioners of the Authority and the Mayor acts as chairman. Broomfield Housing Authority is presented as a special revenue fund with the nonmajor governmental funds. It is a component unit of the City and County because the governing bodies are substantively the same and there is either a financial benefit or burden relationship between the Housing Authority and the City and County of Broomfield.

Arista Local Improvement District (A-LID) - The A-LID was created pursuant to Section 15 of the Broomfield Home Rule Charter and Chapter 14-08 of the Broomfield Municipal Code to facilitate transportation improvements within the Arista development. The City Council serves as the Board of Directors of the District. The District is supported by a 0.2% sales tax that is pledged under an intergovernmental agreement to the Arista Metropolitan District. The District uses these funds to provide parking adjacent to the 1STBANK Center. The A-LID is presented as a special revenue fund with the nonmajor governmental funds. It is a component unit of the City and County because the governing bodies are substantively the same and there is either a financial benefit or burden relationship between the A-LID and the City and County of Broomfield.

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Broomfield Urban Renewal Authority (BURA) - The Authority was organized pursuant to Colorado Revised Statutes, Part I, Article 25, Title 31 to finance various improvement projects within the Authority's boundaries. The debt of the Authority is presented in all statements and disclosed in the notes as tax increment revenue bonds, but it is not a general or a limited obligation of Broomfield. However, the Authority is fiscally dependent upon Broomfield because the City Council approves the Authority's budget, levies taxes and must approve any debt issuances. An allocation of \$2,089,680 is charged to BURA for centralized services provided by the City for project administration, finance, human resources, legal, and planning. BURA is presented as a major governmental fund and is a component unit of the City and County because the governing bodies are substantively the same. Also, there is either a financial benefit or burden relationship between the BURA and the City and County of Broomfield.

B. Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual government funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources focus and the accrual basis of accounting, as are the proprietary funds and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the cash flows. Property taxes are recognized as revenues in the year for which they are levied and become an enforceable lien on the property. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Water, sewer, and water reclamation services furnished to customers are recognized as revenue when provided. Customer accounts receivable for these funds include unbilled charges for services on December 31, 2016.

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

CITY AND COUNTY OF BROOMFIELD
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Franchise taxes, licenses, sales and use taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Governmental Fund Types

Governmental funds are those through which most governmental functions are financed. The acquisition uses and balances of the City's expendable financial resources and the related liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The measurement focus is on determination of, and changes in, financial position rather than upon net income.

Broomfield reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Sales and Use Tax Fund is a capital projects fund used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Revenues are generated from 1.5% Sales and Use Tax.

Broomfield Urban Renewal Authority (BURA) is a blended component unit and a capital projects fund which is presented as a major fund.

The Human Service Fund is a special revenue fund that accounts for property taxes, specific ownership taxes, and state and federal payments. Spending is restricted or committed to all forms of public assistance and welfare activities. Although this fund no longer meets the minimum criteria to be reported as a major fund, the City and County has elected to report it as such.

The other governmental funds of the City are considered nonmajor funds. They include special revenue funds which account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes, debt service funds and capital project funds.

Proprietary Fund Types

Proprietary funds are used to account for activities that are similar to those found in the private sector. The measurement focus is on the determination of changes in net position (or cost recovery) and cash flows.

Broomfield reports the following major proprietary funds:

The Water, Sewer and Water Reclamation Funds account for the provision of water, sewer and reclaimed water services to residents and some outside users. All activities that are necessary to providing such services are accounted for in these funds, including, but not limited to, administration and billing operations, environmental monitoring, capital outlay and maintenance, financing, and related debt service. The Water Reclamation fund no longer meets the minimum criteria to be reported as a major fund, however, the City and County has elected to report it as such.

Additionally, the City utilizes an internal service fund to account for Broomfield's Employee Medical Care Plan. Broomfield initiated a self-funded health plan in order to contain rising health care costs. The plan is administered by a Board of Trustees pursuant to Broomfield Municipal Code.

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Fiduciary Funds

Fiduciary funds are the City's pension trust funds that are used to account for Broomfield's defined benefit and defined contribution pension trusts to provide retirement benefits for its employees/retirees. In 2014, a fiduciary fund was created to account for employee's retiree health savings accounts.

Non-Current Governmental Assets/Liabilities

Although GASB Statement No. 34 eliminates the presentation of account groups, it does provide for the maintenance of the underlying records. The non-current governmental assets/liabilities are presented within the governmental column in the government-wide statement of net position.

All Governmental Accounting Standards Board (GASBs) pronouncements are followed in the government-wide, proprietary fund, and governmental fund financial statements.

During the course of operations the government has activity between funds. Balances at year end are reported as interfund receivables/payables and transfers to/from funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Also, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The Water, Sewer and Water Reclamation Funds also recognize as operating revenue the portion of connection fees intended to recover the cost of connecting new customers to the system. Operating expenses for the enterprise funds and internal service fund include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Both government-wide and governmental funds report deferred inflows on their balance sheets. Deferred inflows arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred inflows also arise when resources are received by Broomfield before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when Broomfield has a legal claim to the resources, the deferred inflow is removed from the balance sheet and revenue is recognized.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Limited comparative data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in Broomfield's financial position. However, comparative data has not been presented in all statements since its inclusion would make the statements unduly complex and difficult to read. The partial comparative data included in the basic financial statements is displayed in total and not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with Broomfield's financial statements for the year ended December 31, 2015, from which the partial information is derived.

CITY AND COUNTY OF BROOMFIELD
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D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash, Cash Equivalents and Investments

Broomfield considers all investments that mature within 60 days or less at the date of purchase to be classified as cash equivalents. Broomfield also considers all investments that mature within the first 90 days of a year as cash equivalents at the end of the previous year.

Broomfield's investments are in compliance with restrictions set forth by State of Colorado Statutes. Investments are stated at fair value. Investments held in the pension trust funds are restricted for the benefit of the participants. Broomfield's investments consist of non-negotiable guaranteed investment contracts, money market funds and amounts invested in U.S. and local government agencies' investment pools. The guaranteed investment contracts cannot be traded; therefore, they are reported using a cost-based measurement.

When repurchase agreements are executed, the fair value of the securities must be equal to 102% of the cost of the repurchase agreement.

In accordance with authorized investment policies, Broomfield invests in various mortgage-backed securities, such as collateralized mortgage obligations and interest-only strips. These securities are reported at fair value.

2. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "interfund receivables/payables". Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances".

3. Inventories

Inventory is valued at cost (first-in, first-out) in the governmental funds. Inventory in all other funds is not recorded, as it is not significant. The cost is recorded as an expenditure at the time the individual inventory item is purchased.

4. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are recorded as expenditures when consumed rather than when purchased.

5. Restricted Assets and Equity

Certain proceeds of revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets and equity on the balance sheet because their use is limited by applicable bond covenants.

6. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, drainage systems, traffic signs, and lighting systems) are reported at historical cost or estimated historical cost in the applicable governmental or business-type activities' columns in the government-wide financial statements. Donated capital assets are valued at their estimated fair value on the date received. It is Broomfield's policy to capitalize all capital expenditures over \$5,000 in accordance with State of Colorado Statutes.

CITY AND COUNTY OF BROOMFIELD
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The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset useful lives are not capitalized. Property that is capitalized is depreciated over its estimated useful life on the straight line basis.

Estimated useful lives are as follows:

Computer Equipment	3 years
Office Furniture and Machines, Vehicles, Tools, and Work Equipment	5 years
Traffic Signals	10 years
Improvements other than Building	15 years
Musical Instruments	20 years
Transmission, Distribution, and Collection Lines	25 – 50 years
Buildings	30 – 40 years
Trails	30 – 40 years
Bridges	50 years

GASB Statement No. 34 provides for an alternative approach to depreciation for measuring the value of certain infrastructure assets and the related costs incurred to maintain their service life at a locally established minimum standard. In order to adopt this alternative method for street infrastructure, Broomfield has developed an asset management system which will determine if the minimum standards are being maintained. Broomfield has elected to use this alternative method for reporting only its street infrastructure capital assets. All other infrastructure is being depreciated under the standard method.

Interest incurred during construction in the enterprise funds is reflected in the capitalized value of the asset constructed, net of investment earnings on invested loan proceeds during the same period. Net interest expense capitalized during the year ended December 31, 2016, amounted to \$0.

7. Net Position Flow Assumption

Sometimes Broomfield will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is Broomfield's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

8. Compensated Absences

Unused vacation and compensatory leave is paid to the employees upon separation from Broomfield. Employees are permitted to accumulate a limited amount of earned but unused vacation and compensatory leave. A liability for these amounts is reported in the government-wide and proprietary fund financial statements.

Sick pay is not accrued, as it is not available for payment if not used. Any annual unused sick leave at the end of each year is converted into vacation leave at a 1 for 1 ratio (i.e. for every 1 hour of unused sick leave an employee would receive 1 hour of additional vacation leave).

9. Long Term Obligations

In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

CITY AND COUNTY OF BROOMFIELD
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As required by GASB Statement No. 65, bond issuance costs and any costs as a result of refunding previous debt issues are now expensed the year the debt is issued.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued and premiums on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

10. Fund Equity

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 types 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 balances associated with inventories, prepaids, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned).

Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a resolution approved by the City Council.

Assigned fund balance classification is intended to be used by the government for specific purposes that do not meet the criteria to be classified as restricted or committed. The City Manager or his designee is authorized to classify a fund balance as assigned. This authorization is pursuant to Chapter 8 of the City and County charter under Powers and Duties of the City and County Manager.

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

City and County of Broomfield's Comprehensive Fund Balance Policy

Appropriate Level of Unrestricted Fund Balance to be Maintained in the General Fund

The City and County of Broomfield shall plan and manage annual revenue and expenditure budgets that provide an unassigned General Fund balance of at least 10% of operating costs. For general governmental funds, the reserve goal is 16.67% of current year expenditures for operations, debt service, and certificates of participation payments (equal to approximately two months of operating expenditures and debt service).

Order of Fund Balance Spending Policy

The City and County's policy is to apply expenditures against restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year.

First non-spendable fund balances are determined, then restricted fund balances for specific purposes are determined (not including spendable amounts). Then any remaining fund balance amounts for the non-general funds are classified as restricted fund balance.

It is possible for the non-general funds to have a negative unassigned fund balance when non-spendable amounts plus the restricted fund balances for specific purposes amounts exceed the positive fund balance for the non-general fund.

CITY AND COUNTY OF BROOMFIELD
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Policy for Replenishing Deficiencies

If the General Fund balance should fall below 10% of annual General Fund expenditures within a given year or the next succeeding year, the City Manager shall alert the City Council to the circumstances and recommend appropriate short-term actions to maintain the desired level.

E. New Accounting Pronouncement

Effective January 1, 2016, Broomfield implemented the provisions of GASB Statement No. 72, *Fair Value Measurements and Application*, which is effective for financial statement periods beginning after June 30, 2015. GASB Statement No. 72 requires disclosures to be made about fair value measurements, the level of fair value hierarchy and valuation techniques. The City and County carried investments affected by the implementation described in note 3.

Broomfield also implemented the provisions of GASB Statement No. 77, *Tax Abatement Disclosures*, which is effective for financial statement periods beginning after December 15, 2015. GASB Statement No. 77 establishes financial reporting standards for tax abatement agreements entered into by state and local governments. Broomfield discloses information considered by GASB No. 77 as tax abatements in Note 16, Developer Agreements.

GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, which is effective for financial statement periods beginning after December 15, 2015 was also implemented. This statement addresses accounting and financial reporting for certain external investment pools and pool participants.

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

1. Prior to the beginning of each fiscal year, the City Manager submits to the City Council a proposed operating budget for the next fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to December 14, the budget is legally enacted through passage of a resolution by the City Council.
4. The last date to certify tax levies to the County Commissioners is December 15.
5. A certified copy of the budget must be filed with the State of Colorado Division of Local Government by January 30. Additionally, the City Manager is authorized to transfer budgeted amounts among programs and departments within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. The City Council made several supplemental budget appropriations during the year increasing the original budget for the reporting entity, mainly to facilitate capital spending.
6. Formal budgetary integration is employed as a management control device during the year for all funds.
7. Budgets for all governmental and fiduciary funds are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP). Budgets for the enterprise funds and internal service fund are adopted on a non-GAAP budgetary basis to fulfill statutory requirements. Principally, budgeting for the proprietary funds provides for a full accrual basis of accounting, capital expenditures and bond principal payments, but does not provide for depreciation and amortization.
8. Unused appropriations lapse at the end of each fiscal year.

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 3: CASH DEPOSITS AND INVESTMENTS

The following is a summary of pooled cash and investments, including cash and investments with fiscal agents, as of December 31, 2016.

	Government-Wide Statement of Net Position			Pension Trust Funds	Total
	Primary Government			Statement of Fiduciary Net Position	
	Governmental Activities	Business-Type Activities	Total		
Cash and Cash Equivalents	\$28,241,473	\$15,183,036	\$43,424,509		\$43,424,509
Restricted Cash and Cash Equivalents	18,378,552		18,378,552	\$349,279	18,727,831
Investments	80,188,312	126,659,102	206,847,414		206,847,414
Restricted Investments	4,561,830	8,844,012	13,405,842	103,323,761	116,729,603
Total Cash and Investments	\$131,370,167	\$150,686,150	\$282,056,317	\$103,673,040	\$385,729,357

A. Deposits

The carrying amount of Broomfield's deposits as of December 31, 2016, was \$29,672,372.

Custodial Credit Risk

Guidance from the Colorado Division of Banking concludes that public deposits collateralized under the Colorado Public Deposit Protection Act (PDPA) and held in the name of the government have no custodial credit risk. Colorado state statutes govern Broomfield's deposit of cash. The PDPA requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. State regulatory commissioners have indicated that all financial institutions holding deposits for Broomfield are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA.

PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The fair value of the collateral must be at least equal to 102% of the uninsured deposits.

B. Investments and Cash Equivalents

Investments- Fair Value Hierarchy

Broomfield categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs or quoted prices in markets that are not active; and Level 3 inputs are significant unobservable inputs.

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Broomfield has the following recurring measurements as of December 31, 2016:

- U.S. Government and Agency obligations of \$220,255,208 are valued using matrix pricing (Level 2 inputs)

The Pension Trust Funds categorize its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The plan has the following recurring fair value measurement as of December 31, 2016:

- Money Market Mutual funds of \$103,323,761 are valued using quoted market prices (Level 1 inputs)

At December 31, 2016, Broomfield's investment balances were:

Investments by Fair Value Level	12/31/2016	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Other Unobservable Inputs (Level 3)	Weighted Average Maturity* (Years)
Primary Government Investments					
FFCB	\$54,117,370		\$54,117,370		1.6769
FHLB	129,474,209		129,474,209		2.2924
FNMA	11,208,475		11,208,475		4.4384
US Treasury Notes	25,455,154		25,455,154		2.5930
Total Investments by Fair Value	<u>\$220,255,208</u>		<u>\$220,255,208</u>		
Investment in Trust Funds					
Money Purchase Mutual Funds	<u>\$103,323,761</u>	<u>\$103,323,761</u>			0.0028

* Fair Value Basis

Broomfield's investment policies and procedures govern the types of investments it holds. Investments of Broomfield may include:

- Depositaries enumerated in section 24-75-603, C.R.S. and secured as provided in articles 10.5 and 47 of title 11, C.R.S.
- U.S. Treasury obligations
- U.S. Agency obligations
- Time Deposits/ Time Certificates of Deposit (CDs)
- Corporate Bonds
- Municipal Bonds
- Commercial Paper
- Eligible Banker's Acceptances
- Negotiable Certificates of Deposit
- Repurchase Agreements
- Investment pools authorized by part 7 of article 75 of title 24, C.R.S. (Ord. 767 § 1, 1988)
- Money Market Funds
- Other investments- as permitted under CRS 24-75-601 et. Seq.

In addition to the above, investments in the General Employee Pension Plan and in the Police Pension Plan may include:

- Guaranteed investment contracts
- Corporate bonds
- Mutual fund equities

Investment options of the Police Money Purchase Plan and the Employee Money Purchase Plan are

CITY AND COUNTY OF BROOMFIELD
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determined with the third party custodian. The plans currently offer a wide range of money market funds, mutual funds, and real estate backed funds. Participation in investment options is solely the responsibility of the plan participant.

It is the intent of Broomfield to diversify its cash and investment portfolio. Cash and investments shall be diversified to eliminate the risk of loss resulting from over-concentration of assets in a specific maturity, issuer, or class of securities. The prohibition of speculative investment precludes pursuit of profit through unusual risk or conjectural fluctuations in market prices.

The following table provides a guideline to attain portfolio diversification and maturity duration as directed by the cash and investment policy:

Security Type	Maximum Portfolio %	Maximum Issuer %	Maturity Restrictions	Rating Restrictions
U.S. Treasuries	100%	100%	5 years	N/A
U.S. Agencies	75	60	5 years	Two Highest NRSRO
Time Deposit/CD	10	3	1 years	Two Highest NRSRO
Corporate Bonds	30	3	3 years	Two Highest NRSRO
Municipal Bonds	20	3	3 years	Two Highest NRSRO
Commercial Paper	40	3	270 days	A-1, P-1, F-1
Banker Acceptances	20	3	1 year	Two Highest NRSRO
Negotiable CD	30	3	2 year	Two Highest NRSRO
Repurchase Agreements	50	10	180 days	A-1, P-1, F-1
Local Government Investment Pool	100	50	N/A	AAAm
Money Market Funds	100	50	N/A	AAAm

Note: The Portfolio will be limited to an aggregate exposure of 50% for the following investment types: Municipal Bonds, Corporate Bonds, Commercial Paper, Negotiable CDs, Time Certificates of Deposit, and Bankers Acceptances.

Interest Rate Risk

Broomfield's cash and investment policy limits investment maturities to a maximum time period as shown in the table above. It does not address how many investments should mature each year looking forward. In practice, the investments have maturities in each of the next 5 years so there will be turnover in investments each year to help manage interest rate risks.

Credit Quality Risk

Broomfield's investment policy limits the types of investments available and thereby establishes the credit risk allowed on investments. The vast majority of investments of the primary government are invested in bonds or other obligations of the United States Government, agencies which are backed by unconditional guarantees of the United States Government, or investment pools which are all discussed more fully below.

Broomfield's investment policy specifies the type of credit rating of all authorized investments. Investments in U.S. Agency securities, including, Federal Home Loan Bank (FHLB), Federal National Mortgage Association (FNMA), and Federal Farm Credit Banks (FFCB) are rated AA+ by Standard and

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Poor's and Aaa by Moody's Investor Service.

Broomfield's invests in local government investment pools. Holdings as of December 31, 2016 were: Colorado Local Government Liquid Asset Trust Plus+ (Colotrust) \$6,117,741, Colorado Surplus Asset Fund Trust (CSAFE) \$9,723,457, and Colorado Statewide Investment Pool (CSIP) \$7,865,489. The investments in Colotrust are rated AAAM by Standard and Poor's, and Moody's Investor Service. Information related to Colotrust can be found on their website, www.colotrust.com. CSAFE investments are rated AAAM by Standard and Poor's. Information related to CSAFE, including their annual audited financial statements, can be found at their website, www.csafe.org. CSIP investments are rated AAAM by Standard and Poor's. Information related to CSIP can be found on their website, www.csipinvest.com. CSAFE, Colotrust, and CSIP are investment vehicles established for local government entities in Colorado to pool surplus funds for investment purposes. These entities are routinely monitored by the Colorado Division of Securities with regard to operations and investments, which are also subject to provisions of C.R.S. Title 24, Article 75, Section 6. Net asset value per share in the ColoTrust Plus+, CSIP and CSAFE investments pools are reported in their annual reports as \$1.00.

Colotrust may, without the necessity of a formal meeting of their Board, temporarily suspend the right of redemption or postpone the date of payment for redeemed shares under certain specific conditions described in their trust indenture, and during any financial emergency when it is not reasonably practicable because of substantial losses which might be incurred.

Concentration of Credit Risk

With the exception of U.S. Treasury securities, Broomfield's investment policy limits the amount that may be invested in any one issuer to 60% of the total cash and investment portfolio. Total U.S. Agencies may not exceed 75% of the portfolio. As of December 31, 2016, 69.1% of Broomfield's total investments are in U.S Agency securities; FHLB 45.9%, FFCB 19.2%, and FNMA 4.0%.

NOTE 4: RECEIVABLES

Receivables at December 31, 2016, for Broomfield's individual major, nonmajor, internal service, and fiduciary funds in the aggregate consist of the following:

City and County of Broomfield					
Receivables:	Taxes	Accounts	Accrued Interest	Due from Other Governments	Total Receivables
General Fund	\$30,045,370	324,941	51,758	174,734	\$30,596,803
Sales and Use Tax Fund	\$7,403,213	850,500	195,971		\$8,449,684
BURA	\$10,745,378	578,602			\$11,323,980
Human Services Fund	\$2,765,169	14,142	2,416	489,104	\$3,270,831
Nonmajor Funds	\$3,684,883	39,593	22,397	185,215	\$3,932,088
Internal Service Fund		\$41,483	6,070		\$47,553
Water		\$1,233,945	197,042	17,999	\$1,448,986
Sewer		\$888,157	160,382		\$1,048,539
Water Reclamation		\$747,432	21,641		\$769,073
Pension Trust Funds		\$1,977,320			\$1,977,320

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Property taxes to be collected in 2017 for Broomfield were levied by the City Council and certified, prior to December 15, 2016, by Broomfield's Assessor for collection. These taxes attach as an enforceable lien on property as of January 1 of the following year. On January 1, the County Treasurer bills the property owners. Taxes are receivable in two equal installments on February 28 and June 15 or in full on April 30.

NOTE 5: CAPITAL ASSETS

	Beginning Balance	Additions	Deletions	Ending Balance
Primary Government:				
Governmental Activities				
Capital assets, not being depreciated:				
Land and Conservation Easements	\$65,011,380	\$5,046,556		\$70,057,936
Improvements to Land	4,038,315			4,038,315
Infrastructure Systems	216,421,874	9,933,732		226,355,606
Public Art	1,180,303	108,500		1,288,803
Construction in Progress	31,061,269	9,463,452	(\$18,446,846)	22,077,875
Total capital assets, not being depreciated	317,713,141	24,552,240	(18,446,846)	323,818,535
Capital assets, being depreciated:				
Buildings	138,705,974	13,147,939	(42,061)	151,811,852
Improvements other than buildings	37,767,790	953,135		38,720,925
Equipment	30,582,842	6,504,905	(1,665,821)	35,421,926
Infrastructure Systems	97,844,088	2,914,002		100,758,090
Total capital assets being depreciated	304,900,694	23,519,981	(1,707,882)	326,712,793
Less accumulated depreciation for:				
Buildings	(48,703,287)	(3,944,352)	42,023	(52,605,616)
Improvements other than buildings	(27,319,637)	(1,796,165)		(29,115,802)
Equipment	(23,619,409)	(2,662,282)	1,654,570	(24,627,121)
Infrastructure Systems	(40,691,238)	(4,153,467)		(44,844,705)
Total accumulated depreciation	(140,333,571)	(12,556,266)	1,696,593	(151,193,244)
Total capital assets being depreciated, net	164,567,123	10,963,715	(11,289)	175,519,549
Governmental activities capital assets, net	\$482,280,264	\$35,515,955	(\$18,458,135)	\$499,338,084
Business-Type Activities				
Capital assets, not being depreciated:				
Land and water rights	\$190,875,563	\$19,747,476		\$210,623,039
Construction in progress	17,696,997	3,697,822	(\$840,537)	20,554,282
Total capital assets, not being depreciated	208,572,560	23,445,298	(840,537)	231,177,321
Capital assets, being depreciated:				
Treatment and pumping plants	124,990,368		(154,006)	124,836,362
Wells, reservoir, and storage tanks	15,717,360			15,717,360
Transmission, distribution, and collection systems	290,160,484	11,242,752		301,403,236
Machinery, equipment, vehicles, furniture, and shops	6,135,147	671,251	(119,644)	6,686,754
Total capital assets being depreciated	437,003,359	11,914,003	(273,650)	448,643,712
Less accumulated depreciation for:				
Treatment and pumping plants	(46,962,812)	(2,877,714)	154,006	(49,686,520)
Wells, reservoir, and storage tanks	(4,504,801)	(290,608)		(4,795,409)
Transmission, distribution, and collection systems	(104,817,008)	(8,379,957)		(113,196,965)
Machinery, equipment, vehicles, furniture, and shops	(4,763,513)	(444,293)	115,962	(5,091,844)
Total accumulated depreciation	(161,048,134)	(11,992,572)	269,968	(172,770,738)
Total capital assets being depreciated, net	275,955,225	(78,569)	(3,682)	275,872,974
Business-Type Activities capital assets, net	\$484,527,785	\$23,366,729	(\$844,219)	\$507,050,295

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

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
General Governmental	\$845,269	
Public Safety	1,769,105	
Community Development	1,639,456	
Public Works	4,693,752	
Parks and Recreation	3,509,583	
Health and Human Services	99,101	
Water		\$4,909,608
Sewer		5,593,077
Water Reclamation		1,489,887
Total Depreciation Expense	<u><u>\$12,556,266</u></u>	<u><u>\$11,992,572</u></u>

NOTE 6: INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of December 31, 2016, is as follows:

The outstanding balances between funds result mainly from the time lag between the dates that payments between funds are made and when interfund goods and services are provided or reimbursable expenditures occurred.

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General	\$2,529,788	\$1,998,124
Sales and Use Tax	600,000	2,582,285
BURA	575,053	477,168
Health and Human Services	520,944	11,230
Nonmajor	255,315	1,122,600
Total Governmental Activities	<u>4,481,100</u>	<u>6,191,407</u>
Water	1,088,880	2,117
Sewer		1,525
Water Reclamation	716	
Internal Service	628,433	4,080
Total Business-Type Activities	<u>1,718,029</u>	<u>7,722</u>
Total all-fund types	<u><u>\$6,199,129</u></u>	<u><u>\$6,199,129</u></u>

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Interfund Transfers:

Transfer In:

	General	Sales and Use Tax	Human Services	BURA	Nonmajor Governmental	Sewer	Total
Transfers out:							
General		\$9,538,474	\$1,218,274		\$5,505,911		\$16,262,659
Sales and Use Tax				\$2,190,926	13,120,099		15,311,025
BURA					3,773,835		3,773,835
Human Services	\$1,004,313						1,004,313
Nonmajor Governmental	601,041	673,491			249,066		1,523,598
Water Reclamation						\$1,404,133	1,404,133
Total Transfer Out	\$1,605,354	\$10,211,965	\$1,218,274	\$2,190,926	\$22,648,911	\$1,404,133	\$39,279,563

During the course of operations the government has activity between funds. Balances at year end are reported as interfund and transfers to/from funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Also, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements.

Transfers are used to move revenues from the fund with collection authorization to the Debt Service Fund as debt service principal and interest payments become due and move restricted amounts from borrowings to the Debt Service Fund to establish mandatory reserve accounts. They are also used to move unrestricted General Fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies. The transfer from the Water Reclamation Fund to the Sewer Fund represents the Water Reclamation Fund's support of the debt service payment on the 2012 Sewer and Wastewater Reclamation Refunding Revenue Bonds. Proceeds from these bonds funded construction of the water reclamation system.

NOTE 7: LONG-TERM DEBT

Broomfield utilizes various types of debt and other long-term obligations in conducting its business. The following describes the various bonds and other types of financing used by Broomfield and its component units:

Revenue Bonds - When issuing revenue bonds for the construction of capital assets, Broomfield pledges specific revenue derived from the acquired or constructed asset to pay debt service. Broomfield issues revenue bonds for both governmental and business-type activities.

As of December 31, 2016, Broomfield has \$88,910,000 of Sales and Use Tax Revenue Bonds outstanding for governmental activities. Sales and Use Tax revenues and reserves are pledged for the government debt.

The Water Fund has \$29,290,000 of outstanding revenue bonds and the Sewer Fund has \$33,920,000 of revenue bonds outstanding as of December 31, 2016. The business-type debt is secured by operating revenues of the related enterprise funds.

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Certificates of Participation - Through the CCBCBC, Broomfield uses Certificates of Participation (COP's) for the acquisition and construction of major capital facilities and improvements. The debt is secured by the constructed facilities and improvements. Debt service payments are made from the rents collected by CCBCBC based upon lease agreements between Broomfield and CCBCBC. As of December 31, 2016, Broomfield had \$55,465,000 of COP's outstanding for governmental activities.

Notes Payable - Broomfield Urban Renewal Authority (BURA) issued a note to acquire land for the 1STBANK Center facility. Debt service payments are made from pledged revenues from the fund. BURA had \$4,063,982 of notes payable outstanding at December 31, 2016.

Tax Increment Revenue Bonds - BURA issues Tax Increment Revenue Bonds to provide funds for the acquisition and construction of BURA improvements. BURA debt service payments are made from the pledged revenue from the incremental value of the ad valorem property taxes. As of December 31, 2016, BURA had \$49,155,000 of Tax Increment Revenue Bonds outstanding.

Pledged Revenues - Over the years, Broomfield has issued revenue bonds which pledged revenues as collateral. Revenue bonds have been issued as Sales Tax Revenue Bonds and Utilities Revenue Bonds. These bonds were issued to finance various construction projects within each of the issuing funds, with the pledged revenue coming from the respective fund.

	<u>Remaining Amount Pledged</u>	<u>Remaining Commitment</u>
Governmental Activities		
Sales and Use Tax Revenue Bonds	\$116,882,851	2017 - 2031
Business-Type Activities		
Utilities Revenue Bonds	\$77,924,175	2017 - 2031

The total pledged revenue is not estimable in comparison to pledged debt, in that revenues are uncertain as to future amounts. However, debt coverage requirement for each issue must be met or the bonds will be in default. This provides sufficient coverage each year for the pledged debt. The debt service coverage or comparison of pledged revenues, net of specific operating expenses for the utilities revenue bonds, is provided in Table 16.

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The following tables display the debt service requirements for the obligations described above, using rates in effect as of December 31, 2016:

A. Summary of Annual Requirements to Amortize Outstanding Bonds, Notes and Lease Principal

Year	GOVERNMENTAL (amounts expressed in thousands)					BUSINESS-TYPE (in thousands)	
	Sales and Use Tax Revenue	Certificates of Participation	Tax Increment Revenue	Note	Total Principal Payments for Governmental Type Activities	Revenue Bonds	Total Principal Payments for Gov. and Business-Type Activities
	Bonds		Bonds				
2017	\$4,265	\$5,020	\$2,200		\$11,485	\$6,580	\$18,065
2018	4,480	5,215	2,310		12,005	7,175	19,180
2019	4,710	5,480	2,425		12,615	7,490	20,105
2020	4,945	5,720	2,550		13,215	7,785	21,000
2021	5,140	2,330	2,675		10,145	8,160	18,305
Subtotal	23,540	23,765	12,160		59,465	37,190	96,655
2022 - 2026	29,700	13,475	15,535		58,710	14,685	73,395
2027 - 2031	35,670	18,225	21,460	\$2,000	77,355	11,335	88,690
Total	\$88,910	\$55,465	\$49,155	\$2,000	\$195,530	\$63,210	\$258,740

B. Summary of Requirements to Amortize Outstanding Bonds, Notes and Lease Interest

Year	GOVERNMENTAL (amounts expressed in thousands)					BUSINESS-TYPE (in thousands)	
	Sales and Use Tax Revenue	Certificates of Participation	Tax Increment Revenue	Note	Total Interest Payments for Governmental Type Activities	Revenue Bonds	Total Interest Payments for Gov. and Business-Type Activities
	Bonds		Bonds				
2017	\$3,525	\$2,664	\$3,803		\$9,992	\$2,659	\$12,651
2018	3,312	2,463	3,633		9,408	2,374	11,782
2019	3,088	2,201	3,454		8,743	2,087	10,830
2020	2,852	1,963	3,267		8,082	1,787	9,869
2021	2,655	1,677	3,069		7,401	1,426	8,827
Subtotal	15,432	10,968	17,226		43,626	10,333	53,959
2022 - 2026	9,268	6,561	12,026		27,855	3,275	31,130
2027 - 2031	3,273	2,226	4,918	\$2,064	12,481	1,106	13,587
Total	\$27,973	\$19,755	\$34,170	\$2,064	\$83,962	\$14,714	\$98,676

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C. Summary of Outstanding Bonds, Notes and Leases

General long-term obligations of Broomfield at December 31, 2016, are comprised of the following:

Date Issued	Description/Interest Rates	Maturity Dates	Original Balance	Outstanding Balance
	Bonds Serviced by Sales and Use Tax Fund and Open Space Fund through the Debt Service Fund (secured by sales and use tax revenue)			
2012	Sales and Use Tax Revenue Refunding Bonds (3% - 5%)	2031	\$108,565,000	\$88,910,000
	COPs Serviced by General Funds, Sales and Use Tax Fund, and Open Space Fund through the City and County of Broomfield, Colorado Building Corporation Debt Service Fund			
2010	Lease Certificates of Participation (2% - 5%)	2029	87,710,000	55,465,000
	Tax Increment Revenue Bonds (variable interest rates)			
2005	(secured by pledged revenues)	2030	59,785,000	49,155,000
	Subordinate Convertible Capital Appreciation Revenue Note (1STBANK Center) Series 2005 (7%) (secured by pledged revenues)			
	Accreted Value	2030	4,063,982	4,063,982
	Less: Discount		(2,063,982)	(2,063,982)
2005	Total Note		\$2,000,000	2,000,000
	Other Obligations of Governmental Funds			
N/A	Accrued Compensated Absences	N/A	N/A	4,288,904
	Other Obligations of Internal Service Fund used by Governmental Activities			
N/A	Claims Payable	N/A	N/A	398,802
	Total			\$200,217,706

Business-type long-term obligations at December 31, 2016, are comprised of the following:

Date Issued	Description/Interest Rates	Maturity Dates	Original Balance	Outstanding Balance
	Water Fund Revenue Bonds (secured by water fund revenues)			
2012	Water Revenue Refunding Bonds (2% - 5%)	2022	\$49,750,000	\$29,290,000
	Sewer Fund Revenue Bonds (Secured by sewer fund revenue)			
2012	Sewer and Wastewater Reclamation Revenue Refunding Bonds (2% - 5%)	2031	43,740,000	33,920,000
	Other Obligations of Enterprise Funds			
N/A	Accrued Compensated Absences	N/A	N/A	333,968
	Total			\$63,543,968

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Long term liability activity for the year ended December 31, 2016, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Primary Government:					
Governmental Activities					
Bonds and COPs					
Revenue Bonds	\$93,060,000		(\$4,150,000)	\$88,910,000	\$4,265,000
Certificates of Participation	60,165,000		(4,700,000)	55,465,000	5,020,000
Tax Increment Revenue Bonds	51,250,000		(2,095,000)	49,155,000	2,200,000
Unamortized Premium	15,164,867		(1,012,581)	14,152,286	
Total Bonds and COPs	219,639,867		(11,957,581)	207,682,286	11,485,000
Notes and Other Obligations					
Notes Payable, at Accreted Value	4,032,706	\$31,276		4,063,982	
Total Notes	4,032,706	31,276		4,063,982	
Compensated Absences	4,222,074	3,991,754	(3,924,924)	4,288,904	248,455
Claims Payable*	449,342	7,788,081	(7,838,621)	398,802	398,802
Total Notes and Other Obligations	8,704,122	11,811,111	(11,763,545)	8,751,688	647,257
Governmental Activities Long-Term Liabilities	\$228,343,989	\$11,811,111	(\$23,721,126)	\$216,433,974	\$12,132,257
Business-Type Activities					
Bonds					
Revenue Bonds	\$69,525,000		(\$6,315,000)	\$63,210,000	\$6,580,000
Unamortized Premium	6,685,258		(701,356)	5,983,902	
Total Bonds	76,210,258		(7,016,356)	69,193,902	6,580,000
Other Obligations					
Compensated Absences	320,293	\$401,167	(387,492)	333,968	25,857
	320,293	401,167	(387,492)	333,968	25,857
Business-Type Activities Long-Term Liabilities	\$76,530,551	\$401,167	(\$7,403,848)	\$69,527,870	\$6,605,857

* The claims payable liability represents claims incurred in 2016, but paid in 2017. Therefore, the entire liability is considered current.

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the totals for governmental activities. At year end, \$398,802 of internal service fund claims payable has been included. Compensated absences are liquidated out of the fund from which the employee was paid. This may include the General Fund or a special revenue fund (specifically the Library Fund, Street Fund, Cemetery Fund, or Human Service Fund).

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NOTE 8: RETIREMENT PLANS

Broomfield's employees are covered under four separate retirement plans. In addition, employees may also participate in an Internal Revenue Code 457 Plan on a voluntary basis. (Broomfield makes no contributions to the 457 Plan.) Broomfield's 2016 payroll for full-time personnel is \$40,027,204.

Covered payroll and contributions to the various plans, shown both in dollars and percent of covered payroll, are as follows:

Number of Active Full- Time Employees	Plan	Covered Payroll	Covered Payroll as a % of Total Payroll	Employee Contributions (Including Rollovers)		City Contributions	
				Dollars	%	Dollars	%
	Employee Pension Plan						
12	Tier 2	\$913,478					
19	Tier 1	1,547,058					
	Total (b)	\$2,460,536	5.96%	\$116,029	4.72%	\$1,161,140	47.19%
	Police "Old" Pension Fund (a)					\$78,000	
156	Police Money Purchase	\$12,014,579	29.08%	\$1,339,533	11.15%	\$1,201,458	10.00%
485	Employee Money Purchase (b)	\$29,294,107	70.92%	\$2,162,917	7.38%	\$1,686,076	5.76%
	Totals (b)	43,769,222	105.96%	\$3,618,479		\$4,126,674	
		(2,460,536)	-5.96%				
		\$41,308,686	100.00%				

(a) Plan partially terminated in 2000, with active employees moved to the Police Money Purchase Plan.

(b) The employees who participate in the Employee Pension Plan also participate in the Employee Money Purchase Plan. The payroll for these 31 employees, \$2,460,536 is counted in covered payroll for both plans and the number of employees is counted in the number of participants for both plans. The \$2,460,536 in covered payroll has been netted out of the total 2016 Broomfield covered payroll.

Covered employees should refer to pension plan documents for detail plan descriptions and benefits.

A. Broomfield Employees' Pension Plan

Summary of Significant Accounting Policies

The Plan's trustee is Empower Retirement Plan Services. The net pension liability, deferred outflows of resources, and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position, and additions to/deductions from the fiduciary net position of the Broomfield Employees' Pension Plan have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The equity securities and fixed income securities are reported on a fair value basis. Investment income is recognized as earned, and gains and losses on sales and exchanges of fixed income securities are recognized on the transaction date. Period end fair value estimates are determined by the administrator based on market quotes. Administrative costs are paid out of earnings for the defined benefit plan.

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General Information about the Pension Plan

Plan description. Broomfield Employees' Pension Plan is a single-employer defined benefit pension plan originally established to cover all full-time employees excluding any employee covered under the Policemen's Pension Fund or the Broomfield Money Purchase Plan for "New Hire" Police Officers. On March 28, 2000, the plan was amended to cover only employees hired prior to May 31, 2000. Employees in the plan as of May 30, 2000, were given the option to transfer the actuarial cash equivalent value of their benefit in this plan to the Employees' Money Purchase Plan. This decision is irrevocable. All employees remaining in the Employee Pension Plan will have the option twice each year to exercise an election to transfer the actuarial cash equivalent value of their benefit to the Employees' Money Purchase Plan.

The Plan is not subject to the provisions of the Employees' Retirement Income Security Act of 1974 (ERISA); however, it has received a favorable determination letter from the U. S. Department of Treasury (IRS) which indicates that the terms of the Plan conform to the Internal Revenue Code. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

The Broomfield Employees' Pension Plan was established under Chapter 2.20 of the Broomfield Municipal Code. The City Council has the authority to establish and amend the benefit terms of the plan. The Pension Plan is administered by a pension committee consisting of five members: the City Manager or a designee thereof; the Director of Human Resources or a designee thereof; a member of the current City Council appointed by and to serve at the pleasure of the City Council; two employee members, elected by majority vote of active employees for two-year terms, provided that, in order that the terms be staggered, the initial term of the employee member who receives the fewest votes will be one year.

Benefits provided. An employee shall be eligible for a normal pension if his or her employment with the employer is terminated on or after the employee's sixty-fifth birthday and after the employee has completed seven or more years of service, which date shall be deemed the employee's "normal retirement date." The normal form of benefit under the Plan is a life annuity commencing on the first day of the month after retirement. Employees are eligible for a normal benefit beginning as early as age 55, if the employee qualifies for the "Rule of 80" retirement. The last payment shall be made as of the first day of the month in which the death of the retired employee occurs.

Upon normal retirement, Tier I employees will receive a monthly benefit equal to 2.0% of the employee's average monthly compensation multiplied by his or her years of service. Tier II employees will receive a monthly benefit amount equal to 1.25% of the employee's average monthly compensation multiplied by his or her years of service.

An employee who makes mandatory contributions to the Plan (Tier I), who terminates employment, attains age 55, and whose age and years of service under the Plan equals 80 or more is eligible for a "Rule of 80" pension. The "Rule of 80" pension provides normal pension benefits. Employees of both tiers may elect early retirement at age 55 and receive reduced retirement benefits. The Plan also provides for a deferred vested retirement as well as death and disability benefits.

Employees covered by benefit terms. At December 31, 2016, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	37
Inactive employees entitled to but not yet receiving benefits	17
Active employees	34

The pension is closed to new entrants.

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
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Contributions and Reserves. Broomfield's funding policy is to provide for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are designed to accumulate sufficient assets to pay benefits when due. The required contributions are determined using an entry age cost actuarial funding method. Future unfunded actuarial accrued liabilities are amortized as level dollar charges over a period of 30 years.

The Plan was first amended on March 14, 1995, to require employee contributions for all new members and allow for major changes in plan provisions. Prior to this amendment, the Plan was entirely funded by Broomfield. The first amendment stated that each employee hired on or after March 29, 1995, was required to contribute 8.5% of compensation as a condition of employment and participation in the Plan. Employees hired before the effective date of the first amendment could elect not to contribute to the Plan and receive lower benefits (Tier II). Employees electing the lower level of benefits (Tier II) were required to sign an irrevocable waiver.

Employees hired prior to the effective date of the first amendment, whom did not file an election not to make contributions to the Plan, were required to contribute to the Plan. The second amendment to the Plan dated March 28, 2000, limited this plan to employees hired before May 31, 2000. In addition, participants in the Plan as of May 31, 2000, were given the option to transfer the actuarial cash equivalent value of their benefit in the Plan to the Employees' Money Purchase Plan. Employees remaining in this plan continue to fall into two tiers of benefits. Tier 1 employees are required to contribute 7.5% of compensation into the Plan. Employees hired before March 14, 1995, that did not elect to take Tier 1 benefits, are still not required to contribute to the Plan and will receive lower benefits at retirement. Employees eligible for a defined benefit will receive a refund of their employee contribution account balance plus interest. Broomfield shall contribute 4.46% of each participating employee's salary each year. In 2016, Broomfield contributed an additional \$405,456 to the Plan based on actuary recommendation.

During the year ended December 31, 2016, employer contributions totaling \$1,161,140 and employee contributions of \$116,029 were made to the Plan. Entry Age Normal cost for the plan year beginning January 1, 2016, was \$196,210.

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

At December 31, 2016, the City and County reported a liability of \$8,204,970. This amount is the total pension liability of \$17,331,335 determined by an actuarial valuation less \$9,126,365 which is the plan fiduciary net position.

For the year ended December 31, 2016, the City and County recognized a reduction of pension expense in the amount of \$207,014. At December 31, 2016, the City and County reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$980,960	
Net difference between projected and actual earnings on pension plan investments	359,829	
Total	\$1,340,789	

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
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Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Governmental Activities	Business-type Activities	Total
Year ended December 31:			
2017	\$116,428	\$59,229	\$175,657
2018	116,428	59,229	175,657
2019	116,428	59,228	175,656
2020	80,397	41,036	121,433
2021	47,802	24,342	72,144
Thereafter	410,912	209,330	620,242
Total	<u>\$888,395</u>	<u>\$452,394</u>	<u>\$1,340,789</u>

Actuarial Assumptions and Methods. The total pension liability in the December 31, 2016 actuarial valuation was determined using the following actuarial assumptions and other inputs:

Price inflation	3.25 percent
Salary increases	4.00 percent
Investment rate of return	7.50 percent, per annum compounded annually

Mortality rates were based on the Adjusted 1994 GAM Sex-distinct rates.

The actuarial assumptions used in the December 31, 2016 valuation were based on the results of an actuarial experience study for the period January 1, 2016 through December 31, 2016.

The long-term expected rate of return on pension plan investments was determined based on evaluation of the risk premium paid over inflation for each asset class and a subsequent determination if this risk premium is sustainable or likely to contract or expand based on forward looking capital market criteria such as growth rates, multiple expansions and yield adjustments. Hypothetical risk assumptions are calculated using a "Sharpe Ration Equivalency" methodology. The projected returns and risk values assume a long term horizon of 10-15 years. Best estimates of expected real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2016, are summarized in the following table:

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CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
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<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Large Cap U.S. Stocks	30.80%	6.52%
Small Cap U.S. Stocks	7.60%	7.41%
International Equity	18.30%	7.18%
Emerging Market Equity	3.80%	9.71%
Global Real Estate	4.50%	6.92%
High Quality Bond: Short-Term	6.10%	2.84%
High Quality Bond: Core	15.50%	2.87%
High Quality Bond: TIPS	3.00%	2.62%
High Yield Bond	5.20%	6.09%
World Bond	4.60%	2.27%
Cash/Money Market	0.60%	2.04%

Discount Rate. The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City and County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member 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 plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a) - (b)</u>
Balances at 12/31/2015	\$ 17,068,034	\$ 9,266,723	\$ 7,801,311
Changes for the year:			
Service Cost	196,210		196,210
Interest	1,227,082		1,227,082
Difference between expected and actual experience	646,312		646,312
Contributions - Employer		1,161,140	(1,161,140)
Contributions - Employee		116,029	(116,029)
Net Investment Income		443,416	(443,416)
Benefit payments, including refund of employee contributions	(1,806,303)	(1,806,303)	-
Administrative expense		(54,640)	54,640
Net Changes:	263,301	(140,358)	403,659
Balances at 12/31/2016	\$ 17,331,335	\$ 9,126,365	\$ 8,204,970

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2016

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the City, calculated using the discount rate of 7.50% as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 - percentage - point lower (6.50%) or 1 - percentage - point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net Pension Liability	\$9,770,259	\$8,204,970	\$6,866,185

Pension plan fiduciary net position. Detailed information about the pension plan's financial reports including applicable financial statements and required supplementary information for the City and County of Broomfield, Colorado Pension Plan for Broomfield Employees may be obtained by contacting:

Empower Retirement
8515 E. Orchard Road, 10T3
Greenwood Village, CO 80111

B. Policemen's Pension Plan (Pre-April 7, 1978)

Summary of Significant Accounting Policies

The Plan is administered by Ameritas Financial Services. Ameritas utilized the following investment vehicles for 2016: 100% of funds are invested in guaranteed investment accounts with market fluctuations determining the percentage allocation between medium-term (5-10 year) and long-term (10-20 year) bonds. The Plan does not invest in real estate, mortgages, or stocks of any kind. Equity securities and fixed income securities are reported at fair value. Investment income is recognized as earned and gains and losses are recognized on the transaction date. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. Administrative costs are paid out of earnings for the defined benefit plan.

Since there are only 4 participants in the plan with a set benefit amount (which may only be increased by COLA), the City and County has determined that the pension liability for this plan is immaterial and therefore does not have an actuarial study conducted on the plan. Therefore, GASB 68 information is not provided for this defined benefit plan and the plan is funded on an annual basis.

General Information about the Pension Plan

Plan description. The Policemen's Pension Plan (Pre-April 7, 1978) is a single-employer defined benefit pension plan. Administration of and benefits under the Broomfield Policemen's Pension Plan are provided under Chapter 2.24 of the Broomfield Municipal Code. Only sworn members of the Police Department, who were hired prior to April 7, 1978, are eligible to participate in this plan. On November 14, 2000, the Plan was amended to reflect a partial termination. All active participants were given actuarially determined distributions representing their total vested interest in the Plan. The remaining participants are all retirees and beneficiaries who will continue to receive benefits.

The general management and control of the Policemen's Pension Plan is vested in a Board of Trustees. The Board of Trustees consists of the Mayor, the City Manager, the Finance Director, and two sworn members of the Police Department. Survivors' benefits are available for spouses, dependent parents, and children under the age of 18.

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
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Benefits provided. Any member of the Police Department who shall have reached the age of 55 years, and who shall have served for a period of 20 years in such department or any departments in the state, or who, in the alternative, shall have completed 25 years in such department or any departments in the state, regardless of his age, shall be entitled to a monthly pension equal to 55% of the amount of the employee's earnings for one year immediately prior to retirement. A delayed retirement benefit of 2% of earnings for each completed year worked beyond normal retirement is included in the plan benefits.

A deferred retirement benefit is payable to the employee at normal retirement date in an amount equal to the vested percentage of the benefit he or she would have been entitled to had they been eligible to retire on their separation date.

The following table represents the current vesting schedule, which was adopted on November 9, 1993:

Years of Employment	Vested %	Amount of Benefit (% of final earnings)
Less than 5	0%	0%
5	25	50
6	30	50
7	35	50
8	40	50
9	45	50
10	50	50
11	60	50
12	70	50
13	80	50
14	90	50
15	100	50
16	100	51
17	100	52
18	100	53
19	100	54
20 or more	100	55

On April 1 of each year, pension benefits will be adjusted as necessary to reflect an increase or decrease in the cost of living. This adjustment will be based on the U. S. Department of Labor's cost of living index during the preceding calendar year. Adjustments are limited to a maximum of 3% and will not decrease below the amount for which the member was initially qualified.

Contributions and Reserves. Broomfield's funding policy is to provide for periodic employer contributions to accumulate sufficient assets to pay benefits when due. The required contributions are determined using the pre-determined monthly benefit payments plus a maximum cost of living adjustment of 3%.

Prior to November 14, 2000, each member of the Police Department who was hired before April 7, 1978, and who was enrolled in the Policemen's Pension Plan was required to pay 10% of their salary to the Plan, to be deducted from the employee's paycheck. In addition, Broomfield contributed 13.829% of the monthly salaries paid to enrolled members to the Policemen's Pension Plan. On November 14, 2000, the Plan was amended to allow a partial termination. All active participants were given distributions representing their vested interest in the Plan. With no active participants remaining, Broomfield will fund amounts annually to cover the annuity payments for retirees and beneficiaries remaining in the Plan.

There are no active employees in the Broomfield Policemen's Pension Plan. Due to the limited number of surviving retired participants and the fact that no new participants are allowed, an actuarial study was not conducted. Valuation of assets is taken as fund balance at the balance sheet date.

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
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Yearly liability is estimated as four times fourth quarter benefit payments times 1.03 (maximum cost-of-living increase allowed by plan is set at 3%). The yearly expected liability is funded with a yearly one-time employer contribution to the Plan. In 2016, Broomfield funded the Broomfield Policemen's Pension Plan with \$78,000. At December 31, 2016, net position was \$36,318. Actual 2016 benefit payments were \$65,509. In 2016, earnings were \$1,657. Broomfield contributed 119.07% of 2016 benefit payments. The cost of living decrease, effective April 1, 2016, was 0.0138%. The 2016 liability is calculated to be \$59,534, based on fourth quarter funding annualized and multiplied by cost of living adjustment. The Plan was funded at \$78,000 for 2017.

Employees covered by benefit terms. At December 31, 2016, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	4
Inactive employees entitled to but not yet receiving benefits	0
Active employees	0

The pension is closed to new entrants.

Financial reports including applicable financial statements and required supplementary information for the City and County of Broomfield Policemen's Pension Plan GA2161 may be obtained by contacting:

Ameritas Life Insurance Corp.
One Ameritas Way, PO Box 81889
Lincoln, Nebraska 68501-1889

C. Broomfield Money Purchase Plan for "New Hire" Police Officers (Hired on or after April 8, 1978)

Summary of Significant Accounting Policies

The Plan is administered by Empower Retirement. The financial statements are prepared using the accrual basis of accounting. The equity securities and fixed income securities are reported at fair value. Contributions are wired to the administrator bi-weekly and recognized as revenue at the time they are received; investment income is recognized at the time it was earned; gains and losses on sales and exchanges of fixed income securities are recognized on the transaction date. As of each accounting date, the trust assets held in each investment fund offered shall be valued, by the Trustee, at fair market value, and the investment income and gains or losses for each fund shall be determined. Such investment income and gains or losses shall be allocated proportionately among all account balances on a fund-by-fund basis. The allocation shall be in the proportion that each such account's portion of a given fund bears to the total fund, as of the immediately preceding accounting date.

General Information about the Pension Plan

Plan description. Police officers hired on or after April 8, 1978, unanimously voted to withdraw from the State of Colorado Fire and Police Pension Association. This plan is a single employer defined contribution plan that was approved by the City Council effective January 1, 1988. On November 14, 2000, the Plan was amended to include officers employed as of that date, who were previously covered under the Policemen's Pension Fund (pre-April 7, 1978) plan.

The general management and control of the Money Purchase Plan for "New Hire" Police Officers is vested in a Pension Committee consisting of five persons: three employees elected by the active participants in the Plan, the City Manager or his designee, and the Director of Human Resources. The Pension Committee appointed Empower Retirement to establish the trust fund and administer the fund's assets.

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
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The purpose of this defined contribution plan and trust is to provide funds for retirement of covered employees and to provide funds for their beneficiaries in the event of death. The members are required to contribute 10% of their base salary and Broomfield matches this contribution with 10%. The Plan provides for the employer to pick up the employee's 10% contribution; therefore, such employee's contribution is not includable as taxable income. An employee shall have a non-forfeitable interest in the percentage of his employer contribution account determined pursuant to the following vesting schedule:

<u>Consecutive Years of Service</u>	<u>Vested %</u>
Under 3 years	0%
3 yrs. but less than four	20
4 yrs. but less than five	40
5 yrs. but less than six	60
6 yrs. but less than seven	80
7 yrs. or more	100

Voluntary employee contributions. An employee may make voluntary contributions under the Plan for any plan year in any amount up to the maximum percentage of compensation permitted by law. Such contributions shall be accounted for separately in the voluntary contribution sub-account. Such sub-account shall be at all times non-forfeitable by the employee.

Changes in voluntary contributions. An employee may elect to change his or her voluntary contribution rate, provided that only one such change shall be allowed during any plan year. An employee may discontinue voluntary contributions at any time. Once an employee discontinues voluntary contributions, he or she may not resume voluntary contributions for six calendar months.

Benefits provided. An employee shall have a non-forfeitable interest in his or her entire employer contribution account, which has not been forfeited previously, if he or she is employed by Broomfield when he or she becomes disabled or dies.

The Plan provides for the Trustee to make a loan to any participant. Each loan shall be made upon written application of the participant and shall be subject to the approval of the plan administrator.

The distribution of an employee's account shall normally commence 60 days after the close of the plan year during which the latter of the following events occur:

1. Employee attains age 55
2. Employee separates from service

The employee may elect to have his or her benefits distributed at a later date or make a rollover contribution to a new employer's plan, provided that the new employer certifies to the Trustee that its plan provides for the acceptance of a qualifying rollover distribution.

Employees who separate from service and who have a combined non-forfeitable interest of less than \$5,000 shall be paid their lump sum value within 60 days after the close of the plan year. The FPPA of the State of Colorado continues to provide death and disability benefits to all police officers in accordance with state statutes, Section 31-30-1008, C.R.S. Survivors' benefits are available for spouses, dependent parents, and children under the age of 18.

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
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Employees had the following investment options available in 2016:

**CITY AND COUNTY OF BROOMFIELD PEACE OFFICERS MP PLAN
INVESTMENT PERFORMANCE HISTORY
Performance Data as of 12/31/2016**

Investment name	1 Year Return	3 Year Return	5 Year Return	10 Year Return
Foreign Small/Mid Blend Peer Group	5.76	7.78	5.16	5.06
Diversified Emerging Mkts Peer Group	-14.09	-6.75	-4.76	3.34
T. Rowe Price Emerging Markets Stock	-11.49	-5.07	-3.58	3.15
DFA International Small Company I	5.91	8.14	4.94	5.18
Global Real Estate Peer Group	-0.85	5.22	6.46	4.16
Prudential Global Real Estate Q	0.32	6.04	7.36	5.2
Commodities Broad Basket Peer Group	-24.83	-17.69	-12.94	-5.96
PIMCO Commodity Real Ret Strat Instl	-25.7	-19.66	-12.77	-5.04
Small Blend Peer Group	-4.6	11.31	8.87	6.33
DFA US Micro Cap I	-3.62	12.9	10.48	6.79
Large Growth Peer Group	4.08	15.65	11.88	7.39
T. Rowe Price Instl Large Cap Growth	10.08	20.01	14.91	9.34
Large Value Peer Group	-3.71	12.14	9.96	5.79
DFA US Large Cap Value I	-3.49	14.23	12	6.67
JPMorgan SmartRetirement« 2030 Instl	-1.31	8.43	7.48	N/A
JPMorgan SmartRetirement« 2025 Instl	-0.94	7.6	7.14	N/A
JPMorgan SmartRetirement« 2020 Instl	-0.76	6.48	6.54	N/A
JPMorgan SmartRetirement« 2035 Instl	-1.5	9.06	7.88	N/A
JPMorgan SmartRetirement« 2040 Instl	-1.65	9.29	8.01	N/A
JPMorgan SmartRetirement« 2045 Instl	-1.55	9.3	8.06	N/A
JPMorgan SmartRetirement« Income Instl	-1.01	3.95	4.62	N/A
JPMorgan SmartRetirement« 2050 Instl	-1.56	9.3	8.03	N/A
JPMorgan SmartRetirement« 2055 Instl	-1.61	9.33	N/A	N/A
Money Market - Taxable Peer Group	0.01	0.01	0.01	1.16
Federated Prime Obligations Instl	0.09	0.06	0.09	1.42
World Bond Peer Group	-4.24	-2	1.05	3.99
PIMCO Foreign Bond (Unhedged) I	-6.86	-3.88	0.54	4.71
Emerging Markets Bond Peer Group	-3.53	-2.92	2.09	5.36
MFS Emerging Markets Debt R5	-0.39	-0.69	4.35	6.57
High Yield Bond Peer Group	-3.76	1.49	4.33	5.72
JPMorgan High Yield R6	-4.59	1.66	4.37	6.59
Inflation-Protected Bond Peer Group	-2.15	-2.76	1.74	3.31
Vanguard Inflation-Protected Secs Adm	-1.69	-2.34	2.44	3.8
Intermediate-Term Bond Peer Group	0.01	1.18	3.26	4.37
PIMCO Total Return Instl	0.73	1.13	3.52	5.76
Short-Term Bond Peer Group	0.32	0.53	1.48	2.87
JPMorgan Short Duration Bond R6	0.7	0.65	1.16	2.89
Vanguard Developed Markets Idx Admiral (Idx)	-0.18	4.75	3.58	3.17
Vanguard 500 Index Admiral (Idx)	1.36	15.09	12.53	7.3

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
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Funding Status and Progress

The funding level of 10% for employees' and 10% for employer's contributions has been budgeted for 2017. Broomfield's contribution to the Broomfield Money Purchase Plan for "New Hire" Police Officers in 2016 was \$1,201,458.

An actuarial report is not required for this plan since it is established as a defined contribution plan and meets the requirements as a money purchase plan. Broomfield received a favorable determination letter from the U. S. Department of the Treasury (IRS) which indicated that the terms of the Plan conform to the Internal Revenue Code section 1.401(b)(3).

Employees participating in the Plan are entitled to the amount in the employee contribution account, employee voluntary contribution account, and the vested portion of the employer contribution account, including the amount credited from FPPA refunds, and including any gains, losses, expenses, or increases or decreases in fair value attributable to investment of the accounts. In no event shall Broomfield's liability to pay benefits exceed the value of the employees' accounts. Broomfield shall not be liable for losses, depreciation, nor shrinkage in the value of any investment under the Plan.

Financial reports including applicable financial statements and required supplementary information for the City and County of Broomfield, Colorado Pension Plan for Broomfield Employees may be obtained by contacting:

Empower Retirement
8515 E. Orchard Road, 10T3
Greenwood Village, CO 80111

D. Broomfield Employees' Money Purchase Plan

Summary of Significant Accounting Policies

The Plan is administered by Empower Retirement. The financial statements are prepared using the accrual basis of accounting. The equity securities and fixed income securities are reported at fair value. Contributions are wired to the trustee bi-weekly and recognized at the time they are received; investment income is recognized at the time it is earned; gains and losses on sales and exchanges of fixed income securities are recognized on the transaction date. All accounts are valued by Empower Retirement quarterly.

General Information about the Pension Plan

Plan description. Broomfield Employees' Money Purchase Plan is a defined contribution plan that was approved by the City Council, effective January 1, 1994. The purpose of this defined contribution plan and trust is to provide funds for retirement of covered employees and to provide funds for their beneficiaries, in the event of death. Participants of the Plan are full-time permanent employees who are not covered under Broomfield's two police pension plans.

Prior to March 28, 2000, employees were required to contribute 4% of their base salary and Broomfield contributed 2% to each participant. On March 28, 2000, the Plan was amended as follows: Employees who elected to remain participants in the Employees' Pension Plan are required to participate in the Employees' Money Purchase Plan by contributing 4% of their base salary and Broomfield contributes 2% to each participant's account in the Employees' Money Purchase Plan. All employees hired after May 31, 2000, and those who have elected to transfer their vested balance from the Employees' Pension Plan into the Employees' Money Purchase Plan are required to contribute 10.5% of their base salary and Broomfield contributes 6.46% into each participant's account in the Employees' Money Purchase Plan. On November 26, 2002, the City Council adopted an ordinance related to an amendment to the Employee Money Purchase Pension Plan.

CITY AND COUNTY OF BROOMFIELD
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This ordinance impacts only the Employee Money Purchase Plan for General Employees and provides for the following changes:

- An option was made available to participants who were making mandatory contributions to the Plan at a level of 10.5% to reduce their contribution level to 6%. Any participant making this election must execute an irrevocable election form changing their contribution level. For employees electing the reduction in their mandatory contribution rate, the employer contribution rate will be reduced from 6.46% to 6%.
- Beginning January 8, 2003, all employees who make the irrevocable election or are hired on or after January 8, 2003, will be required to contribute at the 6% level (with corresponding employer contributions at 6%).

The Plan provides for the employer to “pick up” the employee’s contribution under Section 414(h) of the IRS code; therefore such employee’s contribution is not includable as taxable income. An employee shall have a non-forfeitable interest in the percentage of his employer contribution account determined pursuant to the following vesting schedule:

<u>Consecutive Years of Service</u>	<u>Vested %</u>
Under 1 year	0%
1 yr. but less than two	20
2 yrs. but less than three	40
3 yrs. but less than four	60
4 yrs. but less than five	80
5 yrs. or more	100

Voluntary after-tax employee contributions. A participant may make voluntary after-tax contributions to the Plan. Such contributions shall not exceed the maximum percentage of compensation permitted by law and will be subject to the limitations on allocations described in plan documents. Voluntary contributions shall be accounted for separately in the voluntary after-tax contribution sub-account and shall be at all times non-forfeitable by the employee.

Changes in voluntary contributions. A participant may elect to change his or her voluntary contribution rate, provided that only one such change shall be allowed during any plan year. A participant may discontinue voluntary contributions at any time; however, once discontinued, a participant cannot resume voluntary contributions for six calendar months.

Benefits provided. An employee and their beneficiaries shall have a non-forfeitable interest in the entire employer contribution account if he is employed by Broomfield when he becomes disabled or dies.

The Plan provides for the Trustee to make a loan to any active participant. Each loan shall be made upon the written application of the participant and shall be subject to the approval of the plan administrator. Loans shall:

1. Be secured by the participant’s vested accrued benefit and bear a reasonable rate of interest.
2. Require that repayment (principal and interest) be amortized in level payments; not less than monthly, over a period not extending beyond five years from the date of the loan, unless the loan is for the sole purpose of buying the principal residence of the participant.
3. Not exceed \$50,000 or 50% of the participant’s vested accrued benefit, whichever is less.

CITY AND COUNTY OF BROOMFIELD
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The distribution of an employee's account shall normally commence when the following occurs:

1. Employee attains age 65
2. Employee attains age 55, and is credited with five years of service
3. Employee separates from service

The employee may elect to make a rollover contribution to a new employer's plan, provided that the new employer certifies to the Trustee that its plan provides for acceptance of a qualifying rollover distribution. Additionally, the employee may elect to make a rollover contribution to an Individual Retirement Account (IRA).

The following investment options were available to employees in 2016:

**CITY AND COUNTY OF BROOMFIELD MONEY PURCHASE PLAN
INVESTMENT PERFORMANCE HISTORY**

Performance Data as of 12/31/2016

Fund Name	1 Year Return	3 Year Return	5 Year Return	10 Year Return
Foreign Small/Mid Value Peer Group	2.28	8.25	5.27	3.89
DFA International Small Cap Value I	3.99	9.36	5.71	5.30
Foreign Large Growth Peer Group	0.48	4.88	3.78	4.10
American Funds Europacific Growth R6	-0.48	5.45	3.99	4.84
Global Real Estate Peer Group	-0.85	5.22	6.46	4.16
Prudential Global Real Estate Q	0.32	6.04	7.36	5.20
Commodities Broad Basket Peer Group	-24.83	-17.69	-12.94	-5.96
PIMCO Commodity Real Ret Strat Instl	-25.70	-19.66	-12.77	-5.04
Small Blend Peer Group	-4.60	11.31	8.87	6.33
DFA US Micro Cap I	-3.62	12.90	10.48	6.79
Large Growth Peer Group	4.08	15.65	11.88	7.39
T. Rowe Price Instl Large Cap Growth	10.08	20.01	14.91	9.34
Large Value Peer Group	-3.71	12.14	9.96	5.79
DFA US Large Cap Value I	-3.49	14.23	12.00	6.67
JPMorgan SmartRetirement« 2030 Instl	-1.31	8.43	7.48	N/A
JPMorgan SmartRetirement« 2020 Instl	-0.76	6.48	6.54	N/A
JPMorgan SmartRetirement« 2040 Instl	-1.65	9.29	8.01	N/A
JPMorgan SmartRetirement« Income Instl	-1.01	3.95	4.62	N/A
JPMorgan SmartRetirement« 2050 Instl	-1.56	9.30	8.03	N/A
Money Market - Taxable Peer Group	0.01	0.01	0.01	1.16
Federated Prime Obligations Instl	0.09	0.06	0.09	1.42
World Bond Peer Group	-4.24	-2.00	1.05	3.99
PIMCO Foreign Bond (USD-Hedged) I	0.40	4.04	5.98	6.14
High Yield Bond Peer Group	-3.76	1.49	4.33	5.72
Principal High Yield Fund I Inst	-4.72	1.43	4.38	6.90
Inflation-Protected Bond Peer Group	-2.15	-2.76	1.74	3.31
Vanguard Inflation-Protected Secs Adm	-1.69	-2.34	2.44	3.80
Intermediate-Term Bond Peer Group	0.01	1.18	3.26	4.37
PIMCO Total Return Instl	0.73	1.13	3.52	5.76
Short-Term Bond Peer Group	0.32	0.53	1.48	2.87
JPMorgan Short Duration Bond R6	0.70	0.65	1.16	2.89
Vanguard 500 Index Admiral (Idx)	1.36	15.09	12.53	7.30

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Funding Status and Progress

A summary of the current contribution requirements are as follows:

	<u>Employees' Contributions</u>	<u>Employer's Contributions</u>
Employees participating in both the Employees' Pension Plan and the Employees' Money Purchase Plan	4%	2%
Employees participating in only the Employees' Money Purchase Plan, electing not to execute an irrevocable election form changing their contribution level	10.5%	6.46%
Employees participating in only the Employees' Money Purchase Plan, electing to execute an irrevocable election form changing their contribution level, and for all General Employees hired on or after January 8, 2003	6%	6%

Broomfield's contribution to the Broomfield Employee's Money Purchase Plan for 2016 was \$1,686,076.

An actuarial report is not required for this plan since it is established as a defined contribution plan and meets the requirements as a money purchase plan. Broomfield's plan conforms with the requirements of the Internal Revenue Code Section 1.401(a) and employee contributions to the Trust are tax-deferred under Section 414(h).

Financial reports including applicable financial statements and required supplementary information for the City and County of Broomfield, Colorado Pension Plan for Broomfield Employees may be obtained by contacting:

Empower Retirement
8515 E. Orchard Road, 10T3
Greenwood Village, CO 80111

NOTE 9: CITY AND COUNTY OF BROOMFIELD EMPLOYEES' MEDICAL CARE EXPENSE PLAN

Plan Description

Broomfield initiated a self-funded health plan (Plan) in January 1982, in order to contain rising health care costs. The partially self-funded plan provides a very competitive health benefit design at an affordable funding level. A Board of Trustees administers the Plan pursuant to the provisions of the Municipal Code: five members - consisting of one member from City Council, the Director of Finance or designee, the Director of Human Resources or designee, and two employee representatives. The self-funded plan enables Broomfield to manage health care costs by enacting plan amendments in the following areas:

Plan design - changing the balance of cost-sharing between Broomfield and employees; initiating incentives to employees for saving costs.

Medical intervention - plan features which encourage employees to seek second surgical opinions and require mandatory review of all non-emergency hospitalization and continued stay review of all hospitalizations.

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Claims management - using data analysis of medical claims to identify potential problem areas.

Claims administration - improving procedures to insure that improper claims are not paid and that benefit payments are coordinated with other insurance companies to insure liability for payment is transferred to the proper company.

Lifestyle/Wellness - programs to detect and prevent disease and encourage good health habits in employees.

Communications - educating and encouraging employees to become better consumers of health care.

The Board of Trustees has recommended the purchase of aggregate and specific reinsurance (stop-loss coverage) to minimize the exposure to risk. The reinsurance package removes the danger of financial burdens resulting from excessive claims since the insurance carrier must reimburse Broomfield for claims paid above the following predetermined amounts:

- Aggregate reinsurance - The aggregate attachment point for 2016 based on actual enrollment was \$7,769,677.
- Specific reinsurance - The specific (individual) stop-loss was \$100,000 for 2015. The 2016 specific stop-loss is \$100,000. Specific stop-loss can be satisfied by one individual or by all family members combined.

The Board of Trustees has established the following guidelines for determining the recommended funding level:

1. Fund to 100% of the aggregate attachment point to provide maximum financial protection in the case of catastrophic losses.
2. Fund to cover anticipated increases to: operating costs, claim cost increases, aggregate reinsurance cost increases, specific reinsurance increases, claims administration and plan consultant cost increases, and any increases to the cost containment program.
3. Incurred but unreported claim reserve to provide adequate protection for payment of claims if the Plan is terminated (3 months of anticipated claims costs).

The recommended funding level is proposed by the Board of Trustees to the City Manager and the City Council; the final decision is made based on a review of the recommendations, the Plan's history of actual expenditures incurred, and the current fund balance.

A reconciliation of changes in the liability for claims follows:

Claims Payable at 12/31/2014	\$590,163
Plus: Claims Incurred	5,544,421
Less: Benefits Paid	<u>(5,685,242)</u>
Claims Payable at 12/31/2015	449,342
Plus: Claims Incurred	7,788,081
Less: Benefits Paid	<u>(7,838,621)</u>
Claims Payable at 12/31/2016	<u>\$398,802</u>

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NOTE 10: CONTINGENT LIABILITIES

Broomfield is a defendant in miscellaneous litigation covering various matters. In the opinion of management and legal counsel, it is expected that the final settlement of these matters will not materially affect the financial statements of Broomfield.

Under the terms of federal and state grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grant. Such audits could lead to reimbursements to the grantor agencies. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time. Management believes disallowances, if any resulting from any such audits, would be immaterial.

NOTE 11: DEVELOPER CONTRIBUTIONS

During the year, developer contributions in the enterprise funds increased by the following amounts:

<u>Source</u>	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Water Reclamation</u>	<u>Totals</u>
Developer contributions included in net income for the year ended:				
December 31, 2002-2009	\$318,360,570	\$176,108,346	\$56,714,229	\$551,183,145
December 31, 2010	5,284,251	2,722,868	1,909,655	9,916,774
December 31, 2011	7,777,757	5,121,385	2,300,000	15,199,142
December 31, 2012	22,840,996	23,404,777	6,267,885	52,513,658
December 31, 2013	17,348,252	16,246,253	1,992,876	35,587,381
December 31, 2014	19,879,805	10,930,594	1,810,587	32,620,986
December 31, 2015	16,708,478	12,981,294	43,681	29,733,453
December 31, 2016	22,074,578	15,541,664	104,860	37,721,102
Total Developer Contributions	\$408,200,109	\$247,515,517	\$71,038,913	\$726,754,539

NOTE 12: RISK MANAGEMENT

Broomfield is exposed to various risks of loss related to: torts; theft of, damage to, destruction of assets; errors and omissions; injuries to employees; and natural disasters. On January 7, 1986, the City Council authorized Broomfield to participate in the Colorado Intergovernmental Risk Sharing Agency (CIRSA). It is a separate and independent governmental and legal entity, which was formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-10-115.5, C.R.S., as amended, 29-1-101 et. seq., C.R.S., as amended, 29-13-102, C.R.S., as amended, and Colorado Constitution, Article XIV, Section 18(2).

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability or loss to the limit of the financial resources of CIRSA. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members.

The scope, terms, conditions, and limitations of the coverage are governed by the applicable coverage policies and/or excess coverage policies, the CIRSA bylaws, and other applicable documents. There has been no change in the deductibles or coverage over the last three years. The types and monetary limits of the coverage are generally described below.

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A. Types of Coverage (subject to the limit of CIRSA's liability as described in Section B below)

1. Property coverage
2. Liability coverage:
 - a. General liability
 - b. Auto liability
 - c. Law enforcement liability
 - d. Public official errors and omissions liability
 - e. Excess liability (for federal and out-of-state public officials' claims and federal and out-of-state law enforcement)
3. Crime coverage (including employee dishonesty and money and securities)

B. Excess Insurers, Aggregate Limits and Member Deductibles

For the coverage described in Section A, CIRSA is liable only for payment of the applicable self-insured retentions and only to a total annual aggregate amount for CIRSA members as a whole of the amount of the applicable CIRSA loss fund for the coverage period. There is no aggregate excess coverage over any loss fund.

Coverage in excess of this CIRSA self-insured retention is provided only by the applicable excess insurers in applicable excess policies, and payable only by those excess insurers. In the past 3 years, Broomfield had no settlements that exceeded insurance coverage.

A member selected deductible applies to each municipality's claims/occurrences. Payment of the deductible shall reduce the amount otherwise payable under the applicable CIRSA retention.

2016 CIRSA SELF-INSURED RETENTIONS

1. \$500,000 per claim/occurrence property
2. \$600,000 per claim/occurrence liability
3. \$600,000 per claim/occurrence public officials' liability
4. \$150,000 per claim/occurrence crime

2016 CIRSA LOSS FUND AMOUNTS

Loss fund amounts are adopted or amended from time to time by the Board of Directors based on the members in the property/casualty pool for the year and interest earnings on those amounts. Information on current loss fund amounts is available from the CIRSA Deputy Executive Director/Chief Financial Officer, at (303) 757-5475.

C. Excess Liability Coverage

Additional coverage in "excess" of the foregoing underlying coverage is provided by RSUI Indemnity Insurance Company, Selective Insurance Company of New York and AIG.

The coverage includes:

1. Property/excess property to \$500.5 million per claim/occurrence.
2. General/auto liability (claims subject to the Governmental Immunity Act): to \$150,000 per person and \$600,000 per occurrence.
3. General (claims not subject to the Governmental Immunity Act): to \$5 million per claim/occurrence.
4. Auto liability (claims not subject to the Governmental Immunity Act): to \$1.5 million per claim/occurrence.
5. Excess law enforcement liability and public officials' errors and omissions liability coverage: to \$5 million per claim/occurrence; \$10 million annual aggregate per member.
6. Excess Crime: to \$5 million per claim/occurrence.

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Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members. CIRSA has indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs, although it is not legally required to do so.

There is a deductible paid by the municipality of \$150,000 (liability) and \$150,000 (property), which applies to each of its claims/occurrences. In the past 3 years, Broomfield has made one settlement that exceeded excess liability coverage. No payments were made against this claim in 2016.

Broomfield continues to carry commercial insurance for Workers' Compensation and accident insurance for volunteer and service workers. Furthermore, Broomfield offers each full-time employee health insurance with a commercial carrier or a city self-funded health plan (see Note 9).

NOTE 13: JOINT VENTURES

A. Northern Colorado Water Conservancy Sub-district (Windy Gap Project)

The Municipal Sub-district, Northern Colorado Water Conservancy District (Sub-district), was established July 6, 1970, pursuant to the Water Conservancy District Act. The Sub-district is a political subdivision of the State of Colorado. In 1989, Broomfield purchased 13 allotment contracts from the City of Greeley, Colorado, and Broomfield's petition to enter the Sub-district was approved. In 1991, Broomfield also purchased 43 allotment contracts from the City of Boulder, Colorado. Broomfield is an 11.67% participant in the Sub-district and has invested \$32,235,082 in Sub-district water rights to date; however, Broomfield has no equity interest in the Sub-district. The Sub-district currently provides a supplemental water supply for the cities of: Boulder, Broomfield, Greeley, Longmont, Loveland, the Town of Estes Park, the Platte River Power Authority, and various other domestic water suppliers.

The governing board of the Sub-district is a board of twelve (12) directors, appointed for four-year terms by the presiding State District Court Judge of each of the four judicial districts located wholly or partly within the boundaries of the Northern Colorado Water Conservancy District. Officers are elected by the Board of Directors at its annual meeting. Broomfield and other participating entities have no control over the Sub-district's budgeting or financing.

The Sub-district had fully paid all water revenue bonds as of September 30, 2016. The participants have agreed to service debt and pay operating expenses through water allotment contracts. The water allotment contracts are not debts of the participants and do not obligate them to make payments from taxes which would be otherwise available for the general purpose of the participants. The contracts merely authorize the Sub-district to levy and collect within the boundaries of the participants assessments of the Sub-district. If the participants fail to make the payments required by these contracts, the Sub-district may assess the property owners within Broomfield directly.

The Board of Directors adopted a September 30, rather than December 31, year-end date. For a copy of the Sub-district's financial statements, contact John Budde, at (970) 622-2253.

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The key financial data for the year ended September 30, 2016, from the audited financial statements of the Sub-district are as follows:

Northern Colorado Water Conservancy Sub-District	
Current Assets	\$27,727,656
Other Assets	48,945,662
Total Assets	76,673,318
Current Liabilities	3,845,983
Total Liabilities	3,845,983
Net Position	72,827,335
Operating Revenues	\$12,873,962
Operating Expenses	4,373,604
Operating Income	8,500,358
Non-operating Revenue and Expenses	(994,436)
Income before Contributions	7,505,922
Capital Contributions	14,103,950
Increase in Net Position	21,609,872
Net Position, Beginning of Year	51,217,463
Net Position, End of Year	\$72,827,335

B. Broomfield-Westminster Open Space Foundation

The Broomfield-Westminster Open Space Foundation (Foundation) was established December 14, 2005, for the purpose of financing and leasing real property to be used as open space for Broomfield and the City of Westminster, Colorado (Westminster). The Foundation is a Colorado nonprofit corporation established by council action of both participants. The initial action of the Foundation involved acquisition of approximately 150 acres of undeveloped land for open space purposes. The Board of Directors of the Foundation is composed of an equal number of directors from Broomfield and Westminster and one director who is not an employee or resident of either joint venture party. Participation in financing for the operating expenditures of the Foundation is shared equally between Broomfield and Westminster.

On April 24, 2006, the Foundation purchased open space land at a cost of \$10,613,691. Financing for this purchase was structured through grant funds and the issuance of \$9,500,000 in Certificates of Participation (COPs) by the Foundation. As long as the COPs are outstanding, the Foundation owns the property acquired. In accordance with a lease agreement between the Foundation (the Lessor), Broomfield and Westminster (jointly referred to as the Lessees), the Lessees' obligations to pay base rentals in support of the Foundation's COP repayments are from year to year only; subject to each of the Lessees' annual right to renew the lease. The Lessees are under no obligation to exercise their option to purchase the property acquired by the Foundation. Once the COPs have matured, if both Lessees have made all of their corresponding lease payments to the Foundation, Broomfield and Westminster will each own an undivided 50% interest in the property. If either Lessee does not make their lease payments when due, the other Lessee has the option to make a substitute payment and receive an increase in eventual ownership of the property.

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Of significance in 2016, the City of Westminster paid their remaining COP obligation in full and on December 8, 2016 Broomfield refinanced their outstanding COPs to take advantage of lower interest rates. As of December 31, 2016, Broomfield's equity interest in the joint venture (50% of the net assets) equaled \$4,805,120.

The following schedule represents the financial position of the Foundation as of December 31, 2016.

Broomfield-Westminster Open Space Foundation	
Current Assets	\$3,259,238
Other Assets	11,102,094
Total Assets	14,361,332
Current Liabilities	246,092
Long Term Liabilities	4,505,000
Total Liabilities	4,751,092
Net Assets	\$9,610,240
Operating Revenues	\$1,035,958
Operating Expenses	46,630
Operating Income	989,328
Non Operating Revenues Under Expenditures	(232,766)
Change in Net Position	756,562
Net Position, Beginning of Year	8,853,678
Net Position, End of Year	9,610,240

Financial reports for the Broomfield-Westminster Open Space Foundation may be obtained by contacting:

City and County of Broomfield
Finance Director
One DesCombes Drive
Broomfield, CO 80020

NOTE 14: COMMITMENTS

A. Sub-district - Northern Colorado Water Conservancy District (Windy Gap Project)

Broomfield has complied with its contractual obligations surrounding the Windy Gap Project. The annual allotment payments have been recorded as capital expenditures for water rights in the Water Proprietary Fund. Payments to the Sub-district in 2016 were \$275,918.

Broomfield's allotment payments to service its portion of the Sub-district debt for the contracts purchased from the City of Greeley through the year 2017 is as follows:

<u>Year</u>	<u>Payment</u>
2017*	\$276,270
Total	\$276,270

*Debt service payments for the year 2017 are to be made from the Sub-district's debt reserve fund.

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B. Broomfield-Westminster Open Space Foundation

Broomfield has complied with its obligations associated with the lease payments in support of the Broomfield-Westminster Open Space Foundation (the Foundation) acquisition of property. The annual lease payments have been recorded as a current expenditure in the Open Space Fund. Payments to the Foundation in 2016 were \$345,212.

Broomfield's lease payments to support the Foundation payments on the outstanding Certificates of Participation through 2025 are as follows:

<u>Year</u>	<u>Payment</u>
2017	\$274,842
2018	272,203
2019	274,077
2020	275,502
2021	271,508
Subtotal	1,368,132
2022-2025	1,098,348
Total	<u>\$2,466,480</u>

*Debt service payments for the year 2025 are to be made from the Foundation's debt reserve fund.

C. Construction Contracts

Broomfield has \$16,626,467 in outstanding contracts with various contractors. Enterprise contracts compromise \$5,714,370 and governmental fund type contracts comprise \$10,912,097.

NOTE 15: TAX SPENDING AND DEBT LIMITATIONS

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including the raising of revenue, spending abilities, and other specific requirements of state and local governments. The Amendment is complex and subject to judicial interpretation. On November 2, 1993, Broomfield voters approved a ballot question relieving Broomfield of many of the amendment's revenue raising and spending restrictions. Broomfield believes it is in compliance with the remaining requirements of the amendment. However, Broomfield has made certain interpretations of the amendment's language in order to determine its compliance.

The Amendment requires local governments to establish emergency reserves. These reserves must be at least 3% of fiscal year spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls or salary or benefit increases. At December 31, 2016, the amount required as emergency reserves in compliance with the amendment is \$3,480,000. This amount is disclosed as restricted net position on the Statement of Net Position and restricted fund balance on the Governmental Fund Balance Sheet.

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NOTE 16: DEVELOPMENT AGREEMENTS

Broomfield is involved in several development agreements to promote growth within Broomfield. All of these agreements are approved by the City Council. Under GASB Statement No. 77, *Tax Abatement Disclosures*, these developer agreements are considered Tax Abatements.

All of these agreements are structured so that future revenues are committed to meet development obligations, but only as the revenues are earned. If revenues are not earned from the sources outlined in the agreements, Broomfield is not obligated to fund the expenditures from other sources. Any revenues collected which have not yet been spent to meet obligations per the agreements are carried in fund balance in the Sales and Use Tax Fund. The obligations to be repaid through these future revenues and the funding sources committed are summarized below. Following the narratives is a table that outlines the status of each of the agreements as of December 31, 2016.

Aircell Aviation

Aircell Aviation relocated and expanded its operation in Broomfield. Broomfield agreed to rebate 50% of the 3.5% use tax to Aircell for the amount spent on the improvements at their new location. Additionally, Broomfield agreed to rebate 50% of the City and County personal property taxes each year for ten years provided Aircell meets employment goals in each year.

Anthem (Preble Creek)

The developer has agreed to construct necessary infrastructure for the development and Broomfield has agreed to reimburse the developer for a portion of the infrastructure. Reimbursement is funded from: 50% of the 3.75% sales tax (net of the .25% open space portion), 70% of the 3.75% building use tax (net of the .25% open space portion), and 50% of SEF revenues generated from this development. The agreement terminates upon payment of the reimbursement amount, or in the year 2025, whichever occurs first.

Arista Metro District (Park 36 Metro District/Broomfield Urban Transit Village)

The developer has agreed to construct the necessary infrastructure improvements for the Arista project (previously Broomfield Urban Transit Village/Park 36 Metro District). Reimbursements are funded from: 50% of SEF revenues, 45% of the 3.75% sales tax (net of the .25% open space portion), and 50% of the 3.75% use tax (net of the .25% open space portion) collected within the development area. Also, 10% of Broomfield's 3.5% sales tax will be shared with BURA to provide additional coverage for the 1STBANK Center debt service. The agreement terminates upon payment of the reimbursement amount, or in the year 2028, whichever occurs first.

The Broadlands

The developer has agreed to construct the necessary infrastructure, including a golf course, for the development. Reimbursements are funded from 50% of SEF revenues and 15% of use taxes collected within the development.

Broomfield Urban Renewal Authority

Broomfield has entered into various cooperation agreements with Broomfield Urban Renewal Authority (BURA) to allocate specific revenues collected by the City to developers. The developers and the Authority are working together to plan and develop parcels within the urban renewal areas.

Broomfield Village (Koll) Metropolitan Districts

On property adjacent to the Flatiron Crossing Mall, MainStreet at Flatiron and Flatiron Marketplace Metro Districts will develop additional shopping/retail/hotel sites. The Metro Districts are issuing debt to cover public improvements on these sites. The terms of the agreement with the Districts then provide that Broomfield will share in sales tax revenues until the Districts' debt is paid.

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Country Estates

As Certificates of Occupancy are issued, Broomfield's portion of SEF collected is being accumulated to pay for or offset the cost of a soft surface trail from the Crystal Pines Trail through the open space to the Community Ditch Trail.

Flatiron Crossing Mall / Westcor

In 2002, Broomfield issued Sales and Use Tax Bonds to pay off the Flatiron Mall/Westcor development obligation. A portion of sales tax generated from the mall will be used to make the debt service payments.

Garden Ridge / At Home

Garden Ridge is a home décor retailer that purchased the prior Target Store building at 1660 West Midway. Their agreement is for a rebate of 50% of the City's sales tax collected at their location over ten years. The maximum rebate is capped at \$1,200,000. Garden Ridge must meet specific employment goals over that ten year period to be eligible to collect the annual rebate. In 2014, Garden Ridge changed their name to At Home.

Green Family Farms

Developer agreed to construct the improvements on Zuni Street adjacent to the development. Broomfield agreed to reimburse the developer from 50% of the SEF collected within the 31 lot subdivision.

Interlocken 385

Under the terms of the "Southeast Boulder County, South 96th Street, Dillon Road, and US 287 Area Comprehensive Development Plan Intergovernmental Agreement", Broomfield may purchase a 300 foot Right-of-Way (ROW for the Northwest Parkway) through the Trillium and Boulder County Land Venture properties, at the same time Boulder County and Louisville make their purchase. Boulder County will advance funding for the entire purchase of the two properties (including the Northwest Parkway ROW) and has asked Broomfield to enter into an agreement to purchase the Northwest Parkway ROW from Boulder County. Interlocken Ltd. has agreed to advance Broomfield \$1,575,000 for the purpose of funding city transportation projects. Broomfield has the discretion to allocate these funds and can use the funds to purchase the ROW. Interlocken may receive a future credit for these funds for additional financial obligation to the City that they might incur if Interlocken obtains approval to modify their Master PUD Plan to increase site coverage and/or density. If no modification occurs within 20 years, the credit will expire.

International Catastrophe Insurance Managers

Broomfield agreed to rebate 50% of the 3.5% use tax paid on construction materials for the tenant finish at the Broomfield location. Additionally, Broomfield agreed to rebate 50% of the personal property taxes paid for 10 years provided International Catastrophe Insurance Managers meet specific employment goals in each year.

Lambertson Farms

The developer agreed to construct the infrastructure improvement for the development. Reimbursement would be funded from 50% of the sales tax collected in the commercial development and 50% of the SEF collected on the residential development. The agreement expires in 2029.

Macerich - Flatiron Crossing Mall Redevelopment

Broomfield entered into an agreement with Macerich, owners of Flatiron Crossing Mall, for a multi-phase project that would include renovation of the old Lord & Taylor space, redevelopment of the Village shopping area, and construction of a 140 room hotel on the site. Construction would occur in phases

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and reimbursement would only occur at the completion of a phase. Funding would be from 50% of the 3.5% sales tax collected within each specific phase. Total estimated cost to Broomfield for all phases would be \$11,124,801, plus interest, over 25 years.

MidCities Metropolitan District

On property adjacent to the Flatiron Crossing Mall, MainStreet at Flatiron and Flatiron Marketplace Metro Districts will develop additional shopping/retail/hotel sites. The Metro Districts issued debt to cover public improvements on their site. The terms of the agreement with the Districts then provide that Broomfield will share in sales tax revenues and use taxes collected on building construction associated with the development until the Districts' debt is paid.

Miscellaneous/Other

The balance represents the accumulated unallocated interest earnings in the fund.

National Entertainment Network

National Entertainment Network entered into an investment agreement to relocate corporate offices in Broomfield. Reimbursement would include 50% of the 3.75% use tax (net of the .25% open space portion) on building materials used in the remodel of their facility and 50% of Broomfield's personal property tax levied on the developer's personal property at the location in Broomfield for a period of 10 years.

Nickel Street Retail

The developer agreed to construct significant upgrades to the site and the building, as well as, construction of additional retail structures. Broomfield is to reimburse the developer for public improvements up to \$250,000. These payments are to be funded by 50% of the 3.75% sales tax (net of the .25% open space portion) collected by businesses in the development.

Parkway Circle

The developer will construct infrastructure and utilities. In addition, they will designate 6% of the housing units as affordable housing in lieu of the open/public land dedication. Broomfield is to reimburse the developer for infrastructure improvements, plus interest, for: Midway Extension, certain sidewalk extensions, Midway and Via Varra utilities, storm water structure, parking structures, etc. The agreement has been amended several times to facilitate the developer moving forward with the development in light of the economic slow-down the past couple of years. The amendments have extended the time frame for development to 2018 and added 50% of the 3.5% use tax to the original 50% of the 3.75% sales tax (net of the .25% open space portion) collected in the development for funding the reimbursement.

Red Hawk Estates

The developer agreed to construct improvement to Zuni Street adjacent to the project. Broomfield will reimburse the developer 50% of the SEF collected within the development for these improvements.

Renewable Energy Systems Americas, Inc.

Renewal Energy Systems, American Inc. has an investment agreement to relocate in Broomfield. Reimbursement would include 50% of the 3.75% use tax (net of the .25% open space portion) on building materials used in the remodel of their facility and 50% of Broomfield's personal property tax levied on the developer's personal property at the location in Broomfield for a period of 10 years.

RPC Manufacturing Solutions, LLC

RPC Manufacturing Solutions, LLC (RPC) has an investment agreement to purchase and relocate to 11811 Upham Street in Broomfield. Reimbursement would be funded from 50% of Broomfield's personal

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property tax levied on the developer's personal property at the location for a period of 10 years based on annually meeting and certifying specific employment goals.

Sisters of Charity of Leavenworth Health System, Inc.

The Sisters of Charity of Leavenworth Health Systems, Inc. (SCLHS) has an investment agreement approved in December 2014 to lease an additional 104,683 square feet in Broomfield's Interlocken Business Park for its Broomfield headquarters and to provide Community Health Programs to Broomfield residents in 2015. Upon annual certification, Broomfield will pay SCLHS \$55,000. This agreement is extended for an additional four years, if certification is filed. The agreement is funded by county operating funds to support community health programs. Total funding shall not exceed \$275,000.

VM Ware

VM Ware entered into an investment agreement to relocate their software development operation in Broomfield. Reimbursement would include 50% of the 3.75% use tax (net of the .25% open space portion) on building materials used in the remodel of their facility and 50% of Broomfield's personal property tax levied on the developer's personal property at the location in Broomfield for a period of 10 years.

Webroot

Webroot Software has an investment agreement to relocate from Boulder to 385 Interlocken Crescent, in Broomfield. Reimbursement would include 50% of the 3.5% use tax (net of the .25% open space portion) on building materials used in the remodel of their facility and 50% of Broomfield's personal property tax levied on the developer's personal property at the location in Broomfield for a period of 10 years. The agreement was amended in 2014 to reflect lower than expected employment numbers and shortening the reimbursement period to 6 years.

Wonderland Brewing Company, LLC

The Wonderland Brewing Company, LLC has an investment agreement to purchase and establish business at 5450 West 120th Avenue in Broomfield. Reimbursement would include 50% of the 3.75% use tax (net of the .25% open space portion) on tenant finish work in 2013 to remodel their facility and 50% of Broomfield's personal property tax levied on the developer's personal property at the location in Broomfield for a period of 10 years, provided they meet specific employment goals each year.

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CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2016

The table below is a summary of developer agreement activity:

Developer Agreement	Fund Balance 2015	Revenues	Expenditures	Fund Balance 2016
Aircell Aviation		\$9,225	\$9,225	
Anthem (Preble Creek)	\$48	1,262,013	1,261,963	\$98
Arista Metro District	125,354	216,504	216,504	125,354
Broadlands		14,902	14,902	
Broomfield Urban Renewal Authority	1,527	2,191,471	2,190,926	2,072
Broomfield Village Metro District	16,514	343,792	343,792	16,514
Country Estates	10,465			10,465
Flatiron Crossing Mall/Westcor		1,947,170	1,947,042	128
Garden Ridge/At Home		96,708	96,708	
Green Family Farms		5,208		5,208
Interlocken 385		41,644	41,644	
International Catastrophe Insurance Mgr.		5,202	5,202	
Lambertson Farms		1,331,949	1,331,949	
Macerich Redevelopment		165,841	165,841	
MidCities Metro District	355,480	2,194,277	2,194,277	355,480
Miscellaneous/Other	918,274	-64,962		853,312
National Entertainment Network		1,059	1,059	
Nickel Street Retail		21,025	20,192	833
Parkway Circle		252,809	252,809	
Red Hawk Estates	2,008	678		2,686
Renewal Energy Systems Americas, Inc.		5,564	5,564	
RPC Manufacturing Solutions		239	239	
Sisters of Charity of Leavenworth Health		55,000	55,000	
VM Ware		16,851	16,851	
Webroot		14,937	14,937	
Wonderland Brewing Company		960	960	
	<u>\$1,429,670</u>	<u>\$10,130,066</u>	<u>\$10,187,586</u>	<u>\$1,372,150</u>

Fund balance at December 31, 2016, includes a restricted amount of \$1,372,150 and a prepaid amount of \$43.

NOTE 17: EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended December 31, 2016, expenditures exceeded budgeted appropriations in the following funds: the Employee Money Purchase Trust Fund by \$545,413, the Employee Pension Trust Fund by \$21,012, the Library Fund by \$3,143, and the Health Self Insurance Fund by \$368,057.

The excess amount in the Employee Police Money Purchase Trust Fund expenditures was due to higher than anticipated requests for benefit payments. These benefit payments totaled \$3,280,750.

The excess amount in the Employee Pension Trust Fund was also due to higher than anticipated benefit payments. These benefit payments totaled \$1,806,303. There was a long term employee that retired in 2016 and elected to take a lump-sum distribution which caused this overage.

The Library Fund is over budget in supplies and materials by \$4,810 and \$1,866 in contractual services. This overage in supplies and materials was due to book orders that came in earlier than expected and therefore had to be charged to 2106. The overage in contractual services was due to higher than anticipated worker's compensation claims.

The Health Self Insurance Fund was over budget in claim payments. Total payments were \$7,838,621 in 2016 and higher than anticipated. There were a few large claim payments over \$100,000 that contributed to the fund being over budget in claim payments.

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2016

NOTE 18: UNEARNED REVENUE - WATER LEASES

In 2006, Broomfield entered into an intergovernmental agreement with the U.S. Department of Energy (DOE) to lease water and to use Broomfield's water supply infrastructure to make deliveries into the stream system on behalf of DOE, in association with the clean-up at Rocky Flats. The amount of water leased is 282 acre feet in a given year, with a maximum 10-year average of 120 acre feet. DOE agreed to pay \$2,400,000 in advance for the leased water. The term of the lease is 30 years. The lease was entered into subject to subsequent approval of the State of Colorado Water Court for the proposed use of the water. If DOE terminates the lease within this period, Broomfield is not required to refund any of the advanced payment by DOE unless Broomfield is found to be in breach of the intergovernmental agreement. If Broomfield terminates the lease, other than for breach by DOE, a pro rata portion of the advance lease payment will be refunded to DOE. If the final determination of the Water Court renders it impossible for DOE to fulfill its intent in entering into the intergovernmental agreement with Broomfield, DOE may terminate the agreement and Broomfield will return a pro rata portion of the advanced lease payments to DOE. As of December 31, 2016, \$820,000 was recognized as revenue, \$80,000 in the current year, and \$660,000 in the prior years. The unearned portion of the advanced lease payments carried in the Water Reclamation Fund was \$1,580,000.

NOTE 19: PRIOR PERIOD ADJUSTMENT

During 2016 it was discovered a developer acquired a license for the Water Reclamation system during 2015; the City agreed to allow the developer to pay for the license at a later date, rather than at the time of purchase as normal. The outstanding balance to be paid by the developer, \$171,067, was recorded as a receivable and adjustment to fund balance once it was discovered.

	<u>Business-Type Activities</u>
Net Position at December 31, 2015, as previously reported	\$566,413,410
Prior Period Adjustment for license receivable	<u>171,067</u>
Net Position as of January 1, 2016, as Adjusted	<u><u>\$566,584,477</u></u>

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REQUIRED SUPPLEMENTARY INFORMATION
OTHER THAN MD&A



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CITY AND COUNTY OF BROOMFIELD
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability			
Service cost	\$ 196,210	\$ 201,559	\$ 251,437
Interest	1,227,082	1,197,462	1,130,823
Differences between expected and actual experience	646,312	435,850	967,622
Changes of assumptions	-	-	-
Benefit payments, including refunds of member contributions and expenses paid	(1,806,303)	(1,062,867)	(1,760,106)
Net change in total pension liability	<u>263,301</u>	<u>772,004</u>	<u>589,776</u>
Total pension liability - beginning	17,068,034	16,296,030	15,706,254
Total pension liability - ending	<u>\$ 17,331,335</u>	<u>\$ 17,068,034</u>	<u>\$ 16,296,030</u>
Plan fiduciary net position			
Contributions - employer	1,161,140	1,034,550	1,006,696
Contributions - member	116,029	130,341	134,846
Net investment income	443,416	65,035	371,624
Benefit payments, including refunds of member contributions	(1,806,303)	(1,005,647)	(1,720,888)
Administrative expense	(54,640)	(57,219)	(39,218)
Net change in plan fiduciary net position	<u>(140,358)</u>	<u>167,060</u>	<u>(246,940)</u>
Plan fiduciary net position - beginning	9,266,723	9,099,663	9,346,603
Plan fiduciary net position- ending	<u>\$ 9,126,365</u>	<u>\$ 9,266,723</u>	<u>\$ 9,099,663</u>
Net pension liability	<u>\$ 8,204,970</u>	<u>\$ 7,801,311</u>	<u>\$ 7,196,367</u>
Plan fiduciary net position as a percentage of the total pension liability	52.66%	54.29%	55.84%
Covered-employee payroll	\$ 2,460,536	\$ 2,658,344	\$ 2,687,365
Net pension liability as a percentage of covered employee payroll	333.46%	293.47%	267.79%

Notes to Schedule:

The City and County implemented GASB Statement No. 67 in fiscal year 2014.
Information for years prior to fiscal year 2010 is unavailable.

Note: See accompanying independent Auditor Report

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
\$ 268,393	\$ 255,009	\$ 258,389	\$ 252,493
1,078,435	1,049,798	1,050,187	1,001,917
852,664	635,433	13,489	61,397
-	-	-	-
(1,207,951)	(1,935,636)	(712,118)	(644,092)
991,541	4,604	609,947	671,715
14,714,713	14,710,109	14,100,162	13,428,447
\$ 15,706,254	\$ 14,714,713	\$ 14,710,109	\$ 14,100,162
733,056	459,110	440,272	405,215
159,275	178,033	175,807	184,637
1,526,583	1,002,762	(169,049)	940,934
(1,174,276)	(1,911,802)	(686,012)	(620,198)
(33,675)	(23,895)	(26,106)	(23,895)
1,210,963	(295,792)	(265,088)	886,693
8,135,640	8,431,432	8,696,520	7,809,827
\$ 9,346,603	\$ 8,135,640	\$ 8,431,432	\$ 8,696,520
\$ 6,359,651	\$ 6,579,073	\$ 6,278,677	\$ 5,403,642
59.51%	55.29%	57.32%	61.68%
\$ 2,983,307	\$ 3,074,217	\$ 3,170,995	\$ 3,288,461
213.17%	214.01%	198.00%	164.32%

CITY AND COUNTY OF BROOMFIELD
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 755,684	\$ 733,090
Contributions in relation to the actuarially determined contribution	1,277,169	1,164,891
Contribution deficiency (excess)	<u>\$ (521,485)</u>	<u>\$ (431,801)</u>
Covered-employee payroll	\$ 2,460,536	\$ 2,658,344
Contribution as a percentage of covered employee payroll	51.91%	43.82%

Notes to Schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of January 1 for methods and assumptions used to determine contribution rates:

Actuarial cost method:	Entry Age Cost Method
Amortization method:	Fixed Dollar
Remaining amortization period:	30 years, open
Asset valuation method:	Actuarial Valuation
Inflation:	3.25%
Salary increases:	4.00%
Investment rate of return:	7.50%
Retirement age:	65
Mortality:	Adjusted 1994 GAM Sex-distinct rates

Note:

The City and County implemented GASB Statement No. 67 in fiscal year 2014. Information for years prior to fiscal year 2010 is unavailable.

Note: See accompanying independent Auditor Report

<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
\$ 754,718	\$ 729,565	\$ 661,168	\$ 647,632	\$ 630,335
1,141,542	892,330	637,142	628,828	577,103
<u>\$ (386,824)</u>	<u>\$ (162,765)</u>	<u>\$ 24,026</u>	<u>\$ 18,804</u>	<u>\$ 53,232</u>
\$ 2,687,365	\$ 2,983,307	\$ 3,074,217	\$ 3,170,995	\$ 3,288,461
42.48%	29.91%	20.73%	19.83%	17.55%

**CITY AND COUNTY OF BROOMFIELD
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURN
DECEMBER 31, 2016**

	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	4.95%	0.91%

Note:

The City and County implemented GASB Statement No. 67 in fiscal year 2014.
Information for years prior to fiscal year 2014 is therefore unavailable.

Note: See accompanying independent Auditor Report

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
OTHER THAN MD&A
DECEMBER 31, 2016

NOTE 1: DESCRIPTION

The historical trend information for the Broomfield Employees' Pension Plan is presented as required supplementary information. An actuarial study is completed on the Broomfield Employees' Pension Plan annually in accordance with GASB 67. An actuarial study was completed on the Policemen's Pension Plan through 2001. An actuarial study was not completed on the Policemen's Pension Plan in 2002 through 2016 and an actuarial study is not anticipated for future years. The decision to forego an actuarial study was based on the limited number of plan beneficiaries (4), no active employees, and no future participants allowed. Annuities have been purchased, with lump sum distributions, for base monthly benefits for two of the four participants; with annual cost of living increases paid by the plan. The Policemen's Pension Plan benefit liability is calculated on an annual basis and is funded with an annual employer contribution to the plan.

NOTE 2: BENEFIT CHANGES

In 2016 there were no benefit changes.

NOTE 3: SIGNIFICANT FACTORS AFFECTING TRENDS IN ACTUARIAL INFORMATION

Policemen's Pension Plan (Pre-April 7, 1978)

An actuarial study was not completed on the Policemen's Pension Plan in 2004 through 2016 and an actuarial study is not anticipated for future years. The decision to forego an actuarial study was based on the limited number of plan beneficiaries (4), no active employees, and no future participants allowed. The Policemen's Pension Plan benefit liability is calculated on an annual basis and is funded with an annual employer contribution to the plan.

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
OTHER THAN MD&A
DECEMBER 31, 2016

MODIFIED APPROACH FOR BROOMFIELD'S STREETS INFRASTRUCTURE CAPITAL ASSETS

In accordance with GASB Statement No. 34, Broomfield is required to account for and report infrastructure capital assets. Broomfield has several major infrastructure systems, including the street system. Each major infrastructure system can be divided into subsystems. For example; the streets can be divided into concrete and asphalt pavements, concrete curb and gutters, streetlights, and land. Subsystem detail is not presented in these basic financial statements; however, Broomfield maintains detailed information on these subsystems.

Broomfield has elected to use the "Modified Approach" as defined by GASB Statement No. 34 for infrastructure reporting for its Street Pavement System. Under GASB Statement No. 34, eligible infrastructure capital assets are not required to be depreciated under the following requirements:

- Broomfield manages the eligible infrastructure capital assets using an asset management system with characteristics of (1) an up-to-date inventory; (2) perform condition assessments and summarize the results using a measurement scale; and (3) estimate annual amount to maintain and preserve at the established condition assessment level.
- Broomfield documents that the eligible infrastructure capital assets are being preserved approximately at or above the established and disclosed condition assessment level. Broomfield's Pavement Management Program conducts condition assessment surveys of 100% of the street system annually. Broomfield's streets are classified based on land use, access and traffic utilization into the following three classifications: arterial, collector and local. Each street was assigned a physical condition based on potential defects. A Remaining Service Life (RSL), a nationally recognized index, was assigned to each street and expressed in a continuous scale from 0 to 20; in which 0 is assigned to the least acceptable physical condition and 20 is assigned to the physical characteristics of a new street. The following conditions were defined:

Condition	Rating
Good	12 - 20
Satisfactory	7 - 11
Fair	3 - 6
Poor	0 - 2

Broomfield's policy is to achieve a rating of 7 or higher for 70% of all streets. This rating allows minor cracking and raveling of the pavement with minor roughness that could be noticeable to drivers traveling at posted speeds. The most recent assessment was completed as of December 31, 2016. That assessment rated Broomfield's streets system as follows:

Condition Distribution					
	2016	2015	2014	2013	2012
Good	61.5%	60%	60%	54%	49%
Satisfactory	34.2%	34%	34%	39%	42%
Fair	4%	5%	5%	6%	8%
Poor	<1%	1%	1%	1%	1%

Note: See accompanying Independent Auditor Report

CITY AND COUNTY OF BROOMFIELD
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
OTHER THAN MD&A
DECEMBER 31, 2016

Broomfield's streets are constantly deteriorating resulting from the following five factors: (1) traffic using the streets; (2) the sun's ultra-violet rays drying out and breaking down the top layer of pavement; (3) utility company/private development interests trenching operations; (4) winter freeze-thaw conditions and water damage from both natural and other urban runoff; and (5) growth of the existing streets system.

Broomfield expended \$4,575,855 and \$4,698,386 in 2015 and 2016, respectively, on street maintenance and street rehabilitation. These expenditures delayed deterioration; however, the overall condition of the streets was not improved through these maintenance expenditures. Broomfield has estimated the amount of annual expenditures required to maintain streets at 70% RSL rating of 7 or higher. A schedule of estimated annual expenditures for street maintenance for the last five years is presented below:

Year	Maintenance Estimate	Actual Expenditures
2012	\$4,509,205	\$4,388,212
2013	\$4,188,897	\$4,077,480
2014	\$4,397,037	\$4,283,046
2015	\$4,870,979	\$4,575,855
2016	\$5,013,842	\$4,698,386

Broomfield has exceeded its required 70% RSL rating of 7 or higher for each of the last five years. The charts above show the rating percentages and actual expenditures for each of these years. Even in the lowest year, Broomfield exceeded the required rating of 7 by more than 20%. In addition, the percentage of streets receiving a rating of poor for 2016 was less than 1%.

Note: See accompanying Independent Auditor Report

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NONMAJOR GOVERNMENTAL FUNDS

Combining and Individual Fund Financial Statements and Schedules

SPECIAL REVENUE FUNDS

Library Fund--This fund accounts for funds received from property taxes levied by Broomfield for the purpose of operating the Mamie Eisenhower Public Library. Spending is restricted to library operations.

Street Fund--This fund accounts for revenues received from State gasoline taxes and various state automobile registration fees. Spending is restricted to highway maintenance activities.

Conservation Trust Fund--This fund accounts for lottery proceeds received from the State Government. Expenditures are restricted to the development or improvement of Broomfield parks.

Cemetery Fund--Fees derived from the sale of lots are collected and restricted to the development and maintenance of Broomfield Community Cemetery and Lake View Cemetery.

Lodging Tax Fund--This fund accounts for revenue received from a tax imposed on hotel and motel accommodations within Broomfield. Proceeds are to be expended for maintenance and improvement of Broomfield gateways or major road landscaping.

Housing Authority (Component Unit)--This fund accounts for revenue received from all sources related to providing affordable housing. Expenditures are restricted to the provision of housing services within the authority.

Arista Local Improvement District Fund (Component Unit)--This fund accounts for the activities of a local improvement district authorized by state legislation and the Broomfield Municipal Code. Funding is generated from sales tax. Expenditures are subject to approval by Broomfield Council and are limited to transportation, parking and other local improvement costs.

DEBT SERVICE FUNDS

Debt Service Fund--This fund accounts for resources and payments associated with General Obligation and Revenue Bonds principal and interest.

City and County of Broomfield, Colorado Building Corporation Debt Service Fund (Component Unit)--This fund accounts for resources and payments of principal and interest associated with Certificates of Participation in a Master Lease Agreement between Broomfield and the City and County of Broomfield, Colorado Building Corporation.

Broomfield Urban Renewal Authority Debt Service Fund (Component Unit)--This fund accounts for resources and payments of principal and interest associated with the Authority's debt.

CAPITAL PROJECTS FUNDS

City and County of Broomfield Colorado Building Corporation (Component Unit)--This fund accounts for capital improvement projects financed by certificate of participation proceeds.

Open Space Fund--This fund was established to account for revenues generated by Broomfield's quarter percent open space sales and use tax. Spending is restricted to the acquisition and maintenance of open space, and the acquisition and development of parks in Broomfield.

Services Expansion Fee Fund--This fund accounts for revenues generated by Broomfield's service expansion fee of \$1 per square foot on all new residential construction. The council approved spending policy dictates that 50% of revenues shall be used for joint municipal/educational facility projects, and up to 50% of revenues shall be used for other Broomfield capital improvement projects.

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City and County of Broomfield, Colorado
NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet

December 31, 2016

	SPECIAL REVENUE FUNDS							
	Library Fund	Street Fund	Conservation Trust Fund	Cemetery Fund	Lodging Tax Fund	Housing Authority Fund	Arista Local Improvement District Fund	TOTAL SPECIAL REVENUE FUNDS
ASSETS								
Cash and Cash Equivalents	\$16,285	\$46,118	\$734,790	\$278,797		\$167,158	\$2,372	\$1,245,520
Restricted Cash and Cash Equivalents								
Investments			488,066					488,066
Restricted Investments								
Receivables:								
Taxes	2,385,419	854,130					1,888	3,241,437
Accounts				13,531	\$26,043			39,574
Accrued Interest			1,419					1,419
Due from Other Governments		162,878				22,337		185,215
Interfund Receivables	98,580	133,280				16,171		248,031
Prepaid Items	39,583	7,075	10			2,982		49,650
Total Current Assets	2,539,867	1,203,481	1,224,285	292,328	26,043	208,648	4,260	5,498,912
LIABILITIES								
Accounts Payable	23,050	222,431	40	1,185		14,876	4,246	265,828
Accrued Liabilities	131,398	126,920		6,951		7,110		272,379
Interfund Payables				7,677	26,043			33,720
Total Liabilities	154,448	349,351	40	15,813	26,043	21,986	4,246	571,927
DEFERRED INFLOWS OF RESOURCES								
Property Taxes	2,385,419	854,130						3,239,549
Total Deferred Inflows of Resources	2,385,419	854,130						3,239,549
FUND BALANCES								
Nonspendable:								
Prepays	39,583	7,075	10			2,982		49,650
Restricted for:								
Capital Projects			1,224,235				14	1,224,249
Debt Service								
Committed to:								
Capital Projects								
Housing Authority Projects						183,680		183,680
Assigned to:								
Cemetery Operations				276,515				276,515
Unassigned Fund Balance	(39,583)	(7,075)						(46,658)
Total Fund Balances			1,224,245	276,515		186,662	14	1,687,436
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$2,539,867	\$1,203,481	\$1,224,285	\$292,328	\$26,043	\$208,648	\$4,260	\$5,498,912

Note: See accompanying Independent Auditor Report

DEBT SERVICE FUNDS				CAPITAL PROJECTS FUNDS				TOTAL NONMAJOR GOVERNMENTAL FUNDS
Debt Service Fund	Building Corporation Debt Service Fund	Broomfield Urban Renewal Debt Service Fund	TOTAL DEBT SERVICE FUNDS	Building Corporation Fund	Open Space Fund	Services Expansion Fee Fund	TOTAL CAPITAL PROJECTS FUNDS	
\$130,988	\$231,073		\$362,061	\$22,051	\$3,452,913	\$6,432,360	\$9,907,324	\$11,514,905
7,865,489	8,422,502	\$2,090,561	18,378,552		1,616,725	2,179,780	3,796,505	18,378,552
		4,561,830	4,561,830					4,284,571
								4,561,830
					443,446		443,446	3,684,883
					19		19	39,593
		9,653	9,653		6,398	4,927	11,325	22,397
		7,284	7,284					185,215
	2,917		2,917		26,187	43	26,230	255,315
7,996,477	8,656,492	6,669,328	23,322,297	22,051	5,545,688	8,617,110	14,184,849	78,797
								43,006,058
		1,500	1,500	6,493	32,328	409	39,230	306,558
								272,379
					1,088,880		1,088,880	1,122,600
		1,500	1,500	6,493	1,121,208	409	1,128,110	1,701,537
								3,239,549
								3,239,549
	2,917		2,917		26,187	43	26,230	78,797
				15,558	4,398,293		4,413,851	5,638,100
7,996,477	8,653,575	6,667,828	23,317,880					23,317,880
						8,616,658	8,616,658	8,616,658
								183,680
								276,515
								(46,658)
7,996,477	8,656,492	6,667,828	23,320,797	15,558	4,424,480	8,616,701	13,056,739	38,064,972
\$7,996,477	\$8,656,492	\$6,669,328	\$23,322,297	\$22,051	\$5,545,688	\$8,617,110	\$14,184,849	\$43,006,058

City and County of Broomfield, Colorado
NONMAJOR GOVERNMENTAL FUNDS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2016

	SPECIAL REVENUE FUNDS							
	Library Fund	Street Fund	Conservation Trust Fund	Cemetery Fund	Lodging Tax Fund	Housing Authority Fund	Arista Local Improvement District Fund	TOTAL SPECIAL REVENUE FUNDS
REVENUES								
Taxes:								
Property	\$2,306,499	\$825,872						\$3,132,371
Sales and Use							\$21,098	21,098
Lodging					\$593,364			593,364
Other								
Intergovernmental	24,635	2,310,152	\$689,329			\$239,672		3,263,788
Charges for Services	77,499			\$196,239				273,738
Investment Earnings	520		9,101	375				9,996
Contributions						16,172		16,172
Miscellaneous						54,488		54,488
Total Revenues	2,409,153	3,136,024	698,430	196,614	593,364	310,332	21,098	7,365,015
EXPENDITURES								
Current Operating:								
General Government	2,507,733					310,332	21,099	2,839,164
Community Development								
Public Works		4,616,939						4,616,939
Parks and Recreation			128,246	160,171				288,417
Capital Outlay:								
Open Space Acquisition								
Park Acquisition and Development			431,358					431,358
Public Works		22,173						22,173
Debt Service:								
Principal								
Interest								
Other								
Total Expenditures	2,507,733	4,639,112	559,604	160,171		310,332	21,099	8,198,051
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(98,580)	(1,503,088)	138,826	36,443	593,364		(1)	(833,036)
OTHER FINANCING SOURCES (USES)								
Transfers In	98,580	1,503,088						1,601,668
Transfers Out				(7,677)	(593,364)			(601,041)
Total Other Financing Sources (Uses)	\$98,580	\$1,503,088		(7,677)	(\$593,364)			1,000,627
Net Change in Fund Balances			138,826	28,766			(1)	167,591
FUND BALANCE - Beginning			1,085,419	247,749		186,662	15	1,519,845
FUND BALANCE - Ending			\$1,224,245	\$276,515		\$186,662	\$14	\$1,687,436

Note: See accompanying Independent Auditor Report

DEBT SERVICE FUNDS				CAPITAL PROJECTS FUNDS				TOTAL NONMAJOR GOVERNMENTAL FUNDS
Debt Service Fund	Building Corporation Debt Service Fund	Broomfield Urban Renewal Debt Service Fund	TOTAL DEBT SERVICE FUNDS	Building Corporation Fund	Open Space Fund	Services Expansion Fee Fund	TOTAL CAPITAL PROJECTS FUNDS	
								\$3,132,371
					\$4,159,677		\$4,159,677	4,180,775
								593,364
						\$1,633,912	1,633,912	1,633,912
								3,263,788
								273,738
\$32,623	\$4,662	\$92,816	\$130,101	\$384	33,000	62,923	96,307	236,404
					13,272		13,272	29,444
					2,231		2,231	56,719
32,623	4,662	92,816	130,101	384	4,208,180	1,696,835	5,905,399	13,400,515
								2,839,164
						16,938	16,938	16,938
								4,616,939
					1,114,145		1,114,145	1,402,562
					2,555,073		2,555,073	2,555,073
					316,893		316,893	748,251
						21,360	21,360	43,533
4,150,000	4,700,000	2,095,000	10,945,000					10,945,000
3,649,677	2,898,737	1,311,545	7,859,959					7,859,959
250	3,500	23,700	27,450					27,450
7,799,927	7,602,237	3,430,245	18,832,409		3,986,111	38,298	4,024,409	31,054,869
(7,767,304)	(7,597,575)	(3,337,429)	(18,702,308)	384	222,069	1,658,537	1,880,990	(17,654,354)
7,799,675	7,602,238	3,773,835	19,175,748		1,871,495		1,871,495	22,648,911
					(249,066)	(673,491)	(922,557)	(1,523,598)
7,799,675	7,602,238	3,773,835	19,175,748		1,622,429	(673,491)	948,938	21,125,313
32,371	4,663	436,406	473,440	384	1,844,498	985,046	2,829,928	3,470,959
7,964,106	8,651,829	6,231,422	22,847,357	15,174	2,579,982	7,631,655	10,226,811	34,594,013
\$7,996,477	\$8,656,492	\$6,667,828	\$23,320,797	\$15,558	\$4,424,480	\$8,616,701	\$13,056,739	\$38,064,972

City and County of Broomfield, Colorado
LIBRARY FUND

Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Property Tax	\$2,334,150	\$2,329,930	\$2,306,499	(\$23,431)	\$2,092,263
Intergovernmental	13,700	24,202	24,635	433	21,979
Charges for Services	91,500	82,500	77,499	(5,001)	79,819
Investment Earnings	200	200	520	320	120
Miscellaneous	3,000	3,000		(3,000)	3,308
Total Revenues	2,442,550	2,439,832	2,409,153	(30,679)	2,197,489
EXPENDITURES					
Current:					
Personnel Services	1,874,364	1,903,413	1,903,523	110	1,810,926
Supplies and Materials	299,685	321,785	326,595	4,810	298,865
Contractual Services	265,802	275,749	277,615	1,866	226,960
Capital Outlay					6,631
Contingency	32,692	3,643		(3,643)	
Total Expenditures	2,472,543	2,504,590	2,507,733	3,143	2,343,382
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(29,993)	(64,758)	(98,580)	(33,822)	(145,893)
OTHER FINANCING SOURCES					
Transfers In	29,993	64,758	98,580	33,822	145,893
Total Other Financing Sources	\$29,993	\$64,758	\$98,580	\$33,822	\$145,893
Net Change in Fund Balance					
FUND BALANCE - Beginning					
FUND BALANCE - Ending					

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

STREET FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Property Tax	\$835,820	\$834,305	\$825,872	(\$8,433)	\$749,162
Intergovernmental	2,075,000	2,376,944	2,310,152	(66,792)	2,213,352
Total Revenues	2,910,820	3,211,249	3,136,024	(75,225)	2,962,514
EXPENDITURES					
Current:					
Personnel Services	1,756,228	1,775,098	1,657,428	(117,670)	1,535,297
Supplies and Materials	703,190	686,390	718,410	32,020	542,988
Contractual Services	1,028,364	1,026,294	1,072,188	45,894	879,497
Street Lighting	1,193,360	1,193,360	1,168,913	(24,447)	1,155,668
Capital Outlay	47,000	47,000	22,173	(24,827)	
Contingency	23,230	4,360		(4,360)	
Total Expenditures	4,751,372	4,732,502	4,639,112	(93,390)	4,113,450
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(1,840,552)	(1,521,253)	(1,503,088)	18,165	(1,150,936)
OTHER FINANCING SOURCES					
Transfers In	1,840,552	1,521,253	1,503,088	(18,165)	1,150,936
Total Other Financing Sources	\$1,840,552	\$1,521,253	\$1,503,088	(\$18,165)	\$1,150,936
Net Change in Fund Balance					
FUND BALANCE - Beginning					
FUND BALANCE - Ending					

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

CONSERVATION TRUST FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Intergovernmental	\$600,000	\$600,000	\$689,329	\$89,329	\$572,014
Investment Earnings	12,400	12,400	9,101	(3,299)	10,335
Total Revenues	612,400	612,400	698,430	86,030	582,349
EXPENDITURES					
Current:					
Parks and Recreation Projects	100,650	446,794	128,246	(318,548)	87,101
Capital Outlay	58,200	506,657	431,358	(75,299)	627,310
Total Expenditures	158,850	953,451	559,604	(393,847)	714,411
Net Change in Fund Balance	453,550	(341,051)	138,826	479,877	(132,062)
FUND BALANCE - Beginning	336,668	1,085,217	1,085,419	202	1,217,481
FUND BALANCE - Ending	\$790,218	\$744,166	\$1,224,245	\$480,079	\$1,085,419

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

CEMETERY FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Charges for Services	\$104,800	\$104,800	\$196,239	\$91,439	\$158,208
Investment Earnings	100	100	375	275	145
Total Revenues	104,900	104,900	196,614	91,714	158,353
EXPENDITURES					
Current:					
Personnel Services	119,342	121,365	130,847	9,482	122,823
Materials and Supplies	17,910	15,910	9,821	(6,089)	15,068
Contractual Services	25,070	26,511	19,503	(7,008)	18,836
Contingency	1,954	490		(490)	
Total Expenditures	164,276	164,276	160,171	(4,105)	156,727
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(59,376)	(59,376)	36,443	95,819	1,626
OTHER FINANCING SOURCES (USES)					
Transfers In	75,676	71,558		(71,558)	24,450
Transfers Out	(16,300)	(16,300)	(7,677)	8,623	
Total Other Financing Sources (Uses)	\$59,376	55,258	(7,677)	(62,935)	24,450
Net Change in Fund Balance		(4,118)	28,766	32,884	26,076
FUND BALANCE - Beginning			247,749	247,749	221,673
FUND BALANCE - Ending		(\$4,118)	\$276,515	\$280,633	\$247,749

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

LODGING TAX FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Lodging Tax	\$550,000	\$600,000	\$593,364	(\$6,636)	\$562,605
Total Revenues	550,000	600,000	593,364	(6,636)	562,605
EXCESS OF REVENUES OVER EXPENDITURES	550,000	600,000	593,364	(6,636)	562,605
OTHER FINANCING USES					
Transfers Out	(550,000)	(600,000)	(593,364)	(6,636)	(562,605)
Total Other Financing Uses	(\$550,000)	(\$600,000)	(\$593,364)	(\$6,636)	(\$562,605)
Net Change in Fund Balance					
FUND BALANCE - Beginning					
FUND BALANCE - Ending					

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

HOUSING AUTHORITY FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Intergovernmental	\$285,000	\$703,899	\$239,672	(\$464,227)	\$130,860
Contributions	84,478	79,780	16,172	(63,608)	77,774
Miscellaneous		6,000	54,488	48,488	34,938
Total Revenues	369,478	789,679	310,332	(479,347)	243,572
EXPENDITURES					
Current:					
Personnel Services	96,218	97,757	105,952	8,195	99,265
Supplies and Materials	2,250	750		(750)	
Contractual Services	271,010	691,172	204,380	(486,792)	155,369
Total Expenditures	\$369,478	\$789,679	310,332	(479,347)	254,634
Net Change in Fund Balance					(11,062)
FUND BALANCE - Beginning			186,662	186,662	197,724
FUND BALANCE - Ending			\$186,662	\$186,662	\$186,662

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

ARISTA LOCAL IMPROVEMENT DISTRICT FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Sales Tax	\$28,387	\$21,196	\$21,098	(\$98)	\$19,536
Investment Earnings					
Total Revenues	28,387	21,196	21,098	(98)	19,536
EXPENDITURES					
Current:					
Contractual Services	28,387	21,211	21,099	(112)	19,538
Total Expenditures	\$28,387	21,211	21,099	(112)	19,538
Net Change in Fund Balance		(15)	(1)	14	(2)
FUND BALANCE - Beginning			15	15	17
FUND BALANCE - Ending		(\$15)	\$14	\$29	\$15

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

DEBT SERVICE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Investment Earnings	\$11,400	\$11,400	\$32,623	\$21,223	\$11,096
Total Revenues	11,400	11,400	32,623	21,223	11,096
EXPENDITURES					
Debt Service:					
Principal	4,150,000	4,150,000	4,150,000		3,860,000
Interest	3,649,676	3,649,676	3,649,677	1	3,765,475
Other	500	300	250	(50)	250
Total Expenditures	7,800,176	7,799,976	7,799,927	(49)	7,625,725
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(7,788,776)	(7,788,576)	(7,767,304)	21,272	(7,614,629)
OTHER FINANCING SOURCES (USES)					
Transfers In:					
Sales and Use Tax Fund	7,551,093	7,550,902	7,550,609	(293)	5,678,554
Open Space Fund	249,083	249,077	249,066	(11)	1,947,171
Total Other Financing Sources (Uses)	7,800,176	7,799,979	7,799,675	(304)	7,625,725
Net Change in Fund Balance	11,400	11,403	32,371	20,968	11,096
FUND BALANCE - Beginning	141,511	131,238	7,964,106	7,832,868	7,953,010
FUND BALANCE - Ending	\$152,911	\$142,641	\$7,996,477	\$7,853,836	\$7,964,106

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

BUILDING CORPORATION

DEBT SERVICE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Investment Earnings	\$900	\$900	\$4,662	\$3,762	\$1,712
Total Revenues	900	900	4,662	3,762	1,712
EXPENDITURES					
Debt Service:					
Principal	4,700,000	4,700,000	4,700,000		5,965,000
Interest	2,898,738	2,899,738	2,898,737	(1,001)	3,192,175
Other	4,400	6,400	3,500	(2,900)	5,590
Total Expenditures	7,603,138	7,606,138	7,602,237	(3,901)	9,162,765
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(7,602,238)	(7,605,238)	(7,597,575)	7,663	(9,161,053)
OTHER FINANCING SOURCES					
Transfers In:					
General Fund	3,904,274	3,905,814	3,904,243	(1,571)	3,885,143
Sales and Use Tax Fund	3,697,964	3,699,424	3,697,995	(1,429)	3,895,450
Open Space Fund					1,379,499
Total Other Financing Sources	7,602,238	7,605,238	7,602,238	(3,000)	9,160,092
Net Change in Fund Balance			4,663	4,663	(961)
FUND BALANCE - Beginning	800	800	8,651,829	8,651,029	8,652,790
FUND BALANCE - Ending	\$800	\$800	\$8,656,492	\$8,655,692	\$8,651,829

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

BROOMFIELD URBAN RENEWAL AUTHORITY

DEBT SERVICE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Investment Earnings	\$264,000	\$264,000	\$92,816	(\$171,184)	\$296,065
Total Revenues	264,000	264,000	92,816	(171,184)	296,065
EXPENDITURES					
Debt Service:					
Principal	2,095,000	2,095,000	2,095,000		1,995,000
Interest	1,925,000	1,525,000	1,311,545	(213,455)	3,296,953
Arbitrage	1,850	1,850		(1,850)	1,850
Paying Agent Fees	3,000	3,000	23,700	20,700	3,000
Total Expenditures	4,024,850	3,624,850	3,430,245	(194,605)	5,296,803
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(3,760,850)	(3,360,850)	(3,337,429)	23,421	(5,000,738)
OTHER FINANCING SOURCES					
Transfers In	4,024,850	3,624,850	3,773,835	148,985	4,773,254
Total Other Financing Sources	4,024,850	3,624,850	3,773,835	148,985	4,773,254
Net Change in Fund Balance	264,000	264,000	436,406	172,406	(227,484)
FUND BALANCE - Beginning			6,231,422	6,231,422	6,458,906
FUND BALANCE - Ending	\$264,000	\$264,000	\$6,667,828	\$6,403,828	\$6,231,422

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

BUILDING CORPORATION

CAPITAL PROJECT FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Interest Earnings	\$200	\$200	\$384	\$184	\$165
Total Revenues	200	200	384	184	165
EXPENDITURES					
Current					
Total Expenditures					
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	200	200	384	184	165
Net Change in Fund Balance	200	200	384	184	165
FUND BALANCE - Beginning			15,174	15,174	15,009
FUND BALANCE - Ending	\$200	\$200	\$15,558	\$15,358	\$15,174

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

OPEN SPACE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Sales and Use Taxes	\$3,818,500	\$3,987,905	\$4,159,677	\$171,772	\$3,859,800
Intergovernmental					45,000
Investment Earnings	40,600	40,600	33,000	(7,600)	46,006
Contributions		1,351,151	13,272	(1,337,879)	371,069
Miscellaneous			2,231	2,231	650
Total Revenues	3,859,100	5,379,656	4,208,180	(1,171,476)	4,322,525
EXPENDITURES					
Current:					
Planning and Administration	421,849	514,323	438,944	(75,379)	549,193
Contractual Services	765,600	934,837	675,201	(259,636)	406,510
Capital Outlay:					
Open Space Acquisition and Development	4,353,000	5,118,335	2,555,073	(2,563,262)	2,548,397
Park Acquisition and Development	200,000	1,848,897	316,893	(1,532,004)	482,940
Total Expenditures	5,740,449	8,416,392	3,986,111	(4,430,281)	3,987,040
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,881,349)	(3,036,736)	222,069	3,258,805	335,485
OTHER FINANCING SOURCES (USES)					
Transfers In	1,888,021	1,871,495	1,871,495		125,000
Transfers Out	(249,083)	(253,272)	(249,066)	4,206	(2,318,884)
Total Other Financing Uses	1,638,938	1,618,223	1,622,429	4,206	(2,193,884)
Net Change in Fund Balance	(242,411)	(1,418,513)	1,844,498	3,263,011	(1,858,399)
FUND BALANCE - Beginning	1,036,388	2,111,580	2,579,982	468,402	4,438,381
FUND BALANCE - Ending	\$793,977	\$693,067	\$4,424,480	\$3,731,413	\$2,579,982

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

SERVICES EXPANSION FEE FUND

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Other Taxes	\$1,609,260	\$1,433,826	\$1,633,912	\$200,086	\$1,439,553
Investment Earnings	63,000	63,000	62,923	(77)	58,960
Total Revenues	1,672,260	1,496,826	1,696,835	200,009	1,498,513
EXPENDITURES					
Current:					
Contractual Services	743,000	2,022,000	16,938	(2,005,062)	92,472
Capital Outlay		34,435	21,360	(13,075)	154,565
Total Expenditures	743,000	2,056,435	38,298	(2,018,137)	247,037
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	929,260	(559,609)	1,658,537	2,218,146	1,251,476
OTHER FINANCING SOURCES (USES)					
Transfers Out	(554,630)	(572,413)	(673,491)	(101,078)	(597,841)
Total Other Financing Sources (Uses)	(554,630)	(572,413)	(673,491)	(101,078)	(597,841)
Net Change in Fund Balance	374,630	(1,132,022)	985,046	2,117,068	653,635
FUND BALANCE - Beginning	7,537,427	7,630,552	7,631,655	1,103	6,978,020
FUND BALANCE - Ending	\$7,912,057	\$6,498,530	\$8,616,701	\$2,118,171	\$7,631,655

Note: See accompanying Independent Auditor Report

CAPITAL PROJECTS FUND

Individual Fund Budget Schedule

Broomfield Urban Renewal Authority (Component Unit)--These funds account for revenues generated from the Authority's tax increment district. Spending is limited to expenditures within the district's boundaries.

Sales and Use Tax Fund--This fund accounts for revenues generated from a one and a half percent sales and use tax. Spending is restricted to capital improvement projects.



City and County of Broomfield, Colorado

Broomfield Urban Renewal Authority - Capital Project

Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Taxes:					
Property	\$7,472,800	\$8,662,791	\$8,335,150	(\$327,641)	\$7,177,826
Investment Earnings	3,000	3,000	4,815	1,815	2,845
Miscellaneous	548,897	532,739	568,508	35,769	608,907
Total Revenues	8,024,697	9,198,530	8,908,473	(290,057)	7,789,578
EXPENDITURES					
Current:					
Contractual Services	6,905,371	8,142,830	7,569,432	(573,398)	5,673,191
Capital Outlay	25,000	25,000		(25,000)	145,520
Total Expenditures	6,930,371	8,167,830	7,569,432	(598,398)	5,818,711
EXCESS OF REVENUES OVER EXPENDITURES	1,094,326	1,030,700	1,339,041	308,341	1,970,867
OTHER FINANCING SOURCES (USES)					
Transfers In	1,485,643	2,093,706	2,190,926	97,220	1,494,972
Transfers Out	(4,024,850)	(3,364,850)	(3,773,835)	(408,985)	(4,773,254)
Total Other Financing Sources (Uses)	(2,539,207)	(1,271,144)	(1,582,909)	(311,765)	(3,278,282)
 Net Change in Fund Balance	(1,444,881)	(240,444)	(243,868)	(3,424)	(1,307,415)
 FUND BALANCE - Beginning	1,528,388	3,971,114	4,349,820	378,706	5,657,235
FUND BALANCE - Ending	\$83,507	\$3,730,670	\$4,105,952	\$375,282	\$4,349,820

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado
SALES AND USE TAX FUND

**Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual**

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
REVENUES					
Taxes:					
Property	\$4,258,850	\$4,265,563	\$4,213,101	(\$52,462)	\$3,820,113
Sales and Use	26,439,716	27,819,132	30,360,270	2,541,138	28,235,853
Intergovernmental		706,309	1,900,385	1,194,076	2,147,121
Investment Earnings	590,400	590,400	508,492	(81,908)	569,593
Developer Contributions	1,322,590	3,322,590	46,718	(3,275,872)	83,009
Miscellaneous			89,999	89,999	65,819
Total Revenues	<u>32,611,556</u>	<u>36,703,994</u>	<u>37,118,965</u>	<u>414,971</u>	<u>34,921,508</u>
EXPENDITURES					
Current:					
Other	11,340,517	21,949,901	9,137,763	(12,812,138)	7,935,133
Developer Contribution to Public Improvements	5,192,872	6,148,102	5,899,112	(248,990)	6,244,689
Capital Outlay	18,593,019	46,489,197	15,805,167	(30,684,030)	26,555,975
Total Expenditures	<u>35,126,408</u>	<u>74,587,200</u>	<u>30,842,042</u>	<u>(43,745,158)</u>	<u>40,735,797</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,514,852)</u>	<u>(37,883,206)</u>	<u>6,276,923</u>	<u>44,160,129</u>	<u>(5,814,289)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	7,347,428	16,917,942	10,211,965	(6,705,977)	11,069,941
Transfers Out	(15,285,660)	(15,322,687)	(15,311,025)	11,662	(12,892,064)
Total Other Financing Sources (Uses)	<u>(7,938,232)</u>	<u>1,595,255</u>	<u>(5,099,060)</u>	<u>(6,694,315)</u>	<u>(1,822,123)</u>
 Net Change in Fund Balance	 (10,453,084)	 (36,287,951)	 1,177,863	 37,465,814	 (7,636,412)
 FUND BALANCE - Beginning	 <u>11,799,113</u>	 <u>41,262,096</u>	 <u>59,198,264</u>	 <u>17,936,168</u>	 <u>66,834,676</u>
FUND BALANCE - Ending	<u>\$1,346,029</u>	<u>\$4,974,145</u>	<u>\$60,376,127</u>	<u>\$55,401,982</u>	<u>\$59,198,264</u>

Note: See accompanying Independent Auditor Report

ENTERPRISE FUNDS

Individual Fund Budget Schedules

Water, Sewer, and Water Reclamation Funds--These funds account for the provision of water, sewer, and reclaimed water services to residents and some outside users. All activities that are necessary to providing such services are accounted for in these funds, including, but not limited to: administration and billing operations, environmental monitoring, capital outlay and maintenance, financing and related debt service.



City and County of Broomfield, Colorado
WATER FUND

**Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual**

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Adjustment To Budgetary Basis	Actual On Budgetary Basis	Variance Over/(Under)	2015 Actual
REVENUES							
Charges for Services	\$16,137,810	\$16,118,569	\$15,565,357		\$15,565,357	(\$553,212)	\$14,386,318
Earnings on Investments	780,700	780,700	633,448		633,448	(147,252)	730,964
Gain on the Sale of Capital Assets			16,530		16,530	16,530	8,100
Capital Contributions	14,919,195	14,532,070	22,074,578	(\$4,990,944)	17,083,634	2,551,564	16,708,478
Transfers In							
Miscellaneous	1,208,107	1,208,107	280,704		280,704	(927,403)	232,509
Total Revenues	33,045,812	32,639,446	38,570,617	(4,990,944)	33,579,673	940,227	32,066,369
EXPENSES							
Programs:							
Water Supply	8,125,190	8,117,216	7,946,120		7,946,120	(171,096)	7,412,667
Water Treatment	1,536,989	1,622,275	1,466,581	31,033	1,497,614	(124,661)	1,382,244
Water System Operations and Maintenance	1,760,126	1,771,931	1,643,441	30,102	1,673,543	(98,388)	1,481,637
Environmental Monitoring	1,005,568	1,016,420	966,029		966,029	(50,391)	944,088
Administration and Billing	855,931	1,201,286	763,972		763,972	(437,314)	836,100
Other Expenses	8,003,056	9,045,609	5,259,291		5,259,291	(3,786,318)	1,304,352
Services Provided by General Fund	1,891,120	1,892,650	1,885,176		1,885,176	(7,474)	1,724,156
Debt Service	5,726,850	6,039,330	1,311,775	4,230,000	5,541,775	(497,555)	1,225,850
Contingency	202,391	202,390				(202,390)	
Depreciation			4,909,608	(4,909,608)			4,764,230
Total Programs	29,107,221	30,909,107	26,151,993	(618,473)	25,533,520	(5,375,587)	21,075,324
Projects:							
Raw Water - Purchases, Transmissions and Reservoirs	3,625,918	23,782,463		19,776,229	19,776,229	(4,006,234)	
Potable Water - Acquisitions, Treatment and Storage	1,500,000	2,515,143		1,182,948	1,182,948	(1,332,195)	
Potable Water - Transmission Lines and Facilities	400,431	10,505,395		1,171,040	1,171,040	(9,334,355)	
Planning and Security	186,000	269,000		137,706	137,706	(131,294)	
Total Projects	5,712,349	37,072,001		22,267,923	22,267,923	(14,804,078)	
Total Expenses	34,819,570	67,981,108	26,151,993	21,649,450	47,801,443	(20,179,665)	21,075,324
Change in Net Position	<u>(\$1,773,758)</u>	<u>(\$35,341,662)</u>	12,418,624	<u>(\$26,640,394)</u>	(14,221,770)	<u>\$21,119,892</u>	10,991,045
Net Position - Beginning			334,839,231		334,839,231		325,780,411
Prior Period Adjustment							(1,932,225)
Adjusted Net Position - Beginning			<u>334,839,231</u>		<u>334,839,231</u>		<u>323,848,186</u>
Capital Outlay Programs					61,135		
Current Year's Project Expenditures					22,267,923		
Acceptance of Public Improvements					4,990,944		
Principal reduction - Long-Term Debt					4,230,000		
Depreciation					(4,909,608)		
Net Position - Ending			<u>\$347,257,855</u>		<u>\$347,257,855</u>		<u>\$334,839,231</u>

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado
SEWER FUND

**Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual**

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Adjustment To Budgetary Basis	Actual On Budgetary Basis	Variance Over/(Under)	2015 Actual
REVENUES							
Charges for Services	\$8,468,620	\$8,154,956	\$8,369,208		\$8,369,208	\$214,252	\$8,070,873
Earnings on Investments	417,000	417,000	406,875		406,875	(10,125)	393,776
Gain on the Sale of Capital Assets							81,314
Capital Contributions	10,895,605	9,905,322	15,541,664	(\$5,099,796)	10,441,868	536,546	12,981,294
Transfers In	1,404,134	2,103,074	1,404,133		1,404,133	(698,941)	1,401,318
Miscellaneous	1,957,987	1,957,987	463,185		463,185	(1,494,802)	414,861
Total Revenues	23,143,346	22,538,339	26,185,065	(5,099,796)	21,085,269	(1,453,070)	23,343,436
EXPENSES							
Programs:							
Sewer System Operations and Maintenance	1,108,540	1,117,223	994,799	58,755	1,053,554	(63,669)	945,464
Sewer Treatment	2,529,431	2,487,822	2,301,260	11,073	2,312,333	(175,489)	2,281,581
Industrial Pretreatment	222,119	224,023	207,066		207,066	(16,957)	205,225
Laboratory Operations	505,556	512,371	541,116		541,116	28,745	498,868
Storm Water	311,501	366,686	330,874		330,874	(35,812)	267,440
Administration and Billing	501,878	449,722	391,885		391,885	(57,837)	329,481
Other Expenses	7,503,435	4,405,078	762,656		762,656	(3,642,422)	663,789
Loss on Sale of Capital Assets			3,682		3,682	3,682	39,116
Services Provided by General Fund	1,325,170	1,325,130	1,319,747		1,319,747	(5,383)	1,207,190
Debt Service	3,521,063	3,713,164	1,304,665	2,085,000	3,389,665	(323,499)	1,386,869
Contingency	977,982	962,912				(962,912)	
Depreciation			5,593,077	(5,593,077)			5,332,905
Total Programs	18,506,675	15,564,131	13,750,827	(3,438,249)	10,312,578	(5,251,553)	13,157,928
Projects:							
Sewer Collection System - Line and Facilities	540,000	1,442,179		46,210	46,210	(1,395,969)	
Sewer Treatment Facilities	21,377,000	15,535,182		1,721,993	1,721,993	(13,813,189)	
Planning and Other	560,300	1,423,785		386,939	386,939	(1,036,846)	
Total Projects	22,477,300	18,401,146		2,155,142	2,155,142	(16,246,004)	
Total Expenses	40,983,975	33,965,277	13,750,827	(1,283,107)	12,467,720	(21,497,557)	13,157,928
Change in Net Position	<u>(\$17,840,629)</u>	<u>(\$11,426,938)</u>	12,434,238	<u>(\$3,816,689)</u>	8,617,549	<u>\$20,044,487</u>	10,185,508
Net Position - Beginning			170,468,432		170,468,432		160,765,081
Prior Period Adjustment							(482,157)
Adjusted Net Position - Beginning			<u>170,468,432</u>		<u>170,468,432</u>		<u>160,282,924</u>
Capital Outlay Programs					69,828		
Current Year's Project Expenditures					2,155,142		
Acceptance of Public Improvements					5,099,796		
Principal reduction - Long-Term Debt					2,085,000		
Depreciation					(5,593,077)		
Net Position - Ending			<u>\$182,902,670</u>		<u>\$182,902,670</u>		<u>\$170,468,432</u>

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado
WATER RECLAMATION FUND

Schedule of Revenues, Expenses and
Changes in Net Position- Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Adjustment To Budgetary Basis	Actual On Budgetary Basis	Variance Over/(Under)	2015 Actual
REVENUES							
Charges for Services	\$1,414,665	\$1,275,004	\$1,648,038		\$1,648,038	\$373,034	\$1,320,083
Other Operating Revenue	80,000	80,000	83,245		83,245	3,245	87,291
Earnings on Investments	911,500	91,500	93,126		93,126	1,626	85,987
Sale of Capital Assets							3,839,303
Capital Contributions			104,860		104,860	104,860	43,681
Total Revenues	2,406,165	1,446,504	1,929,269		1,929,269	482,765	5,376,345
EXPENSES							
Programs:							
Reuse Water Supply	702,957	718,255	521,032		521,032	(197,223)	537,705
Other Expenses	480,990	691,146	422,198		422,198	(268,948)	105,702
Service Provided by General Fund	109,420	109,420	109,420		109,420		99,680
Contingency	1,685	387				(387)	
Transfers Out	1,404,134	1,404,134	1,404,133		1,404,133	(1)	1,401,318
Loss on Sale of Capital Assets							3,839,303
Depreciation			1,489,887	(\$1,489,887)			1,515,422
Total Programs	2,699,186	2,923,342	3,946,670	(1,489,887)	2,456,783	(466,559)	7,499,130
Projects:							
Planning and Other	1,172,583	630,114		26,998	26,998	(603,116)	
Total Projects	1,172,583	630,114		26,998	26,998	(603,116)	
Total Expenses	3,871,769	3,553,456	3,946,670	(1,462,889)	2,483,781	(1,069,675)	7,499,130
Change in Net Position	<u>(\$1,465,604)</u>	<u>(\$2,106,952)</u>	<u>(2,017,401)</u>	<u>\$1,462,889</u>	<u>(554,512)</u>	<u>\$1,552,440</u>	<u>(2,122,785)</u>
Net Position - Beginning			61,105,747		61,105,747		63,228,532
Prior Period Adjustment			171,067		171,067		
Adjusted Net Position - Beginning			61,276,814		61,276,814		
Current Year's Project Expenditures					26,998		
Depreciation					(1,489,887)		
Net Position - Ending			<u>\$59,259,413</u>		<u>\$59,259,413</u>		<u>\$61,105,747</u>

Note: See accompanying Independent Auditor Report

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INTERNAL SERVICE FUND

Individual Fund Budget Schedule

Health Self Insurance Fund--This fund accounts for Broomfield's Employee Medical Care Expense Plan. Broomfield initiated a self-funded health plan in January of 1982 in order to contain rising health care costs. The plan is administered by a Board of Trustees pursuant to the provisions of the Broomfield Municipal Code.



City and County of Broomfield, Colorado
HEALTH SELF INSURANCE FUND

**Schedule of Revenues, Expenses, and
Changes in Net Position-Budget and Actual**

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
OPERATING REVENUES					
City Contributions	\$5,987,868	\$6,336,917	\$6,448,029	\$111,112	\$5,907,285
Employee Contributions	1,323,300	1,411,897	1,375,980	(35,917)	1,295,840
Miscellaneous	185,906	410,227	975,169	564,942	650,662
Total Operating Revenues	7,497,074	8,159,041	8,799,178	640,137	7,853,787
OPERATING EXPENSES					
Benefit Payments	6,621,840	7,477,588	7,838,621	361,033	5,685,242
Insurance Premiums	957,765	833,167	838,903	5,736	809,498
Professional and Consulting Services	382,319	397,943	403,496	5,553	383,599
Wellness Program	18,000	18,000	13,735	(4,265)	22,057
Total Operating Expenses	7,979,924	8,726,698	9,094,755	368,057	6,900,396
Operating Income (Loss)	(482,850)	(567,657)	(295,577)	272,080	953,391
NONOPERATING REVENUES					
Interest Revenue	22,000	28,579	19,788	(8,791)	19,020
Total Nonoperating Revenues	22,000	28,579	19,788	(8,791)	19,020
Change in Net Position	(460,850)	(539,078)	(275,789)	263,289	972,411
Net Position - Beginning	2,833,144	3,226,593	3,226,965	372	2,254,554
Net Position - Ending	\$2,372,294	\$2,687,515	\$2,951,176	\$263,661	\$3,226,965

Note: See accompanying Independent Auditor Report

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FIDUCIARY FUNDS

Combining and Individual Fund Financial Statements and Schedules

PENSION TRUST FUNDS

Police Pension Fund (Defined Benefit)--Accounts for the accumulated resources in a defined benefit plan for police officers hired prior to April 8, 1978. Resources are contributed by Broomfield at rates fixed by ordinance.

General Employee Pension Fund--Accounts for the accumulation of resources in a defined benefit plan. The plan is funded by Broomfield and general full-time employees at rates set based on recommendations received from Broomfield's actuary and approved by Council.

Police Pension Fund (Money Purchase Plan)--Accounts for the accumulation of resources in a Money Purchase Plan for police officers hired on or after April 8, 1978. Resources are contributed by all permanent police officers and by Broomfield at rates fixed by ordinance.

General Employee Money Purchase Plan--Accounts for the accumulation of funds in a defined contribution plan. Employees contribute 10.5% or 6.0% of their base salary based on the date of hire or elections made, and Broomfield contributes either 6.46% or 6.0% of the employees' base salary based on the employees' contribution.

City of County of Broomfield, Colorado
PENSION AND HEALTH TRUST FUNDS

Combining Statement of Net Position

December 31, 2016
(With Comparative Totals for December 31, 2015)

	PENSION TRUSTS				HEALTH TRUST		
	Police Pension Plan	Employee Pension Plan	Police Money Purchase Plan	Employee Money Purchase Plan	Retiree Health Savings Plan	2016 Total Fiduciary Funds	2015 Total Fiduciary Funds
ASSETS							
Cash and Cash Equivalents		\$225,310			\$123,969	\$349,279	\$180,138
Accounts Receivable:							
Loans Receivable			\$551,028	\$1,426,292		1,977,320	2,173,122
Accrued Interest Receivable							41
Total Current Assets		225,310	551,028	1,426,292	123,969	2,326,599	2,353,301
Investments, at Fair Value							
Equity Investments		8,901,055	40,046,974	52,907,263	161,363	102,016,655	94,914,572
Fixed Income Investments					1,270,788	1,270,788	815,755
Guaranteed Investment Contract	\$36,318					36,318	22,170
Total Investments, at Fair Value	36,318	8,901,055	40,046,974	52,907,263	1,432,151	103,323,761	95,752,497
Total Assets	36,318	9,126,365	40,598,002	54,333,555	1,556,120	105,650,360	98,105,798
LIABILITIES							
Forfeitures Payable			26,924	98,579	128,072	253,575	106,984
Total Liabilities			26,924	98,579	128,072	253,575	106,984
NET POSITION							
Held in Trust for Pension Benefits	\$36,318	\$9,126,365	\$40,571,078	\$54,234,976	\$1,428,048	\$105,396,785	\$97,998,814

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado
PENSION AND HEALTH TRUST FUNDS

Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended December 31, 2016
(With Comparative Totals for the Fiscal Year Ended 2015)

	PENSION TRUSTS				HEALTH TRUST		
	Police Pension Plan	Employee Pension Plan	Police Money Purchase Plan	Employee Money Purchase Plan	Retiree Health Savings Plan	2016 Total Fiduciary Funds	2015 Total Fiduciary Funds
ADDITIONS							
Contributions:							
City Contributions	\$78,000	\$1,161,140	\$1,201,458	\$1,686,076	\$493,878	\$4,620,552	\$4,403,608
Employee Contributions		116,029	1,339,533	2,162,917		3,618,479	3,498,341
Total Contributions	78,000	1,277,169	2,540,991	3,848,993	493,878	8,239,031	7,901,949
Investment Earnings	1,657	443,416	3,038,737	3,311,263	98,945	6,894,018	(377,760)
Total Additions	79,657	1,720,585	5,579,728	7,160,256	592,823	15,133,049	7,524,189
DEDUCTIONS							
Benefit Payments	65,509	1,806,303	2,295,875	3,280,750	4,505	7,452,942	7,084,785
Forfeitures			315		70,362	70,677	43,142
Professional Services		54,640	67,294	79,804	9,721	211,459	191,634
Total Deductions	65,509	1,860,943	2,363,484	3,360,554	84,588	7,735,078	7,319,561
CHANGES IN NET POSITION	14,148	(140,358)	3,216,244	3,799,702	508,235	7,397,971	204,628
NET POSITION HELD IN TRUST FOR PENSION BENEFITS							
Beginning of Year	22,170	9,266,723	37,354,834	50,435,274	919,813	97,998,814	97,794,186
End of Year	\$36,318	\$9,126,365	\$40,571,078	\$54,234,976	\$1,428,048	\$105,396,785	\$97,998,814

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado
POLICE PENSION TRUST FUND

**Schedule of Changes in Net Position Held in Trust
for Pension Benefits - Budget and Actual**

For the Fiscal Year Ended December 31, 2016
(With Comparative Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
ADDITIONS					
Contributions:					
City Contributions	\$78,000	\$78,000	\$78,000		\$75,000
Total Contributions	78,000	78,000	78,000		75,000
Investment Earnings	1,200	1,500	1,657	\$157	1,348
Total Additions	79,200	79,500	79,657	157	76,348
DEDUCTIONS					
Benefit Payments	77,067	65,509	65,509		74,365
Professional Services	3,500	3,500		(3,500)	
Total Deductions	80,567	69,009	65,509	(3,500)	74,365
CHANGES IN NET POSITION	(1,367)	10,491	14,148	3,657	1,983
NET POSITION HELD IN TRUST FOR PENSION BENEFITS					
Beginning of Year	19,322	22,170	22,170		20,187
End of Year	\$17,955	\$32,661	\$36,318	\$3,657	\$22,170

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado
EMPLOYEE PENSION TRUST FUND

**Schedule of Changes in Net Position Held in Trust
for Pension Benefits - Budget and Actual**

For the Fiscal Year Ended December 31, 2016
(With Comparative Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
ADDITIONS					
Contributions:					
City Contributions	\$1,170,450	\$1,162,886	\$1,161,140	(\$1,746)	\$1,034,550
Employee Contributions	129,186	118,865	116,029	(2,836)	130,341
Total Contributions	1,299,636	1,281,751	1,277,169	(4,582)	1,164,891
Investment Earnings	569,732	471,469	443,416	(28,053)	65,035
Total Additions	1,869,368	1,753,220	1,720,585	(32,635)	1,229,926
DEDUCTIONS					
Benefit Payments	1,097,921	1,780,560	1,806,303	25,743	1,005,647
Professional Services	55,500	59,371	54,640	(4,731)	57,219
Total Deductions	1,153,421	1,839,931	1,860,943	21,012	1,062,866
CHANGES IN NET POSITION	715,947	(86,711)	(140,358)	(53,647)	167,060
NET POSITION HELD IN TRUST FOR PENSION BENEFITS					
Beginning of Year	9,720,712	9,266,723	9,266,723		9,099,663
End of Year	\$10,436,659	\$9,180,012	\$9,126,365	(\$53,647)	\$9,266,723

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

POLICE MONEY PURCHASE TRUST FUND

Schedule of Changes in Net Position Held in Trust for Pension Benefits - Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
ADDITIONS					
Contributions:					
City Contributions	\$1,188,071	\$1,197,657	\$1,201,458	\$3,801	\$1,148,403
Employee Contributions	1,196,787	1,333,508	1,339,533	6,025	1,278,139
Total Contributions	2,384,858	2,531,165	2,540,991	9,826	2,426,542
Investment Earnings	2,500,000	1,500,000	3,038,737	1,538,737	(651,670)
Total Additions	4,884,858	4,031,165	5,579,728	1,548,563	1,774,872
DEDUCTIONS					
Benefit Payments	1,500,000	2,811,590	2,295,875	(515,715)	3,211,953
Forfeitures			315	315	(1,900)
Professional Services	55,436	56,438	67,294	10,856	64,628
Total Deductions	1,555,436	2,868,028	2,363,484	(504,544)	3,274,681
CHANGES IN NET POSITION	3,329,422	1,163,137	3,216,244	2,053,107	(1,499,809)
NET POSITION HELD IN TRUST FOR PENSION BENEFITS					
Beginning of Year	40,103,307	37,354,834	37,354,834		38,854,643
End of Year	\$43,432,729	\$38,517,971	\$40,571,078	\$2,053,107	\$37,354,834

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado
EMPLOYEE MONEY PURCHASE TRUST FUND

**Schedule of Changes in Net Position Held in Trust
for Pension Benefits - Budget and Actual**

For the Fiscal Year Ended December 31, 2016
(With Comparative Actual Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
ADDITIONS					
Contributions:					
City Contributions	\$1,664,057	\$1,676,124	\$1,686,076	\$9,952	\$1,625,984
Employee Contributions	2,011,088	2,098,129	2,162,917	64,788	2,089,861
Total Contributions	3,675,145	3,774,253	3,848,993	74,740	3,715,845
Investment Earnings	3,000,000	2,000,000	3,311,263	1,311,263	226,246
Total Additions	6,675,145	5,774,253	7,160,256	1,386,003	3,942,091
DEDUCTIONS					
Benefit Payments	3,000,000	2,732,612	3,280,750	548,138	2,792,820
Professional Services	77,767	82,529	79,804	(2,725)	51,411
Total Deductions	3,077,767	2,815,141	3,360,554	545,413	2,844,231
CHANGES IN NET POSITION	3,597,378	2,959,112	3,799,702	840,590	1,097,860
NET POSITION HELD IN TRUST FOR PENSION BENEFITS					
Beginning of Year	52,236,730	50,435,274	50,435,274		49,337,414
End of Year	\$55,834,108	\$53,394,386	\$54,234,976	\$840,590	\$50,435,274

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

RETIREE HEALTH SAVINGS TRUST FUND

Schedule of Changes in Net Position Held in Trust for Retiree Health Benefits - Budget and Actual

For the Fiscal Year Ended December 31, 2016
(With Comparative Totals for the Fiscal Year Ended 2015)

	Original Budget	Final Budget	2016 Actual	Variance Over/(Under)	2015 Actual
ADDITIONS					
Contributions:					
City Contributions	\$488,068	\$492,870	\$493,878	\$1,008	\$519,671
Total Contributions	488,068	492,870	493,878	1,008	519,671
Investment Earnings	80,000	59,780	98,945	39,165	(18,719)
Total Additions	568,068	552,650	592,823	40,173	500,952
DEDUCTIONS					
Benefit Payments	10,653	15,000	4,505	(10,495)	
Forfeitures	15,000	62,000	70,362	8,362	45,042
Professional Services	20,000	11,474	9,721	(1,753)	18,376
Total Deductions	45,653	88,474	84,588	(3,886)	63,418
CHANGES IN NET POSITION	522,415	464,176	508,235	44,059	437,534
NET POSITION HELD IN TRUST FOR PENSION BENEFITS					
Beginning of Year	956,327	919,813	919,813		482,279
End of Year	\$1,478,742	\$1,383,989	\$1,428,048	\$44,059	\$919,813

Note: See accompanying Independent Auditor Report

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CAPITAL ASSETS



City and County of Broomfield, Colorado

Capital Assets Used in the Operation of Governmental Activities Comparative Schedule By Source

December 31, 2016 and 2015

	2016	2015
GOVERNMENTAL CAPITAL ASSETS		
Land	\$70,057,936	\$65,011,380
Buildings	151,811,852	138,705,974
Improvements Other Than Buildings	42,759,240	41,806,105
Equipment	36,710,729	31,763,145
Infrastructure	327,113,696	314,265,962
Construction in Progress	22,077,875	31,061,269
Total Governmental Capital Assets	<u>\$650,531,328</u>	<u>\$622,613,835</u>
INVESTMENT IN GOVERNMENTAL CAPITAL ASSETS		
Contributed Land	\$151,121	\$151,121
Other Contributions	151,294,646	138,444,469
General Obligation Bonds	20,894,103	20,894,103
Park Grants	503,804	503,804
Police Grants (Equipment)	197,226	207,586
Federal Grants (Equipment)	554,609	554,609
State Grants (Equipment)	334,194	126,101
Conservation Trust	3,471,920	3,039,324
Revenue Sharing	87,830	87,830
General Fund Revenue	376,755,031	362,217,992
Certificates of Participation	96,286,844	96,386,896
Total Governmental Funds Capital Assets	<u>\$650,531,328</u>	<u>\$622,613,835</u>

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

Capital Assets Used in the Operation of Governmental Activities Schedule by Function and Activity

December 31, 2016

Function and Activity	Land	Buildings	Improvements Other Than Buildings	Equipment and Art	Infrastructure	Construction In Progress	Total
GENERAL GOVERNMENT							
City Manager				\$15,151			\$15,151
Clerk				273,802			273,802
Finance		\$8,861		4,773,375		\$983,362	5,765,598
Health and Human Services	\$951,453	15,246,138	\$217,611	1,032,288	\$219,123		17,666,613
Total General Government	951,453	15,254,999	217,611	6,094,616	219,123	983,362	23,721,164
PARKS AND RECREATION							
Community Center/Recreation		24,987,145	4,617,774	1,786,352	65,437	1,759,687	33,216,395
Parks/Open Space	64,865,327	1,730,763	35,660,984	7,316,384	3,842,217	5,645,328	119,061,003
Total Parks and Recreation	64,865,327	26,717,908	40,278,758	9,102,736	3,907,654	7,405,015	152,277,398
PUBLIC SAFETY		40,249,723	104,856	8,047,262	27,460	2,580,463	51,009,764
COMMUNITY DEV./PUBLIC WORKS	1,625,339	7,557,625	781,797	2,729,066	344,121	8,463,533	21,501,481
MUNICIPAL BUILDING		10,786,238	287,561	400,982			11,474,781
STREETS	428,392	585,930	426,917	5,275,921	321,940,543	2,645,502	331,303,205
LIBRARY/AUDITORIUM	2,187,425	10,645,145	333,769	1,360,967	652,500		15,179,806
EVENT CENTER		40,014,284	327,971	3,699,179	22,295		44,063,729
Total Governmental Funds Capital Assets	\$70,057,936	\$151,811,852	\$42,759,240	\$36,710,729	\$327,113,696	\$22,077,875	\$650,531,328

Note: See accompanying Independent Auditor Report

City and County of Broomfield, Colorado

Capital Assets Used in the Operation of Governmental Activities Schedule of Changes by Function and Activity

December 31, 2016

Function and Activity	Capital Assets January 1, 2016	Additions	Deletions	Capital Assets December 31, 2016
GENERAL GOVERNMENT				
City Manager	\$15,151			\$15,151
Clerk		\$273,802		273,802
Finance	4,791,515	1,222,026	\$247,943	5,765,598
Health and Human Services	14,316,144	14,464,076	11,113,607	17,666,613
Total General Government	19,122,810	15,959,904	11,361,550	23,721,164
PARKS AND RECREATION				
Community Center/Recreation	31,647,051	1,749,771	180,427	33,216,395
Parks/Open Space	111,327,647	11,321,178	3,587,822	119,061,003
Total Parks and Recreation	142,974,698	13,070,949	3,768,249	152,277,398
PUBLIC SAFETY	50,207,773	3,449,741	2,647,750	51,009,764
COMMUNITY DEV./PUBLIC WORKS	18,911,095	2,883,552	293,166	21,501,481
MUNICIPAL BUILDING	11,390,962	101,780	17,961	11,474,781
STREETS	320,955,698	12,392,560	2,045,053	331,303,205
LIBRARY/AUDITORIUM	14,987,070	213,736	21,000	15,179,806
EVENT CENTER	44,063,729			44,063,729
Total Governmental Funds Capital Assets	\$622,613,835	\$48,072,222	\$20,154,729	\$650,531,328

Note: See accompanying Independent Auditor Report

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LOCAL HIGHWAY FINANCE REPORT



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

LOCAL HIGHWAY FINANCE REPORT	City or County: _____ YEAR ENDING : December 2016
This Information From The Records Of (example - City of _ or County of _)	Prepared By: _____ Phone: _____

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		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES	
ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	9,841,132
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,093,755
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	853,775
2. General fund appropriations	13,312,313	b. Snow and ice removal	1,020,834
3. Other local imposts (from page 2)	1,820,884	c. Other	1,609,153
4. Miscellaneous local receipts (from page 2)	492,615	d. Total (a. through c.)	3,483,762
5. Transfers from toll facilities		4. General administration & miscellaneous	217,600
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	731,161
a. Bonds - Original Issues		6. Total (1 through 5)	15,367,410
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	1,201,939
7. Total (1 through 6)	15,625,812	b. Redemption	1,366,616
B. Private Contributions		c. Total (a. + b.)	2,568,555
C. Receipts from State government (from page 2)	2,310,153	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	17,935,965	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	2,568,555
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	17,935,965

IV. LOCAL HIGHWAY DEBT STATUS (Show all entries at par)				
	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	30,644,195	0	1,366,616	29,277,579
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
		17,935,965	17,935,965		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	825,872	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	492,615
1. Sales Taxes		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	995,012	g. Other Misc. Receipts	
6. Total (1. through 5.)	995,012	h. Other	
c. Total (a. + b.)	1,820,884	i. Total (a. through h.)	492,615
(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	2,075,223	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	234,930	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.)	234,930	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	2,310,153	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		200,000	200,000
b. Engineering Costs		76,446	76,446
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvements		5,283,942	5,283,942
(3). System Preservation		3,660,119	3,660,119
(4). System Enhancement & Operation		620,625	620,625
(5). Total Construction (1) + (2) + (3) + (4)	0	9,564,686	9,564,686
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	9,841,132	9,841,132
		(Carry forward to page 1)	
Notes and Comments:			

STATISTICAL SECTION

This part of the City and County of Broomfield's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about Broomfield's overall financial health.

Contents

Financial Trends – Tables 1-5

These tables contain trend information to help the reader understand how Broomfield's financial performance and well-being have changed over time.

Revenue Capacity – Tables 6-10

These tables contain information to help the reader assess Broomfield's most significant local revenue source, the property tax.

Debt Capacity – Tables 11-17

These tables present information to help the reader assess the affordability of Broomfield's current levels of outstanding debt and Broomfield's ability to issue additional debt in the future

Demographic and Economic Information - Tables 18-20

These tables offer demographic and economic indicators to help the reader understand the environment within which Broomfield's financial activities take place.

Operating Information – Tables 21-23

These tables contain service and infrastructure data to help the reader understand how the information in Broomfield's financial report relates to the services the city provides and the activities it performs.

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

City and County of Broomfield, Colorado

Table 1

Net Position by Component

Last Ten Fiscal Years

(Unaudited)
(Accrual Basis of Accounting)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013 ⁽¹⁾	2014	2015	2016
Governmental activities:										
Invested in capital assets, net of related debt	\$114,253,418	\$124,792,958	\$178,684,000	\$177,796,539	\$184,431,444	\$192,346,137	\$199,530,025	\$227,787,823	\$280,807,755	\$309,791,880
Restricted	28,283,159	16,069,541	16,426,241	50,204,304	21,350,044	27,844,531	98,113,753	110,641,030	101,137,719	103,928,917
Unrestricted	50,608,949	67,173,061	62,525,217	35,134,867	69,650,278	84,672,739	27,284,008	21,213,808	431,483	872,990
Total governmental activities net position	\$193,145,526	\$208,035,560	\$257,635,458	\$263,135,710	\$275,431,766	\$304,863,407	\$324,927,786	\$359,642,661	\$382,376,957	\$414,593,787
Business-type activities:										
Invested in capital assets, net of related debt	\$248,869,585	\$298,811,741	\$373,976,952	\$372,750,077	\$373,567,562	\$396,749,096	\$406,047,123	\$410,399,627	\$427,640,196	\$456,227,657
Restricted	1,250,000	1,250,000	1,250,000	1,250,000	1,250,000	8,844,012	8,844,012	8,844,012	8,844,012	8,844,012
Unrestricted	115,836,073	99,288,582	85,671,249	86,847,424	87,536,321	98,827,019	112,890,091	130,530,385	129,929,202	124,348,269
Total business-type activities net position	\$365,955,658	\$399,350,323	\$460,898,201	\$460,847,501	\$462,353,883	\$504,420,127	\$527,781,226	\$549,774,024	\$566,413,410	\$589,419,938
Primary government:										
Invested in capital assets, net of related debt	\$363,123,003	\$423,604,699	\$552,660,952	\$550,546,616	\$557,999,006	\$589,095,233	\$605,577,148	\$638,187,450	\$708,447,951	\$766,019,537
Restricted	29,533,159	17,319,541	17,676,241	51,454,304	22,600,044	36,688,543	106,957,765	119,485,042	109,981,731	112,772,929
Unrestricted	166,445,022	166,461,643	148,196,466	121,982,291	157,186,599	183,499,758	140,174,099	151,744,193	130,360,685	125,221,259
Total primary government net position	\$559,101,184	\$607,385,883	\$718,533,659	\$723,983,211	\$737,785,649	\$809,283,534	\$852,709,012	\$909,416,685	\$948,790,367	\$1,004,013,725

⁽¹⁾ In 2013, Broomfield Urban Renewal Authority moved from a discretely presented component unit to a blended component unit and is now included in the primary government. Prior years were not restated on this table to include BURA.

Table 2

Changes in Net Position

Last Ten Fiscal Years

(Unaudited)
(Accrual Basis of Accounting)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013 ⁽¹⁾	2014	2015	2016
Expenses										
Governmental activities:										
General Government	\$18,652,762	\$18,616,899	\$17,374,939	\$19,173,423	\$19,738,659	\$20,169,946	\$26,406,113	\$28,201,630	\$29,254,911	\$33,338,122
Public Safety	20,051,519	20,442,584	19,999,395	21,275,149	21,638,964	22,205,513	23,162,375	23,765,227	24,270,397	26,943,139
Community Development	4,784,660	4,811,519	4,685,884	4,168,366	3,988,142	3,773,855	4,119,091	6,239,838	5,712,251	6,728,952
Public Works	22,987,926	22,098,063	24,776,034	23,337,178	21,225,148	22,723,119	23,354,806	21,547,284	22,551,372	24,922,107
Parks and Recreation	15,004,246	14,594,587	14,076,609	14,506,969	16,325,384	15,620,589	16,041,523	16,905,871	15,944,050	17,477,422
Facility Maintenance	3,536,084	3,892,586	3,470,418	3,521,003	3,745,348	3,661,484	4,002,944	4,168,347	4,305,425	4,141,338
Health and Human Services	11,050,195	11,739,322	13,364,928	14,097,299	13,218,911	13,221,248	13,163,837	13,500,484	13,944,398	15,140,029
Agency Cooperation Outlay										
Interest on Long Term Debt	12,193,392	12,103,855	11,952,624	14,537,395	9,560,824	9,327,816	12,635,216	9,996,969	9,577,964	6,952,901
Total governmental activities expenses	108,260,784	108,299,415	109,700,831	114,616,782	109,441,380	110,703,570	122,885,905	124,325,650	125,560,768	135,644,010
Business-type activities:										
Water	18,223,595	18,600,967	18,730,441	19,289,836	19,624,913	19,157,058	19,214,339	21,160,691	21,075,324	26,151,993
Sewer	12,119,323	11,702,968	11,622,700	12,552,065	13,423,582	12,467,416	13,584,428	12,773,422	13,118,812	13,747,145
Water Reclamation	1,777,445	2,499,608	3,770,349	2,657,657	2,638,098	2,337,607	2,401,660	2,168,669	2,258,509	2,542,537
Total business-type activities expenses	32,120,363	32,803,543	34,123,490	34,499,558	35,686,593	33,962,081	35,200,427	36,102,782	36,452,645	42,441,675
Total primary government expenses	\$140,381,147	\$141,102,958	\$143,824,321	\$149,116,340	\$145,127,973	\$144,665,651	\$158,086,332	\$160,428,432	\$162,013,413	\$178,085,685
Program Revenues										
Governmental activities:										
Charges for Services:										
General Government	\$4,683,648	\$4,779,132	\$6,748,682	\$6,503,833	\$6,481,960	\$5,885,729	\$6,722,683	\$8,004,597	\$7,334,208	\$7,515,177
Public Safety	203,725	493,692	588,540	744,711	838,393	699,726	716,288	571,323	1,429,278	1,631,557
Community Development	5,232,225	3,230,673	2,037,737	1,916,062	1,817,989	2,956,395	2,887,553	3,441,217	3,413,742	3,883,354
Public Works	295,293	201,736	133,985	565,337	644,280	901,674	936,586	910,371	910,371	1,053,825
Parks and Recreation	4,180,469	4,341,741	4,183,595	4,364,479	4,488,769	4,868,213	5,133,193	5,255,821	5,610,646	5,816,691
Facility Maintenance	96,815	110,143	102,237	100,903	103,117	102,064	107,210	109,370	107,016	104,630
Health and Human Services	316,890	356,849	425,986	445,454	410,609	381,800	437,859	421,038	1,039,228	1,215,100
Total Charges for services	15,009,065	13,513,966	14,220,762	14,640,779	14,785,117	15,795,601	16,941,372	17,803,366	19,844,489	21,220,334
Operating grants and contributions	11,720,020	12,330,438	12,909,066	13,931,167	12,944,646	12,914,903	12,498,552	12,817,443	11,527,063	11,793,132
Capital grants and contributions	11,499,793	9,691,429	53,528,957	2,943,133	6,198,005	17,637,619	12,101,157	19,847,027	9,377,349	12,391,515
Total governmental activities program revenues	38,228,878	35,535,833	80,658,785	31,515,079	33,927,768	46,348,123	41,541,081	50,467,836	40,748,901	45,404,981
Business-type activities:										
Charges for services:										
Water	12,270,005	13,124,836	11,900,558	12,694,970	12,812,733	13,518,064	13,494,560	13,916,727	14,386,318	15,565,357
Sewer	5,478,733	5,913,384	5,900,989	5,890,966	5,971,251	6,016,094	7,716,711	8,142,475	8,070,873	8,369,208
Water Reclamation	1,076,095	1,347,348	1,215,238	1,365,248	1,417,431	1,982,748	3,297,063	3,203,911	1,407,374	1,731,283
Capital grants and contributions	28,254,348	40,645,513	75,490,410	9,916,774	15,199,142	52,652,297	33,594,505	30,810,399	29,733,453	37,721,102
Total business-type activities program revenues	47,079,181	61,031,081	94,507,195	29,867,958	35,400,557	74,169,203	58,102,839	56,073,512	53,598,018	63,386,950
Total primary government program revenues	\$85,308,059	\$96,566,914	\$175,165,980	\$61,383,037	\$69,328,325	\$120,517,326	\$99,643,920	\$106,541,348	\$94,346,919	\$108,791,931

⁽¹⁾ In 2013, Broomfield Urban Renewal Authority moved from a discreetly presented component unit to a blended component unit and is now included in the primary government. Prior years were not restated on this table to include BURA.

City & County of Broomfield, Colorado

Table 2 continued

Changes in Net Position

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013⁽¹⁾</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Last Ten Fiscal Years										
Last Ten Fiscal Years										
(Accrual Basis of Accounting)										
Net (Expenses)/Program Revenues										
Governmental activities	(\$70,031,906)	(\$72,763,582)	(\$29,042,046)	(\$83,101,703)	(\$75,513,612)	(\$64,355,447)	(\$81,344,824)	(\$73,857,814)	(\$84,811,867)	(\$90,239,029)
Business-type activities	14,958,818	28,227,538	60,383,705	(4,631,600)	(286,036)	40,207,122	22,902,412	19,970,730	17,145,373	20,945,275
Total primary government net expenses	(\$55,073,088)	(\$44,536,044)	\$31,341,659	(\$87,733,303)	(\$75,799,648)	(\$24,148,325)	(\$58,442,412)	(\$53,887,084)	(\$67,666,494)	(\$69,293,754)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property Taxes	\$24,642,659	\$27,872,634	\$28,436,768	\$29,213,902	\$29,147,511	\$27,908,693	\$35,917,254	\$37,013,794	\$38,403,513	\$43,213,229
Sales & Use Taxes	54,616,346	49,500,862	43,617,938	49,121,310	51,660,585	56,734,118	58,045,071	60,925,947	64,083,703	69,176,984
Other Taxes	4,818,300	5,132,685	4,758,744	5,124,763	5,219,513	7,142,557	7,141,028	8,031,971	7,621,259	7,678,259
Leases										
Intergovernmental										
Investment Earnings	4,828,417	4,470,132	841,625	4,307,913	1,341,096	1,111,918	122,845	1,670,290	1,334,951	1,103,970
Sale of Assets	(64,083)	23,932	33,954	36,761	24,599	236,173	18,826	83,396	67,578	201,435
Change in Investment in Joint Venture										
Miscellaneous	1,021,715	653,370	952,915	797,306	416,363	653,630	1,190,582	847,291	1,187,571	1,081,982
Transfers in (out)						(138,639)				
Total governmental activities	89,863,354	87,653,615	78,641,944	88,601,955	87,809,667	93,648,450	102,435,606	108,572,689	112,698,575	122,455,859
Business-type activities:										
Investment Earnings	6,353,892	4,732,167	802,407	4,181,590	1,351,639	974,045	(47,762)	1,580,678	1,210,727	1,133,449
Proceeds on Sales of Assets									3,839,303	
Gain(Loss) Sale of Assets	(2,921)	23,495	432		7,954	43,488	15,024	12,253	(3,870,319)	12,848
Miscellaneous	376,211	411,465	361,334	399,310	432,825	841,589	491,425	429,137	728,684	743,889
Transfers in (out)						138,639				
Total business-type activities	6,727,182	5,167,127	1,164,173	4,580,900	1,792,418	1,997,761	458,687	2,022,068	1,908,395	1,890,186
Total primary government	\$96,590,536	\$92,820,742	\$79,806,117	\$93,182,855	\$89,602,085	\$95,646,211	\$102,894,293	\$110,594,757	\$114,606,970	\$124,346,045
Change in Net Position										
Governmental activities	\$19,831,448	\$14,890,033	\$49,599,898	\$5,500,252	\$12,296,055	\$29,293,003	\$21,090,782	\$34,714,875	\$27,886,708	\$32,216,830
Business-type activities	21,686,000	33,394,665	61,547,878	(50,700)	1,506,382	42,204,883	23,361,099	21,992,798	19,053,768	22,835,461
Prior Period Adjustment	25,199,205									
Total primary government	\$66,716,653	\$48,284,698	\$111,147,776	\$5,449,552	\$13,802,437	\$71,497,886	\$44,451,881	\$56,707,673	\$46,940,476	\$55,052,291

⁽¹⁾ In 2013, Broomfield Urban Renewal Authority moved from a discretely presented component unit to a blended component unit and is now included in the primary government. Prior years were not restated on this table to include BUR.

City & County of Broomfield, Colorado

Table 3

Fund Balances, Governmental Funds Last Ten Fiscal Years

(Unaudited)
(Modified Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013 ⁽¹⁾	2014	2015	2016
General Fund:										
Nondisposable										
Inventory				\$45,790	\$32,429	\$59,491	\$51,319	\$49,972	\$25,130	\$27,131
Prepays	\$109,825	\$284,326	\$422,658	339,661	338,368	479,195	234,759	344,949	530,962	483,271
Restricted										
Emergency Reserves	3,280,963	3,702,830	3,007,522	3,548,064	3,600,000	3,200,000	4,200,000	3,400,000	3,960,000	3,480,000
Clerk and Recorder							32,975	44,841		74,940
Police and Court							523,784	82,738	77,361	116,732
Committed										
Court Juvenile Program								531,600	471,243	371,388
Severance Pay				203,300	124,615	133,455	144,398	151,714	155,370	170,349
Assigned										
Pollution Prevention							3,449	6,508	6,021	6,021
Unassigned	20,187,713	21,686,873	23,379,101	26,785,616	26,192,640	27,850,601	21,617,629	19,454,434	19,082,833	19,080,216
Total General Fund	\$ 23,578,501	\$25,674,029	\$ 26,809,281	\$ 30,922,431	\$ 30,288,052	\$ 31,722,742	\$ 26,808,313	\$ 24,066,756	\$ 24,308,920	\$ 23,810,048
All other governmental funds:										
Nondisposable										
Inventory								\$4,703	\$156,648	\$8,125
Prepays	\$57,049	\$107,531	\$148,045	\$128,580	\$138,312	\$119,111	\$108,427	104,847	106,795	333,526
Restricted										
Capital Projects	671,592	1,040,907	1,424,312	1,626,137	2,176,420	48,483,957	67,488,013	76,711,124	65,755,991	68,497,031
Debt Service	18,043,535	3,496,061	1,421,554	9,789,200	9,784,690	16,582,339	22,907,538	23,061,790	22,844,441	23,317,880
Development Agreements	11,214,581	10,011,052	6,121,256	4,248,042	3,404,608	1,764,999	1,595,625	1,403,957	1,429,384	1,372,107
Housing Authority Operations						170,157				
Committed										
Capital Projects	4,657,193	4,587,878	6,825,711	3,629,985	3,538,980	5,244,031	6,265,520	6,977,967	7,631,364	8,616,658
Housing authority Operations							214,999	197,724	186,662	183,680
Assigned										
Capital Projects	17,586,504	30,003,673	26,322,849	26,799,642	33,859,846					
Health and Human Services	1,415,584	2,262,735	3,319,014	3,794,585	3,361,724	2,888,776	2,541,399	2,101,898	1,901,846	1,031,178
Cemetery Operations	91,787	113,210	126,062	155,561	169,530	175,386	200,230	221,538	247,749	276,515
Library Operations	9,252	38,307	25,497	51,714	54,868					
Housing Authority Operations	253,766	189,798	165,937	178,403	169,663					
Unassigned	232,644	110,912	393,108	(3,829)	(5,093)	(37,634)	(48,107)	(50,350)	(206,536)	(46,658)
Total all other governmental funds	\$54,233,487	\$51,962,064	\$46,293,345	\$50,398,020	\$56,653,548	\$75,391,122	\$101,273,644	\$110,735,198	\$100,054,344	\$103,590,042

⁽¹⁾ In 2013, Broomfield Urban Renewal Authority moved from a discreetly presented component unit to a blended component unit and is now included in the primary government. Prior years were not restated on this table to include BURA.

Changes in Fund Balances, Governmental Funds ⁽¹⁾

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013 ⁽²⁾	2014	2015	2016
	(Unaudited)									
	(Modified Accrual Basis of Accounting)									
	(Amounts Expressed in Thousands)									
Revenues										
Taxes	\$84,078	\$82,506	\$76,813	\$83,460	\$86,028	\$91,785	\$101,103	\$105,972	\$110,108	\$120,231
Licenses and permits	2,733	1,996	1,274	1,704	1,538	2,241	2,294	2,869	2,709	3,110
Intergovernmental	15,719	13,615	14,172	14,687	13,905	16,349	13,130	13,599	15,784	15,724
Charges for services	11,758	10,937	12,275	12,418	12,587	13,029	13,269	13,936	14,273	15,411
Fines and forfeitures	516	581	672	519	660	526	1,379	999	921	640
Investment Earnings							131	1,644	1,316	1,084
Developer Contributions	283	364	267	1	100	137	1,698	261	532	76
Miscellaneous	5,876	5,008	1,776	4,993	1,707	2,559	1,190	847	1,188	1,082
Total revenues	\$120,963	\$115,007	\$107,249	\$117,782	\$116,525	\$126,826	\$134,194	\$140,127	\$146,831	\$157,358
Expenditures										
General government	\$14,874	\$15,786	\$14,471	\$15,202	\$16,552	\$16,955	\$22,024	\$24,482	\$25,731	\$29,865
Public Safety	18,498	19,010	18,702	20,318	20,423	20,690	21,356	21,999	22,892	25,034
Public Works	19,678	18,696	21,452	22,850	20,646	22,346	23,192	22,202	22,824	25,325
Library Services	1,900	2,006	1,982	2,006	2,017	2,035	2,168	2,316	2,343	2,508
Parks and Recreation	12,172	11,666	11,305	11,833	13,255	12,816	13,110	13,963	12,646	13,902
Capital Outlay and Other	25,299	25,753	35,044	26,427	20,281	22,925	25,311	26,550	48,892	38,905
Debt service - other	15	315	210	1,005	65	9	-	9	11	27
Debt Service - principal	7,401	10,398	10,582	3,295	7,765	9,620	10,980	11,385	11,820	10,945
Debt service - interest	11,946	11,599	11,243	8,532	9,979	6,961	11,121	10,670	10,255	7,860
Total expenditures	\$111,783	\$115,229	\$124,991	\$111,468	\$110,983	\$114,357	\$129,262	\$133,576	\$157,414	\$154,371
Excess (deficiency) of revenues over (under) expenditures	\$9,180	(\$222)	(\$17,742)	\$6,314	\$5,542	\$12,269	\$4,932	\$6,551	(\$10,583)	\$2,987
Other Financing Sources (Uses)										
Transfer in										
Transfer out	26,861	33,479	22,791	25,958	28,878	26,696	37,194	40,925	37,703	37,875
Capital lease proceeds	(26,861)	(33,479)	(22,791)	(25,958)	(28,878)	(26,696)	(37,194)	(40,925)	(37,703)	(37,875)
Sale of Capital Assets										
Issuance of Debt	64	46	209	44	50	132	103	169	144	213
Issuance Premium			13,000	87,710		108,565				
Payment to refunded bond agent				8,530		10,747				
Total other financing sources	\$64	\$46	\$13,209	\$1,904	\$50	\$8,071	\$103	\$169	\$144	\$213
Net change in fund balances	\$9,244	(\$176)	(\$4,533)	\$8,218	\$5,592	\$20,340	\$5,035	\$6,720	(\$10,439)	\$3,200

City & County of Broomfield, Colorado

Table 4 continued

Changes in Fund Balances, Governmental Funds ⁽¹⁾

Last Ten Fiscal Years

(Unaudited)
(Modified Accrual Basis of Accounting)
(Amounts Expressed in Thousands)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013 ⁽²⁾</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Debt service expenditures:										
Debt service - principal	\$7,401	\$10,398	\$10,582	\$3,295	\$7,765	\$9,620	\$10,980	\$11,385	\$11,820	\$10,945
Debt service - interest	11,946	11,599	11,243	8,532	9,979	6,961	11,121	10,670	10,255	7,860
Debt service - other			210	1,005	65	9	119	9	11	27
Total	<u>\$19,347</u>	<u>\$21,997</u>	<u>\$22,035</u>	<u>\$12,832</u>	<u>\$17,809</u>	<u>\$16,590</u>	<u>\$22,220</u>	<u>\$22,064</u>	<u>\$22,086</u>	<u>\$18,832</u>
Total Expenditures	111,783	115,229	124,991	111,468	110,983	114,357	129,262	133,576	157,414	154,371
Less Capital expenditures:										
Additions per Capital Assets										
Schedule of Changes	6,407	5,825	13,379	8,783	3,261	5,188	8,341	9,043	30,607	19,784
Total Non-capital expenditures	<u>\$105,376</u>	<u>\$109,404</u>	<u>\$111,612</u>	<u>\$102,685</u>	<u>\$107,722</u>	<u>\$109,169</u>	<u>\$120,921</u>	<u>\$124,533</u>	<u>\$126,807</u>	<u>\$134,587</u>
Total Debt Service to Total Noncapital Expenditures	18.36%	20.11%	19.74%	12.50%	16.53%	15.20%	18.38%	17.72%	17.42%	13.99%

⁽¹⁾ Includes General, Special Revenue, Capital Project, and Debt Service Funds

⁽²⁾ In 2013 Broomfield Urban Renewal Authority moved from Component Unit to Primary Government. Prior years were not restated on this table.

City & County of Broomfield, Colorado

Table 5

Tax Revenue by Source, Governmental Funds

Last Ten Fiscal Years

(Unaudited)
(Modified Accrual Basis of Accounting)
(Amounts Expressed in Thousands)

<u>Fiscal Year</u>	<u>Specific</u>		<u>Sales and Use</u>	<u>Tobacco Tax</u>	<u>Business Tax</u>	<u>Miscellaneous</u>	
	<u>Property Tax</u>	<u>Ownership Tax</u>				<u>Taxes</u>	<u>Total</u>
2007	\$24,643	\$1,630	\$54,616	\$219	\$2,489	\$481	\$84,078
2008	27,873	1,617	49,501	204	2,869	442	82,506
2009	28,437	1,482	43,618	183	2,693	400	76,813
2010	29,214	1,439	49,121	182	3,012	492	83,460
2011	29,148	1,401	51,661	189	3,063	566	86,028
2012	27,909	1,502	56,734	186	3,025	2,430	91,786
2013	35,917	1,615	58,045	169	3,245	2,112	101,103
2014	37,014	1,754	60,926	158	3,394	2,726	105,972
2015	38,403	1,939	64,084	153	3,307	2,203	110,089
2016	43,213	2,082	69,177	153	3,340	2,103	120,068
Change 2007-2016	\$18,570	\$452	\$14,561	(\$66)	\$851	\$1,622	\$35,990

⁽¹⁾ In 2013 Broomfield urban Renewal Authority was reclassified from Component Unit to Governmental Fund.

City & County of Broomfield, Colorado

Table 6

Assessed Value of Taxable Property

Last Ten Fiscal Years

Fiscal Year Ended December 31 (1)	Vacant Land	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Natural Resources Property	Oil & Gas Property	State Assessed Property	Less: Tax- Exempt Property	Less: Urban Renewal Authority	Total Taxable Assessed Value	Total Direct Tax Rate
2007	\$55,839,050	\$401,672,081	\$423,228,880	\$85,586,710	\$947,820	\$10,740	\$5,832,990	\$54,561,700	\$132,583,270	\$58,606,300	\$969,073,671	2.897%
2008	53,178,340	423,077,975	442,010,040	86,737,530	942,530	10,740	4,452,940	54,729,600	133,545,950	53,992,330	1,011,147,365	2.897%
2009	51,273,460	424,795,610	452,227,830	91,072,720	949,640	9,410	7,306,270	56,075,000	173,899,270	64,863,003	1,018,846,937	2.897%
2010	45,512,710	432,313,674	463,097,360	89,521,390	981,730	9,430	6,359,460	51,520,800	185,003,120	74,665,616	1,014,650,938	2.897%
2011	41,934,500	431,486,865	438,832,220	80,462,000	919,520	9,310	10,088,730	53,450,300	188,709,690	75,267,861	981,915,584	2.897%
2012	38,785,550	438,222,277	430,003,300	75,453,020	913,880	9,310	22,381,120	55,196,600	197,891,640	74,368,665	986,596,392	2.897%
2013	32,808,950	458,599,048	505,288,310	77,402,260	913,330	8,480	17,643,260	65,095,400	212,182,760	56,513,324	1,101,245,714	2.897%
2014	27,460,040	479,376,684	472,847,790	78,659,130	910,330	8,520	13,578,500	65,701,800	211,827,660	56,741,254	1,081,801,540	2.897%
2015	40,888,570	588,212,020	499,912,470	78,089,790	970,370	8,520	10,117,520	75,666,100	113,493,180	68,243,618	1,225,621,742	2.897%
2016	37,812,240	608,941,570	505,717,900	71,480,140	931,490	8,520	3,236,280	79,065,600	114,314,400	78,229,760	1,228,963,980	2.897%

(1) Date of City and County Abstract

Source: County Assessors Office

City & County of Broomfield, Colorado

Table 7

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years
(Rate per \$1,000 of Assessed Value)

City and County of Broomfield						Overlapping Rates							
Fiscal Year Ended December 31 (1)	Special Revenue Funds		Capital Projects Fund		Human Services Fund	Total Direct	Adams #12 School District		Boulder RE-2 School District	Jeffco R1 School District	Interlocken Consolidated Metro District		North Metro Fire District
	General Fund						School District	School District	School District	School District	Metro District	Metro District	Fire District
2007	20.995	2.736	3.5		1.737	28.968	64.595	37.865		48.118	33.500		11.301
2008	21.095	2.636	3.5		1.737	28.968	69.671	39.113		48.284	33.500		11.268
2009	21.168	2.636	3.5		1.664	28.968	70.179	39.999		48.145	33.500		11.307
2010	21.587	2.636	3.5		1.245	28.968	70.359	43.838		48.210	33.500		11.225
2011	21.587	2.636	3.5		1.245	28.968	70.276	44.843		48.721	33.500		11.176
2012	21.587	2.636	3.5		1.245	28.968	70.602	45.547		50.616	33.500		11.375
2013	21.587	2.636	3.5		1.245	28.968	68.605	45.372		50.369	33.500		11.246
2014	21.587	2.636	3.5		1.245	28.968	68.781	47.569		50.165	33.500		14.903
2015	21.587	2.636	3.5		1.245	28.968	66.017	45.814		47.487	33.500		14.713
2016	21.587	2.636	3.5		1.245	28.968	65.922	48.961		45.941	33.500		14.810

(1) Date of City and County Abstract

City & County of Broomfield, Colorado

Table 8

Principal Property Tax Payers

Current Year and Ten Years Ago

	2016				2007			
	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City and County Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City and County Taxable Assessed Value
	Oracle America Inc	\$51,249,480	1	3.92%	Flatiron Holding LLC	\$49,158,590	1	5.07%
	Flatiron Holding LLC	49,248,280	2	3.77%	Level 3 Communications	33,655,400	2	3.47%
	Level 3 Communications	44,085,800	3	3.37%	Sun Microsystems	17,545,000	3	1.81%
	Mountain View Acquisition Group LLC	20,125,440	4	1.54%	Hines VAF Mountain View LP	17,342,000	4	1.79%
	Public Service Co of Colorado	17,823,500	5	1.36%	Sun Microsystems, INC	17,130,080	5	1.58%
	Sandoz Inc	13,972,520	6	1.07%	DDR Flatiron, LLC	15,328,520	6	1.48%
	Hunter Douglas Inc	13,791,930	7	1.06%	Hunter Douglas Inc	14,365,030	7	1.48%
	GV 385 Interlocken Owner LLC	13,386,740	8	1.02%	Tana Oil & Gas LLC	11,541,990	8	1.19%
	Omni Interlocken Co LLC	13,255,120	9	1.01%	Flatiron Property Holding, LLC	11,418,750	9	1.18%
	Semaho	12,477,030	10	0.95%	FSP 380 Interlocken Corp.	11,349,820	10	1.17%
				19.08%				20.22%
	Total Assessed Value less TIF	\$249,415,840			Total Assessed Value less TIF	198,835,180		

Source: County Assessors Office

City & County of Broomfield, Colorado

Table 9

Property Tax Levies and Collections

Last Ten Fiscal Years

Fiscal Year Ended December 31	Taxes Levied for the Fiscal Year	Subsequent Adjustments	Total	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years (1)	Total Collections to Date	
				Amount	Percentage of Levy		Amount	Percentage of Levy
2007	25,272,154	(279,014)	24,993,140	24,642,659	98.6%	(60,861)	24,581,798	98.4%
2008	28,072,126	(183,902)	27,888,224	27,872,634	99.9%	(792,356)	27,080,278	97.1%
2009	29,176,748	(362,847)	28,813,901	28,436,768	98.7%	334,050	28,770,818	99.9%
2010	29,513,958	(147,751)	29,366,207	29,213,902	99.5%	(317,361)	28,896,541	98.4%
2011	29,392,408	(202,917)	29,189,491	29,147,511	99.9%	(191,421)	28,956,090	99.2%
2012	28,444,130	(465,168)	27,978,962	27,908,693	99.7%	(818,671)	27,090,022	96.8%
2013 ⁽²⁾	36,632,141	(550,415)	36,081,726	35,917,254	99.5%	(238,863)	35,678,391	98.9%
2014	37,772,975	(430,258)	37,342,717	37,013,794	99.1%	(604,205)	36,409,589	97.5%
2015	37,526,163	1,000,055	38,526,218	38,403,513	99.7%	(182,701)	38,220,812	99.2%
2016	44,166,602	(359,618)	43,806,984	43,213,229	98.6%		43,213,229	98.6%

(1) Includes collections and abatements of assessments.

(2) In 2013 the Broomfield Urban Renewal Authority changed from a discretely presented component unit to a blended component unit and is included in the primary government. Prior years were not restated on this table.

Source: County Assessors Office

City & County of Broomfield, Colorado

Table 10

Sales and Use Tax Revenue by Type of Industry
Last Ten Fiscal Years

Fiscal Year Ended December 31

Category of Taxpayer	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	Total Sales and Use Taxes
Apparel/Accessory/Jewelry Stores	\$5,916,065	\$5,190,192	\$4,850,082	\$5,329,561	\$5,213,869	\$5,645,526	\$5,650,283	\$5,664,694	\$5,509,417	\$5,836,971	\$54,806,660
Automotive	1,508,071	1,384,523	1,360,012	1,572,310	1,636,539	1,682,873	1,768,258	1,922,089	1,986,755	2,233,675	17,055,105
Construction/Building/Housing	2,022,814	2,046,421	1,795,809	1,892,812	1,848,425	2,078,295	2,627,832	2,649,150	2,865,204	3,247,502	23,074,264
Department Stores	8,268,621	7,403,605	6,714,336	8,128,159	8,559,810	7,934,396	7,730,022	7,814,919	7,769,386	7,854,389	78,177,643
Eating and Drinking	5,389,481	5,075,484	4,896,611	5,256,172	5,432,439	5,804,384	6,048,191	6,455,100	6,792,579	7,227,023	58,377,464
Electronics/Computers/Telecommunications & Info.	4,818,832	5,284,220	4,733,397	5,385,893	6,309,388	6,531,560	6,189,641	7,066,147	7,294,430	7,803,166	61,416,674
Finance/ Insurance/Real Estate/Rental	1,622,472	1,836,104	1,439,423	1,417,572	1,317,874	1,188,329	1,415,116	1,397,924	1,590,624	1,835,961	15,061,399
Furniture/Home Furniture/Office	1,743,490	1,546,627	1,138,939	1,216,659	1,282,247	1,302,811	1,355,317	1,498,506	1,629,352	1,811,148	14,525,096
Grocery Stores	3,569,644	3,838,512	4,289,673	4,725,615	4,977,172	5,258,890	5,739,364	6,040,952	6,405,730	6,606,413	51,451,965
Hobby: Bookstores/Games/Sports/Fitness	1,014,501	857,134	715,727	777,862	821,007	723,005	821,263	767,049	552,376	491,505	7,541,429
Hotels and Lodging	1,696,144	1,565,976	1,271,109	1,502,901	1,694,368	1,827,261	1,827,054	2,044,053	2,152,629	2,222,538	17,764,033
Miscellaneous Retail and Other	5,023,415	2,943,779	1,939,973	3,570,660	4,049,431	6,068,834	4,038,150	2,606,940	3,812,342	3,545,416	37,598,940
Professional Services/Arts/Entertainment	1,259,685	957,248	818,652	772,005	764,414	750,165	830,124	1,082,622	1,125,708	917,845	9,278,468
Public Utilities	2,496,778	2,974,418	2,677,325	3,110,636	3,167,071	3,012,621	3,225,373	3,315,531	3,136,851	3,061,412	30,178,016
Total Sales Tax by Year	\$46,310,013	\$42,904,243	\$38,641,068	\$44,658,817	\$47,074,054	\$49,808,950	\$49,265,988	\$50,325,676	\$52,623,384	\$54,694,964	\$476,307,157
Use Tax - Building	\$6,171,264	\$4,723,062	\$2,842,797	\$2,532,091	\$2,665,419	\$5,057,514	\$4,400,560	\$5,725,245	\$5,566,417	\$6,726,353	\$46,410,722
Use Tax - Audit Revenue Building	347,808	194,835	216,048	251,351	219,002	(7,455)	(4,368)	25,722	(3,607)	(228,045)	1,011,291
Use Tax - Vehicle	3,588,962	3,313,724	2,971,358	3,224,162	3,586,622	3,969,616	4,429,323	4,849,304	5,897,804	5,827,426	41,638,301
Total Use Tax by Year	\$10,108,034	\$8,231,621	\$6,030,203	\$6,007,604	\$6,451,043	\$9,019,675	\$8,825,515	\$10,600,271	\$11,460,614	\$12,325,734	\$89,060,314
Total Sales and Use Tax by Year	\$56,418,047	\$51,135,864	\$44,671,271	\$50,666,421	\$53,525,097	\$58,828,625	\$58,091,503	\$60,925,947	\$64,083,998	\$67,020,698	\$565,367,471

Revenues Inclusive of BURA and Arista LTD

Source: County Assessors Office

(1) Prior to 2013 debt belonging to the Broomfield Urban Renewal Authority (BURA) was not reported on this table. BURA was considered a discretely presented component unit. Effective January 1, 2013 BURA will be reported as a blended component unit.

City & County of Broomfield, Colorado

Table 12

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years				
General Bonded Debt Outstanding				
(Amounts Expressed in Thousands)				
Fiscal Year	General Obligation	Total	Percentage of Actual Taxable Value of Property	Per Capita
2007	\$1,955	\$1,955	20%	\$ 36
2008	1,330	1,330	13%	25
2009	680	680	7%	12
2010				
2011				
2012				
2013				
2014				
2015				
2016				

City & County of Broomfield, Colorado

Table 13

Direct and Overlapping Government Activities Debt

As of December 31, 2016

Taxing Jurisdiction	Outstanding Debt	Percentage Applicable to Broomfield	Amount Applicable to Broomfield
Overlapping Debt			
Adams County School District No. 12	\$507,900,000	18.899%	\$95,990,510
Anthem West Metropolitan District	57,600,000	100.000%	57,600,000
Apex Parks & Recreation District	900,000	1.624%	14,612
Arista Metropolitan District	56,370,000	100.000%	56,370,000
BBC Metropolitan District	8,650,000	100.000%	8,650,000
Boulder Valley School District No. RE-2J	541,065,000	12.190%	65,956,365
Brighton School District 27J	270,400,000	0.000%	270
Broadlands Metropolitan District No.2	13,375,000	100.000%	13,375,000
Broomfield Village Metropolitan District No. 2	7,285,000	100.000%	7,285,000
Great Western Park Metropolitan Districts No. 1, 2 & 3	17,266,625	100.000%	17,266,625
Highlands Metro District #2	7,149,000	100.000%	7,149,000
Interlocken Metropolitan District	87,325,000	100.000%	87,325,000
Jeffco Business Center Metropolitan District No.1	2,012,000	100.000%	2,012,000
Jefferson County School Dist. No. RE-1	386,225,000	2.152%	8,312,721
Lambertson Farms Metro Districts No. 1, 2 & 3	33,840,000	100.000%	33,840,000
McKay Landing Metropolitan District No. 2	9,995,000	100.000%	9,995,000
MidCities Metropolitan District No. 2	60,750,000	100.000%	60,750,000
North Metro Fire Rescue District	20,365,000	76.666%	15,613,011
Palisade Metro District No. 2	26,240,000	100.000%	26,240,000
Parkway Circle Metro District	8,886,936	100.000%	8,886,936
Red Leaf Metropolitan District No. 2	4,775,000	100.000%	4,775,000
Spruce Meadows Metropolitan District	2,750,000	100.000%	2,750,000
St Vrain Valley School District RE-1J	555,565,000	0.062%	342,228
Weid County School District RE-8	13,800,000	0.099%	13,607
Wildgrass Metropolitan District	10,485,000	100.000%	10,485,000
Total Overlapping Debt			\$600,997,885
Direct Debt			
City and County of Broomfield		100.000%	209,682,286
Total Direct Debt			209,682,286
Total Direct and Overlapping Debt			\$810,680,171

Sources: City and County of Broomfield Assessor's office, and individual entities.

Note: Overlapping Debt percentage is calculated using the assessed value of the district's overlapping area divided by the total assessed value of the district.

City & County of Broomfield, Colorado

Table 14

Legal Debt Margin Information

Last Ten Fiscal Years

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2015</u>
Debt Limit	\$96,907,367	\$101,114,737	\$101,884,694	\$101,465,094	\$98,191,558	\$98,659,639	\$115,775,904	\$113,854,279	\$129,386,536	\$130,719,374
Total net debt applicable to limit	1,955,000	1,330,000	680							
Legal debt margin	\$94,952,367	\$99,784,737	\$101,884,014	\$101,465,094	\$98,191,558	\$98,659,639	\$115,775,904	\$113,854,279	\$129,386,536	\$130,719,374

Total net debt applicable to the limit as a percentage debt limit	2.02%	1.32%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
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City and County of Broomfield, Colorado

Table 15

Computation of Legal Debt Margin

December 31, 2016

(Unaudited)

Applicable Bonded Indebtedness to Total Debt Limitations As Set Forth in Chapter 14, Section 14.7, of the City Charter

2016 Assessed Valuation	<u>\$1,307,193,740</u>
Maximum Allowable Bonded Indebtedness per City Charter (10%)	130,719,374
Total Debt Outstanding Subject to 10 Percent Charter Limitation:	
Maximum Debt Expansion Permitted by City Charter	<u>\$130,719,374</u>

Applicable Bonded Indebtedness to 2% Debt Provision As Set Forth in Section 14.3, Subsection (c), of City Charter

The City Charter, in Section 14.3, Subsection (c), allows, on a 2/3 vote of the City Council, issuance of general obligation bonds up to a maximum of 2% of the assessed valuation. This provision is subject to the 10% overall debt limitation referred to in Section 14.7. A comparison of the maximum bonding capability authorized by Section 14.3, Subsection (c) is as follows:

2016 Assessed Valuation	<u>\$1,307,193,740</u>
Bonded Indebtedness Permitted per 2% Clause	26,143,875
Debt Outstanding Issued Under 2% Clause	
Maximum Debt Expansion under the 2% Provision Permitted by City Charter	<u>\$26,143,875</u>

City and County of Broomfield, Colorado

Revenue Bond Coverage
Water and Sewer Bonds
(includes license fees)
Last Ten Fiscal Years

December 31, 2016

(Unaudited)

Water							
<u>Fiscal Year</u>	<u>Gross Revenue (1)</u>	<u>Direct Operating Expenses (2)</u>	<u>Net Revenue Available for Debt Service</u>	<u>-----Debt Service Requirements -----</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest (3)</u>	<u>Total</u>	
2007	\$32,945,427	\$10,768,030	\$22,177,397	\$2,970,000	\$3,285,716	\$6,255,716	3.55
2008	30,631,502	11,200,489	19,431,013	3,095,000	3,163,956	6,258,956	3.10
2009	18,207,129	11,193,130	7,013,999	3,235,000	3,036,836	6,271,836	1.12
2010	20,014,270	11,655,010	8,359,260	3,380,000	2,895,351	6,275,351	1.33
2011	19,300,521	12,073,682	7,226,839	3,535,000	2,747,351	6,282,351	1.15
2012	34,976,443	13,231,936	21,744,507	4,480,000	1,239,462	5,719,462	3.80
2013	28,852,717	12,208,206	16,644,511	3,760,000	1,966,650	5,726,650	2.91
2014	32,115,286	14,978,006	17,137,280	3,915,000	1,816,250	5,731,250	2.99
2015	30,077,906	14,592,722	15,485,184	4,075,000	1,659,650	5,734,650	2.70
2016	33,579,623	19,433,055	14,146,568	4,230,000	1,496,650	5,726,650	2.47

Table 16

Sewer							
<u>Fiscal Year</u>	<u>Gross Revenue (1)</u>	<u>Direct Operating Expenses (2)</u>	<u>Net Revenue Available for Debt Service</u>	<u>-----Debt Service Requirements -----</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest (3)</u>	<u>Total</u>	
2007	\$18,051,435	\$5,315,449	\$12,735,986	\$1,570,000	\$2,738,498	\$4,308,498	2.96
2008	17,999,756	4,959,759	13,039,997	1,640,000	2,672,163	4,312,163	3.02
2009	10,007,771	4,781,790	5,225,981	1,705,000	2,602,462	4,307,462	1.21
2010	10,563,906	5,284,512	5,279,394	1,785,000	2,529,145	4,314,145	1.22
2011	10,312,598	5,438,449	4,874,149	1,865,000	2,452,745	4,317,745	1.13
2012	24,568,571	5,330,805	19,237,766	3,570,000	1,623,899	5,193,899	3.70 (4)
2013	22,575,720	5,707,318	16,868,402	1,865,000	1,649,113	3,514,113	4.80
2014	19,171,024	5,900,036	13,270,988	1,930,000	1,593,163	3,523,163	3.77
2015	20,950,423	6,765,167	14,185,256	2,005,000	1,515,963	3,520,963	4.03
2016	21,085,269	6,645,601	14,439,668	2,085,000	1,435,763	3,520,763	4.10

(1) Operating and non-operating revenues with license fees included and bond proceeds excluded.

(2) Expenses less depreciation and amortization, plus losses on disposal of capital assets and payments to subgrantees.

(3) Interest per debt service schedules paid to bondholders during calendar year, does not include accrued interest.

(4) Principal payments include a voluntary call of \$1,635,000 due 12/12 through 12/17 for the 1998B Revenue Bonds. Without call, coverage would have been 5.41.

NOTE: All water and sewer bond issues are considered revenue bonds by the City. General obligation bonds of these funds are not supported by a mill levy.

City and County of Broomfield, Colorado

Revenue Bond Coverage
Water and Sewer Bonds
(excludes license fees)
Last Ten Fiscal Years

December 31, 2016

(Unaudited)

Water							
<u>Fiscal Year</u>	<u>Gross Revenue (1)</u>	<u>Direct Operating Expenses (2)</u>	<u>Net Revenue Available for Debt Service</u>	<u>-----Debt Service Requirements -----</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest (3)</u>	<u>Total</u>	
2007	\$15,665,231	\$10,768,030	\$4,897,201	\$2,970,000	\$3,285,716	\$6,255,716	0.78
2008	15,966,704	11,200,489	4,766,215	3,095,000	3,163,956	6,258,956	0.76
2009	12,521,265	11,193,130	1,328,135	3,235,000	3,036,836	6,271,836	0.21
2010	15,308,810	11,655,010	3,653,800	3,380,000	2,895,351	6,275,351	0.58
2011	14,280,149	12,073,682	2,206,467	3,535,000	2,747,351	6,282,351	0.35
2012	14,857,813	13,231,936	1,625,877	4,480,000	1,239,462	5,719,462	0.28
2013	14,151,859	12,208,206	1,943,653	3,760,000	1,966,650	5,726,650	0.34
2014	15,024,327	14,978,006	46,321	3,915,000	1,816,250	5,731,250	0.01
2015	15,357,891	15,090,276	267,615	4,075,000	1,659,650	5,734,650	0.05
2016	16,496,039	19,930,609	-3,434,570	4,230,000	1,496,650	5,726,650	(0.60)

Table 17

Sewer							
<u>Fiscal Year</u>	<u>Gross Revenue (1)</u>	<u>Direct Operating Expenses (2)</u>	<u>Net Revenue Available for Debt Service</u>	<u>-----Debt Service Requirements -----</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest (3)</u>	<u>Total</u>	
2007	\$9,768,255	\$5,315,449	\$4,452,806	\$1,570,000	\$2,738,498	\$4,308,498	1.03
2008	9,420,779	4,959,759	4,461,020	1,640,000	2,672,163	4,312,163	1.03
2009	7,884,969	4,781,790	3,103,179	1,705,000	2,602,462	4,307,462	0.72
2010	8,732,045	5,284,511	3,447,534	1,785,000	2,529,145	4,314,145	0.80
2011	8,443,869	5,438,449	3,005,420	1,865,000	2,452,745	4,317,745	0.70
2012	8,194,441	5,330,805	2,863,636	3,570,000	1,623,899	5,193,899	0.55 (4)
2013	9,923,474	5,707,318	4,216,156	1,865,000	1,649,113	3,514,113	1.20
2014	10,339,171	5,900,036	4,439,135	1,930,000	1,593,163	3,523,163	1.26
2015	10,362,142	6,361,178	4,000,964	2,005,000	1,515,963	3,520,963	1.14
2016	10,643,401	6,849,403	3,793,998	2,085,000	1,435,763	3,520,763	1.08

(1) Operating and non-operating revenues.

(2) Expenses less depreciation and amortization, plus losses on disposal of capital assets and payments to subgrantees.

(3) Interest per debt service schedules paid to bondholders during calendar year, does not include accrued interest.

(4) Principal payments include a voluntary call of \$1,635,000 due 12/12 through 12/17 for the 1998B Revenue Bonds. Without call, coverage would have been 0.80.

NOTE: All water and sewer bond issues are considered revenue bonds by the City. General obligation bonds of these funds are not supported by a mill levy.

City and County of Broomfield, Colorado

Table 18

Demographic Statistics

2007 - 2016

(Unaudited)

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Income</u>	<u>Median Age</u>	<u>Education Level Years of Formal Schooling</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2007	53,693	\$1,538,895,073	\$28,661	33.9	14.4	13,055	3.8
2008	54,586	1,723,170,848	31,568	34.2	14.4	14,532	4.8
2009	55,284	1,852,014,000	33,500	34.4	14.7	14,725	8.1
2010	56,543	1,937,615,524	34,268	35.0	14.59	14,576	8.9
2011	57,336	2,054,692,896	35,836	35.5	14.63	14,725	8.5
2012	57,865	2,128,448,295	36,783	36.4	14.75	15,611	7.8
2013	60,885	2,239,532,955	36,783	36.4	14.8	16,180	6.8
2014	63,860	2,348,962,380	36,783	35.9	14.84	16,998	4.2
2015	65,907	2,424,257,181	36,783	36.4	14.75	17,011	4.3
2016	67,093	2,467,881,819	36,783	36.4	14.75	17,011	2.5

Sources: Office of State Planning and Budgeting
 2017 Broomfield Budget Book
 Colorado Department of Labor & Employment - Labor Market Information (LMI) System

City and County of Broomfield, Colorado

Table 19

Principal Employers
Current Year and Ten Years Ago

Employer	2016			2007		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Level 3 Communications	2,360	1	6.3%	2,400	2	9.7%
Oracle Corporation *	2,000	2	5.4%	3,380	1	13.7%
Urban Lending Solutions	740	3	2.0%			
Hunter Douglas	910	4	2.4%	978	4	4.0%
SCL Health Care	920	5	2.5%			
City and County of Broomfield	779	6	2.1%	564	7	2.3%
Staples Advantage **	700	7	1.9%	1,000	3	4.0%
Vail Resorts, Inc.	680	8	1.8%			
Ball Corporation	700	8	1.9%	649	5	2.6%
TransFirst Holdings	660	10	1.8%			
Sandoz Inc.				600	6	2.4%
White Wave Foods				475	8	1.9%
Wal-mart				450	9	1.8%
Bestop				433	10	1.8%
McKesson HBOC				428	11	1.7%
	<u>10,449</u>		<u>28.1%</u>	<u>11,357</u>		<u>46.0%</u>
Total Employment	37,190			24,697		

Sources: City and County of Broomfield Economic Development

Notes:

* formerly Sun Microsystems
** formerly Corporate Express

City and County of Broomfield, Colorado

Table 20

Construction Values
Last Ten Fiscal Years

December 31, 2016

(Unaudited)
(Amounts Expressed in Thousands)

Fiscal Year	Property-Assessed Value				Commercial Construction (1)		Residential Construction (1)	
	Commercial	Residential	Other (2)	Total	Commercial Permits (3)	Value of Construction (3)	Residential Permits (3)	Value of Construction (3)
2007	\$371,449	\$401,025	\$202,780	\$975,254	154	\$133,954	2,819	\$191,025
2008	385,083	422,399	200,052	1,007,534	245	86,304	1,847	136,154
2009	394,234	424,223	206,687	1,025,144	274	84,654	2,112	59,827
2010	409,184	431,983	193,906	1,035,073	284	34,164	5,042	95,318
2011	379,695	431,159	186,864	997,718	316	43,978	2,920	88,983
2012	369,634	437,953	192,739	1,000,326	327	34,669	3,209	247,593
2013	445,732	458,302	193,872	1,097,906	319	31,208	2,949	188,147
2014	479,309	413,411	186,318	1,079,038	286	40,001	3,645	243,832
2015	472,848	479,377	186,318	1,138,543	313	80,888	3,556	202,425
2016	505,866	608,794	192,534	1,307,494	301	90,361	3,838	239,317

(1) Data compiled by the Broomfield Building Department. Includes value of permits issued for new construction as well as

(2) Other includes: agricultural, industrial, utilities, natural resources, and vacant land.

(3) New software was implemented in 2008 which changed the basis for these statistics.

City & County of Broomfield, Colorado

Full-Time Equivalent City and County Government Employees by Function/Program

Table 21

Last Ten Fiscal Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
	Full - time Equivalent Employees as of December 31,									
General Government										
Records - City Clerk	4.84	4.84	4.84	4.84	4.84	4.84	4.60	4.60	4.60	4.60
County Clerk and Recording	2.00	2.00	2.00	2.00	2.00	2.00	1.00	3.00	3.00	3.00
Elections - Administration	1.00	1.00	1.00	1.00	1.00	1.00	2.00	3.00	3.00	3.00
County Clerk - Motor Vehicles	6.00	6.00	6.00	6.00	6.00	7.00	7.00	7.00	7.00	7.00
Central Records Office	5.00	5.00	5.00	5.00	5.00	4.80	4.80	-	-	-
Executive - Management	5.80	5.80	5.80	5.80	5.80	6.80	6.80	6.80	6.70	6.70
Citizens' Assistance Center	3.00	3.00	3.00	3.00	3.00	3.00	3.00	5.00	5.00	5.00
Communications	3.00	3.00	3.00	3.00	3.00	3.00	3.00	5.00	5.00	5.75
Project Administration	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
Economic Development										
Internal Audit										
Legal	3.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35
Human Resources	7.80	7.10	7.10	6.92	6.92	6.92	6.92	6.92	7.72	7.72
Municipal Court	4.40	4.40	4.60	4.60	5.10	4.65	4.65	4.65	4.65	4.65
Court - 17th Judicial District	5.25	5.25	4.75	4.75	4.75	-	-	-	-	-
Housing Authority	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Assessor										
Total General Government	53.44	62.74	62.44	63.26	63.76	60.36	61.12	63.32	64.02	64.77
Finance										
Fiscal and Treasury	13.79	13.79	13.79	12.99	12.91	12.46	12.46	13.46	13.66	13.17
Revenue Management	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Budget & Compliance	4.00	4.00	4.00	4.80	4.60	4.23	4.23	4.30	4.40	4.60
Risk Management						0.35	0.35	1.35	1.35	1.26
Centralized Purchasing	1.54	1.54	1.54	1.54	1.82	2.29	2.29	2.29	2.29	3.67
Revenue Collection	4.75	4.25	4.25	4.25	4.00	4.00	4.00	4.00	4.00	4.00
Assessor	9.00									
Water Billing	4.45	4.07	4.07	4.07	4.26	4.35	4.35	4.35	4.05	3.98
Sewer Billing	1.48	1.36	1.36	1.36	1.42	1.45	1.45	1.45	1.35	1.32
Total Finance	41.01	31.01	31.01	31.01	31.01	31.13	31.13	33.20	33.10	34.00
Information Technology										
Information Technology	17.00	17.00	17.00	17.00	15.00	15.00	18.00	19.50	19.50	24.50
Total Information Technology	17.00	17.00	17.00	17.00	15.00	15.00	18.00	19.50	19.50	24.50

City & County of Broomfield, Colorado

Full-Time Equivalent City and County Government Employees by Function/Program

Table 21
continued

Last Ten Fiscal Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
	Full - time Equivalent Employees as of December 31,									
Community Development										
Administration	3.60	3.60	3.60	3.50	3.50	2.50	3.50	3.63	3.80	3.80
Planning	6.30	6.10	6.10	5.10	5.10	6.30	6.10	6.30	6.30	6.30
Engineering	10.10	10.10	10.10	8.10	7.10	8.50	8.70	9.62	9.63	10.88
Building Inspections	14.60	13.60	13.60	9.60	8.60	9.60	12.00	10.00	10.00	11.50
Commercial Inspections	4.60	4.60	4.60	3.60	3.60					
Code Enforcement	4.00	4.00	4.00	5.00	4.00	4.00	4.00	4.00	4.00	4.00
Capital Improvements Program	5.10	6.10	6.10	5.90	5.90	5.90	5.90	6.90	6.90	6.90
Engineering/GIS	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Graphic Information Services	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Total Community Development	52.80	52.60	52.60	45.30	42.30	41.30	44.70	44.95	45.13	47.88
Human Services										
HS Operations & Administration	8.47	9.78	8.00	7.25	7.58	7.76	8.02	7.21	7.21	6.73
HS Support	2.65	2.65	2.65	2.65	2.65	2.65	2.65	2.65	2.65	2.65
Child Welfare	19.95	21.10	21.15	21.15	20.33	20.44	19.86	19.50	20.50	21.00
Child Care Assistance	4.45	1.35	1.35	1.35	1.14	1.27	1.28	1.14	1.14	1.23
Public Assistance					9.89	10.06	11.49	14.87	14.37	19.11
Adult/Elderly Services	9.65	9.75	10.80	11.80	1.00	1.00	1.00	1.00	1.00	1.05
Child Support Enforcement	3.65	3.40	3.90	3.90	3.23	3.83	3.99	4.23	4.73	3.87
TANF Administration	2.30	3.30	3.30	3.30	4.69	4.04	3.84	3.85	3.85	2.45
Work Force Center	3.31	9.09	10.37	10.35	10.25	11.14	11.02	11.39	11.39	11.64
Senior Citizens' Programs	8.05	8.35	8.35	8.35	8.85	9.37	9.17	9.90	9.90	10.08
Total Human Services	54.01	58.99	61.87	62.85	62.03	63.80	64.30	68.53	76.74	79.81
Community Resources										
Cultural Affairs	3.20	3.45	3.45	3.45	3.60	3.90	3.90	4.05	4.05	4.05
Museum Director				0.80	0.80	0.80	0.80	0.80	0.80	0.80
Open Space Operations	2.05	2.05	2.15	2.15	2.15	2.15	2.15	2.15	2.15	2.15
Public Library	29.89	29.64	29.54	29.09	27.59	27.59	27.59	28.54	28.54	28.49
Cemetery - Operations	0.15	0.15	0.15	0.15	0.20	0.20	0.25	0.20	0.15	0.20
Recreation Administration	1.10	1.10	1.15	1.20	1.20	1.20	1.20	1.20	1.20	1.20
Recreation Facilities and Programs	81.83	81.53	81.48	80.63	73.97	73.97	73.92	73.97	74.02	74.07
Total Community Resources	118.22	117.92	117.92	117.47	109.51	109.81	109.81	110.91	110.91	110.96

City & County of Broomfield, Colorado

Full-Time Equivalent City and County Government Employees by Function/Program

Table 21
continued

Function/Program	Last Ten Fiscal Years									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
	Full - time Equivalent Employees as of December 31,									
Public Works										
Administration	1.75	2.75	2.75	1.75	1.75	1.75	2.75	1.75	1.75	1.75
Fleet Maintenance	9.30	9.80	10.00	10.00	10.00	9.00	8.70	9.50	9.50	9.50
Park Maintenance	34.00	34.00	34.20	34.20	33.20	32.20	31.20	34.20	34.20	34.20
Cemetery - Maintenance	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Facility Maintenance	26.30	25.80	26.00	26.30	28.40	29.90	30.05	31.85	31.85	32.55
Streets - Maintenance	7.62	7.62	7.82	7.82	6.88	6.88	6.83	6.83	7.77	8.71
Streets - Snow and Ice Control	1.14	1.14	1.14	1.08	0.96	0.96	0.96	0.96	0.96	1.14
Streets - Traffic Control	6.88	6.88	6.88	5.94	5.94	5.94	5.94	5.94	5.94	6.88
Streets - Cleaning	3.36	3.36	3.36	3.36	2.42	2.42	2.42	2.42	1.48	1.48
Water - Supply	1.30	1.30	1.30	1.30	1.30	1.30	2.30	2.30	2.30	2.30
Water - Treatment Plant	11.20	11.20	11.20	10.40	10.40	10.40	9.40	9.40	9.40	9.40
Water - Systems Maintenance	11.00	11.00	10.10	9.35	9.35	10.10	10.95	11.45	11.70	12.70
Water - Environmental Monitoring	7.55	7.75	7.75	7.75	7.75	7.75	7.75	7.75	7.75	7.75
Sewer - System Operations/Maintenance	8.00	8.00	8.10	8.85	8.35	8.10	7.45	7.95	7.70	7.70
Sewer - Treatment Plant	11.00	11.00	11.00	11.00	11.80	11.80	11.80	11.80	11.80	11.00
Sewer - Industrial Pretreatment	3.80	3.30	3.30	3.30	2.00	2.00	2.50	2.50	2.50	2.50
Sewer - Laboratory Operations	5.05	5.05	5.05	5.05	5.05	5.05	5.05	5.05	5.05	5.05
Stormwater	1.00	3.30	3.30	3.30	2.80	3.00	2.50	2.50	2.50	4.24
Water Reclamation	1.30	1.30	1.30	1.30	1.30	1.30	1.30	1.30	1.30	1.30
Total Public Works	152.55	155.55	155.55	153.05	150.65	150.85	150.85	156.45	156.45	161.15

City & County of Broomfield, Colorado

Full-Time Equivalent City and County Government Employees by Function/Program

Table 21
continued

Function/Program	Last Ten Fiscal Years									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Full - time Equivalent Employees as of December 31,										
Public Safety - Police										
Administration	5.80	5.80	5.80	5.80	7.80	6.80	6.80	6.80	6.80	7.80
Investigations	16.00	17.00	17.00	19.00	19.00	18.00	18.00	18.00	18.00	18.00
Patrol -City	55.55	55.55	55.55	56.55	53.55	57.55	57.55	56.55	57.55	55.55
Police Training - County	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Records and Communications	18.00	18.00	18.00	18.00	17.00	17.00	17.00	17.00	17.00	17.00
Community Resources	9.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Traffic	7.00	7.00	7.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00
North Metro Fire Communication	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Flatiron Services Unit	10.00	10.00	10.00	8.00	7.00	2.00	3.00	4.00	4.00	5.00
Northwest Parkway	4.00	4.00	4.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
North Metro Drug Task Force	3.00	3.00	3.00	2.00	2.00	4.00	4.00	4.00	3.00	4.00
Animal Control		3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Event Center					1.00	1.00	1.00	1.00	1.00	1.00
Detention Administration	6.00	6.00	6.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
Detention Operations	33.00	33.00	33.00	33.00	35.00	35.00	34.00	35.00	46.00	41.00
Court Security	6.80	6.80	6.80	8.80	8.80	7.00	7.00	7.00	7.00	7.00
Transport	3.00	3.00	3.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00
Detention Center - Building Maint.	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Police Emergency Services	4.00	4.00	4.00	3.00	2.00	2.00	2.00	2.00	2.00	2.00
Police - Civil Process	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Property/ Evidence						3.00	3.00	3.00	3.00	3.00
Alternative Sentencing Unit										5.00
Total Public Safety - Police	198.15	198.15	198.15	200.15	200.15	200.35	200.35	201.35	212.35	213.35
Public Health										
Public Health - Administration	7.90	0.85	0.95	0.92	0.81	0.97	2.15	1.96	2.46	3.07
Public Health - Reproductive Health	1.15	1.15	1.15	1.15	1.65	2.15	2.20	2.15	2.15	2.15
Public Health - Women, Infants & Children	1.25	1.45	1.55	2.30	2.15	1.80	1.85	1.50	1.50	1.50
Public Health - Immunization	3.35	5.30	5.30	5.30	4.70	4.20	4.60	4.65	4.65	4.65
Public Health - Environmental	7.10	5.50	5.50	5.50	5.60	5.70	5.10	5.10	5.10	5.10
Public Health - Health Promotions	2.90	4.35	4.25	4.25	2.15	2.40	1.30	1.15	1.65	4.15
Public Health - Vital Statistics	2.98	1.04	1.12	1.12	0.96	0.37	0.25	0.25	0.25	0.25
Public Health - CSU Extension	0.57	0.57	0.57	0.57	0.53	0.53	0.53	0.53	0.53	0.51
Public Health - Child Sp Needs	1.12	1.12	1.12	1.12	1.12	1.12	1.00	1.00	1.00	1.00
Total Public Health	28.32	21.33	21.51	22.23	19.67	19.24	18.98	18.29	19.29	22.38
Total Integrated City & County	715.50	715.29	718.05	712.32	694.08	691.84	695.48	716.50	737.49	758.80

City & County of Broomfield, Colorado

Operating Indicators by Function/Program

Table 22

Last Ten Fiscal Years										
Function/Program	Fiscal Year									
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
General Government										
Number of Documents Recorded	16,303	14,603	15,500	14,500	15,000	14,750	17,800	18,000	16,532	17,200
Number of New Voter Registrations	3,657	4,506	2,500	4,000	1,450	3,639	1,682	2,769	2,483	NA
Number of Vehicle Registrations Transactions	48,965	51,186	52,150	54,000	56,970	57,820	57,637	58,213	84,618	93,500
Number of Positions Recruited	675	640	475	575	535	585	585	550	361	360
Number of Property Appraisals	21,432	20,466	23,722	1,800	23,200	2,665	23,000	1,100	29,339	3,000
Number of Purchase Orders Processed	1,727	1,647	1,600	1,550	1,500	1,800	1,850	1,189	1,017	1,191
Number of Auditorium Patrons	36,921	44,366	44,000	46,000	43,500	43,860	42,668	41,744	38,226	39,509
Number of Annual Library Visits	293,246	317,420	343,000	350,250	360,000	339,000	340,000	340,500	330,684	319,377
Number of Items Circulated	550,517	608,008	668,000	698,000	708,450	707,000	783,000	790,000	758,003	726,123
Number of Cardholders	39,029	39,848	40,357	43,398	44,711	47,039	43,399	47,895	53,942	47,780
Public Safety										
Number of Calls for Service	29,577	29,302	29,387	28,392	28,128	27,584	27,584	28,015	28,015	NA
Number of Arrests	4,176	3,871	3,879	3,652	3,295	3,360	3,360	3,156	3,159	90,843
Total Miles Patrolled	672,075	701,426	700,486	668,365	658,877	721,859	721,859	721,859	559,650	578,087
Total Number of Traffic Violations	11,550	10,679	11,890	10,510	9,288	7,700	10,705	11,296	8,411	11,057
Number of 911 Calls	22,256	21,149	22,448	22,636	22,592	23,005	23,005	22,265	22,265	22,095
Number of Fire/EMS Calls for Service	3,650	3,762	3,894	3,749	4,140	4,338	4,338	4,424	4,424	5,405
Total Number of Bookings	3,059	2,896	2,959	2,789	2,817	2,304	2,304	2,337	2,276	2,086
Community Development										
Number of Building Permits Reviewed	827	411	300	400	500	400	400	400	812	912
Number of Public Improvement Permits - Grading and over-ex Issued	254	320	275	275	300	300	320	320	461	329
Number of Inspections for New Buildings	16,319	12,448	8,859	5,052	5,781	6,600	8,650	9,408	9,391	11,577
Public Works										
Number of Vehicles & Equipment Maintained	387	396	399	399	405	417	421	421	426	432
Number of Acres Maintained	4,378	4,398	4,403	4,874	4,958	5,005	5,019	5,119	5,229	5,236
Number of Street Miles Maintained	208	210	220	240	243	245	248	254	262	268
Parks & Recreation										
Number of Recreation Center Patrons	374,830	382,457	320,000	340,920	356,000	375,000	400,000	405,000	462,200	459,700
Number of Community Center Patrons	54,207	58,777	54,693	58,000	62,500	66,000	66,000	67,000	71,400	75,100
Number of Aquatic Center Patrons	56,988	61,689	63,000	63,000	67,000	70,000	76,000	76,000	73,800	86,000

City & County of Broomfield, Colorado

Operating Indicators by Function/Program

Table 22
continued

Last Ten Fiscal Years

Function/Program	Fiscal Year									
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Facility Maintenance										
Number of Facilities Maintained	24	24	24	27	27	27	27	27	27	28
Sq. Footage of Facilities Maintained	470,435	470,435	470,435	498,429	498,429	498,361	498,429	498,361	498,361	1,005,752
Health and Human Services										
Number of Households Served - Benefit Programs	1,732	3,643	4,007	4,200	4,100	4,200	4,200	4,250	5,395	5,619
Number of Individuals Served	3,696	9,864	10,850	11,050	11,300	11,100	11,100	11,100	14,205	15,498
Number of Calls Regarding Abuse/Neglect	738	780	812	790	780	800	810	764	817	926
Number of Disease Investigations	75	62	90	40	75	120	130	144	1,487	135
Number of Birth/Death Certificates Issued	8,636	7,801	8,250	7,875	7,530	7,760	7,800	6,280	5,344	4,420
Water										
Water Treated Annually (AF)	6,540	6,371	8,220	7,241	7,765	7,700	6,278	5,732	5,902	7418
Number of Acre Feet of Water Used	11,363	11,332	13,021	12,465	12,475	13,140	13,100	13,755	13,755	12162
Number of Water Line Breaks Repaired	26	20	20	20	15	15	15	15	15	24
Number of Meters Installed and Replaced	693	944	985	985	900	900	900	900	750	1225
Number of Customer Service Calls	2,662	2,703	2,700	2,750	2,000	2,000	2,050	2,050	1,750	1237
Mandated Tests Performed	4,879	4,979	4,856	4,270	4,200	4,200	4,021	4,150	3,943	NA
Safe Drinking Water Act (SDWA) tests performed										3172
Sewer										
Number of Acres Feet Treated	5,737	5,205	5,376	5,824	6,329	6,497	6,497	6,627	6,732	7186
Miles of Sewer Lines Cleaned	102	109	106	107	110	115	120	120	127	130
Miles of Sewer Lines Video Inspected	47	29	34	35	37	40	40	49	60	63
Number of Sewer Line Back-ups Repaired	1	1	6	4	5	5	5	2	10	8
Mandated Tests Performed	9,127	8,600	8,600	8,600	6,300	4,500	5,500	5,500	5,500	5783
Water Reclamation										
Acre Feet of Raw Water Delivered	1,380	1,847	1,250	1,500	1,540	1,460	2,000	1,250	1,250	976
Acre Feet of Recycled Water Delivered	536	325	1,000	551	770	988	1,534	1,688	1,688	1781
Number of Recycled Water Quality Tests	1,513	2,664	1,790	2,476	2,476	2,800	2,909	875	2,900	1796

Source: City and County Budget Office - Service Efforts and Accomplishments Reports.

City & County of Broomfield, Colorado

Table 23

Capital Asset Statistics by Function/Program

Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Government										
Buildings	7	7	7	7	7	7	7	7	9	10
Public Libraries	1	1	1	1	1	1	1	1	1	1
Auditoriums	1	1	1	1	1	1	1	1	1	1
Museums	2	2	2	2	2	2	2	2	2	2
Public Safety										
Stations	1	1	1	1	1	1	1	1	1	1
Sub Stations	1	1	3	3	3	3	3	3	3	3
Patrol Units	38	38	38	37	37	38	38	41	39	40
Public Works										
Miles of Streets	208	210	220	240	243	245	248	249	251	268
Streetlights	5,094	5,173	5,578	5,624	5,732	5,809	5,740	5,929	6,007	6,342
Traffic Signals	67	68	71	71	74	73	77	77	78	78
Parks and Recreation										
Community Centers	2	2	2	2	2	2	2	2	2	2
Parks	48	48	54	55	58	58	61	63	67	67
Park Acreage	550	573	524	572	602	769	769	769	801	818
Open Space Acreage	5,091	5,123	5,143	5,273	5,194	5,205	5,207	5,217	5,309	5,405
Swimming Pools	3	3	3	3	3	3	3	3	3	3
Tennis Courts	12	14	14	14	14	14	14	16	16	16
Cemeteries	2	2	2	2	2	2	2	2	2	2
Water										
Miles of water mains	296	308	320	325	355	360	366	366	385	386
Fire Hydrants	2,990	3,050	3,100	3,150	3,175	3,206	3,301	3,368	3,368	3,487
Pump Stations	4	5	5	5	5	5	5	5	5	5
Treatment Plants	1	1	1	1	1	1	1	1	1	1
Storage capacity (gallons)	33,000,000	33,000,000	33,000,000	33,000,000	33,000,000	33,000,000	33,000,000	33,000,000	33,000,000	33,000,000
Wastewater										
Miles of sanitary sewers	210	210	212	215	220	220	239	240	255	255
Miles of storm sewers	72	72	75	75	83	84	92	100	104	104
Treatment Plants	1	1	1	1	1	1	1	1	1	1
Treatment Capacity (gallons)	8,000,000	8,000,000	8,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000
Water Reclamation										
Miles of Reuse Lines	34	36	40	42	42	42	44	44	44	44
Treatment Plants	1	1	1	1	1	1	1	1	1	1

Source: City and County Budget Office

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City of Broomfield

Continuing Disclosure Schedules

For the year ended December 31, 2016



City of Broomfield
Continuing Disclosure Supplemental Schedule
RE: \$49,750,000 Water Revenue Refunding Bonds, Series 2012

Historical Operating Statistics - Water Fund										
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Historical Operating Revenues:										
Charges for Services	\$ 11,913,272	\$ 12,893,262	\$ 11,779,855	\$ 12,568,073	\$ 12,670,114	\$ 13,295,487	\$ 13,234,329	\$ 13,664,705	\$ 14,104,280	\$ 15,325,656
Meter Inspections	269,005	136,361	93,673	105,945	130,908	181,916	215,362	225,622	218,463	219,702
Water tap fees and availability of service charges	17,280,106	14,664,798	5,685,864	4,705,460	5,024,427	20,135,510	14,744,308	16,786,569	14,662,492	16,693,891
Other Revenue	214,673	247,986	169,375	191,016	217,644	482,918	219,296	149,317	232,509	280,824
Total Operating Revenue	\$ 29,677,056	\$ 27,942,407	\$ 17,728,767	\$ 17,570,494	\$ 18,043,093	\$ 34,105,831	\$ 28,413,295	\$ 30,826,213	\$ 29,217,744	\$ 32,520,073
Historical Operating Expenses:										
Personnel Services	\$ 2,507,697	\$ 2,504,347	\$ 2,673,073	\$ 2,591,596	\$ 2,616,109	\$ 2,499,641	\$ 2,758,055	\$ 2,891,663	\$ 2,981,914	\$ 3,157,056
Materials and Supplies	1,005,792	943,009	689,974	972,928	774,200	891,634	904,051	843,643	852,525	912,840
Contractual Services	2,051,735	2,003,594	1,610,472	1,793,535	1,720,016	2,802,146	1,951,727	3,093,627	2,022,438	7,078,117
Utilities	363,625	436,339	356,168	371,060	415,409	472,310	469,580	490,565	513,207	527,481
Services rendered by General Fund	1,337,436	1,457,941	1,443,683	1,412,821	1,335,995	1,521,889	1,446,355	1,610,829	1,724,156	1,885,176
Water Purchases	3,501,745	3,855,259	4,419,760	4,513,080	5,257,803	5,044,316	4,678,439	6,047,679	6,996,036	6,369,939
Total Operating Expenses	\$ 10,768,030	\$ 11,200,489	\$ 11,193,130	\$ 11,655,010	\$ 12,119,532	\$ 13,231,936	\$ 12,208,207	\$ 14,978,006	\$ 15,090,276	\$ 19,930,609
Net Operating Revenue (Loss)	\$ 18,909,026	\$ 16,741,918	\$ 6,535,637	\$ 5,915,484	\$ 5,923,561	\$ 20,873,895	\$ 16,205,088	\$ 15,848,207	\$ 14,127,468	\$ 12,589,464
Non-Operating Revenues:										
Interest Revenue	\$ 3,215,485	\$ 2,612,732	\$ 453,398	\$ 2,441,449	\$ 857,000	\$ 594,924	\$ (28,557)	\$ 952,920	\$ 730,964	\$ 633,448
Other Revenue (1)	52,886	76,363	24,964	2,327	7,954	43,488	5,001	11,428	129,198	426,153
Net Income (Loss)	\$ 22,177,397	\$ 19,431,013	\$ 7,013,999	\$ 8,359,260	\$ 6,788,515	\$ 21,512,307	\$ 16,181,532	\$ 16,812,555	\$ 14,987,630	\$ 13,649,065
Debt Service Requirements (2)										
Coverage Factor	\$ 6,255,716	\$ 6,258,956	\$ 6,271,836	\$ 6,275,351	\$ 6,282,351	\$ 5,719,462	\$ 5,726,650	\$ 5,731,250	\$ 5,734,650	\$ 5,726,650
Cash and Funds Available	3.55	3.10	1.12	1.33	1.08	3.76	2.83	2.93	2.61	2.38
	\$ 62,686,840	\$ 57,079,514	\$ 55,277,794	\$ 55,772,380	\$ 55,546,261	\$ 71,119,666	\$ 80,480,289	\$ 89,914,842	\$ 92,248,212	\$ 77,870,700

(1) Includes realized gain on sale of assets. Does not include pass-thru grant revenue.

(2) Does not include a \$9,691,326 payment in 2004 for an early call on the 1989C Capital Appreciation Bonds. Scheduled payment was due in 2009.

City of Broomfield
Continuing Disclosure Supplemental Schedule
RE: \$49,750,000 Water Revenue Refunding Bonds, Series 2012

Water Sales, revenues and Average Charge by Customer Classification										
Classification	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Residential (includes multi-unit apartments, duplexes, townhouses and mobile homes)										
Sales (in 000s of gallons)	2,616,215	2,701,792	2,389,442	2,583,981	2,610,104	2,735,568	2,387,687	2,481,151	2,557,662	2,756,297
Sales Revenue	\$7,142,266	\$7,565,018	\$6,690,437	\$7,235,146	\$7,308,292	\$7,659,592	\$7,163,060	\$7,443,454	\$7,672,985	\$8,406,704
Number of tap equivalents	17,361	17,730	17,876	18,067	18,277	18,435	18,792	19,491	19,935	20,477
Average charge per tap equivalent	\$411	\$427	\$374	\$400	\$400	\$415	\$381	\$382	\$385	\$411
Average charge per thousand gallons	\$2.73	\$2.80	\$2.80	\$2.80	\$2.80	\$2.80	\$3.00	\$3.00	\$3.00	\$3.05
% increase in average charge per 1,000 gallons	4.60%	2.56%	0.00%	0.00%	0.00%	0.00%	7.14%	7.14%	0.00%	1.67%
Industrial and Commercial										
Sales (in 000s of gallons)	395,725	439,937	397,394	426,778	430,424	553,791	500,357	503,715	531,162	585,395
Sales Revenue	\$1,080,329	\$1,231,822	\$1,112,702	\$1,194,978	\$1,205,186	\$1,550,615	\$1,501,071	\$1,511,146	\$1,593,487	\$1,785,455
Number of tap equivalents	2,626	2,887	2,973	2,984	3,014	3,732	3,938	3,957	4,140	4,349
Average charge per tap equivalent	\$411	\$427	\$374	\$400	\$400	\$415	\$381	\$382	\$385	\$411
Average charge per 1,000 gallons	\$2.73	\$2.80	\$2.80	\$2.80	\$2.80	\$2.80	\$3.00	\$3.00	\$3.00	\$3.05
% increase in average charges per 1,000 gallons	4.60%	2.56%	0.00%	0.00%	0.00%	0.00%	7.14%	7.14%	0.00%	1.67%
Other										
Sales (in 000s of gallons)	284,663	300,352	263,058	301,777	301,896	317,406	265,171	269,234	273,151	293,303
Sales Revenue	\$777,129	\$840,984	\$736,562	\$844,975	\$845,310	\$888,737	\$795,514	\$807,701	\$819,452	\$894,575
Number of tap equivalents	1,889	1,971	1,968	2,110	2,114	2,139	2,087	2,115	2,129	2,179
Average charge per tap equivalent	\$411	\$427	\$374	\$400	\$400	\$415	\$381	\$382	\$385	\$411
Average charge per 1,000 gallons	\$2.73	\$2.80	\$2.80	\$2.80	\$2.80	\$2.80	\$3.00	\$3.00	\$3.00	\$3.05
% increase in average charges per 1,000 gallons	4.60%	2.56%	0.00%	0.00%	0.00%	0.00%	7.14%	7.14%	0.00%	1.67%
TOTAL:										
Sales (in 000s of gallons)	3,296,602	3,442,080	3,049,893	3,312,535	3,342,424	3,606,766	3,153,215	3,254,100	3,361,975	3,634,995
Sales Revenue	\$8,999,724	\$9,637,825	\$8,539,701	\$9,275,099	\$9,358,788	\$10,098,944	\$9,459,645	\$9,762,301	\$10,085,924	\$11,086,734
Number of tap equivalents	21,876	22,588	22,817	23,161	23,405	24,306	24,817	25,563	26,204	27,005
Average charge per tap equivalent	\$411	\$427	\$374	\$400	\$400	\$415	\$381	\$382	\$385	\$411
Average charge per 1,000 gallons	\$2.73	\$2.80	\$2.80	\$2.80	\$2.80	\$2.80	\$3.00	\$3.00	\$3.00	\$3.05
% increase in average charges per 1,000 gallons	4.60%	2.56%	0.00%	0.00%	0.00%	0.00%	7.14%	7.14%	0.00%	1.67%

City of Broomfield
Continuing Disclosure Supplemental Schedule
RE: \$49,750,000 Water Revenue Refunding Bonds, Series 2012

Water Bond Revenue Coverage									
Fiscal Year	Gross Revenues (1)	License Fees (2)	Total Gross Revenue (3)	Direct Operating Expenses (4)	Net Revenue Available for Debt Service	Debt Service Requirements		Coverage with license fees	Coverage without license fees
						Principal	Interest (5)		
2007	15,665,321	17,280,106	32,945,427	10,768,030	22,177,397	2,970,000	3,285,716	3.55	0.78
2008	15,966,704	14,211,464	30,178,168	11,200,489	18,977,679	3,095,000	3,163,956	3.03 (6)	0.76
2009	12,521,265	5,685,864	18,207,129	11,193,130	7,013,999	3,235,000	3,036,836	1.12	0.21
2010	15,308,810	4,705,460	20,014,270	11,655,010	8,359,260	3,380,000	2,895,351	1.33	0.58
2011	13,883,620	5,416,901	19,300,521	12,119,532	7,180,989	3,538,000	2,744,351	1.14	0.28
2012	14,857,813	20,118,630	34,976,443	13,231,936	21,744,507	4,480,000	1,239,462	3.80	0.28
2013	13,688,881	15,163,836	28,852,717	12,208,213	16,644,504	3,760,000	1,966,650	2.91	0.26
2014	15,024,327	17,090,959	32,115,286	14,978,006	17,137,280	3,915,000	1,816,250	2.99	0.01
2015	15,357,891	14,720,015	30,077,906	15,090,276	14,987,630	4,075,000	1,659,650	2.61	0.05
2016	16,496,039	16,673,891	33,169,930	19,930,609	13,239,321	4,230,000	1,496,650	2.31	(0.60)

(1) Operating and non-operating revenues.

(2) License fees and developer contributions.

(3) Operating and non-operating revenues with license fees included.

(4) Expenses less depreciation and amortization, plus losses on disposal of fixed assets and payments to subgrantees.

(5) Interest per debt service schedules paid to bondholders during calendar year, does not include accrued interest.

(6) Gross revenues reflects a reduction of \$453,334 for water license fees originally deferred.

City of Broomfield
Continuing Disclosure Supplemental Schedule
RE: \$43,740,000 Sewer and Wastewater Reclamation Revenue Refunding Bonds, Series 2012

Historical Operating Statistics - Sewer Fund											
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	
Historical Operating Revenues:											
Charges for Services	\$ 5,478,733	\$ 5,913,384	\$ 5,900,989	\$ 5,890,966	\$ 5,971,251	\$ 6,016,094	\$ 7,716,711	\$ 8,142,475	\$ 8,070,873	\$ 8,369,208	
Other Revenue	103,490	187,226	194,384	192,131	599,472	464,267	272,129	279,820	496,175	463,185	
Total Operating Revenue	\$ 5,582,223	\$ 6,100,610	\$ 6,095,373	\$ 6,083,097	\$ 6,570,723	\$ 6,480,361	\$ 7,988,840	\$ 8,422,295	\$ 8,567,048	\$ 8,832,393	
Historical Operating Expenses:											
Personnel Services	\$ 2,002,770	\$ 2,108,958	\$ 2,082,452	\$ 2,107,115	\$ 2,172,742	\$ 2,085,523	\$ 2,260,226	\$ 2,369,386	\$ 2,424,639	\$ 2,718,257	
Materials and Supplies	499,175	512,908	505,856	509,822	550,029	555,871	576,949	601,866	618,057	603,508	
Contractual Services	1,498,390	744,086	692,618	1,004,346	1,091,231	928,138	1,141,596	1,038,712	1,376,133	1,509,461	
Utilities	423,906	573,052	490,699	679,172	683,619	691,266	715,363	761,320	774,275	698,430	
Services rendered by General Fund	891,208	1,020,450	1,010,165	984,056	929,923	1,059,055	1,013,184	1,128,752	1,207,190	1,319,747	
Depreciation and Amortization	4,003,735	4,011,086	4,189,880	4,696,458	5,494,973	5,534,430	5,464,311	5,409,068	5,332,905	5,593,077	
Total Operating Expenses	\$ 9,319,184	\$ 8,970,540	\$ 8,971,670	\$ 9,980,969	\$ 10,922,517	\$ 10,854,283	\$ 11,171,629	\$ 11,309,104	\$ 11,733,199	\$ 12,442,480	
Net Operating Revenue (Loss)	\$ (3,736,961)	\$ (2,869,930)	\$ (2,876,297)	\$ (3,897,872)	\$ (4,351,794)	\$ (4,373,922)	\$ (3,182,789)	\$ (2,886,809)	\$ (3,166,151)	\$ (3,610,087)	
Non-Operating Revenues:											
Interest Revenue	\$ 2,711,357	\$ 1,848,688	\$ 297,151	\$ 1,478,812	\$ 403,221	\$ 297,148	\$ (14,279)	\$ 505,075	\$ 393,776	\$ 406,875	
Interest Expenses and Fiscal Charges	(2,800,139)	(2,732,428)	(2,651,030)	(2,571,096)	(2,490,160)	(1,602,181)	(2,412,799)	(1,464,318)	(1,386,869)	(1,304,665)	
Other Revenue (1)	2,196	(305)	73		(10,905)	(10,952)	11,442	4,721	(39,116)	(3,682)	
Total Non-Operating Expenses	\$ (86,586)	\$ (884,045)	\$ (2,353,806)	\$ (1,092,284)	\$ (2,097,844)	\$ (1,315,985)	\$ (2,415,636)	\$ (954,522)	\$ (1,032,209)	\$ (901,472)	
Net Income (Loss)	\$ (3,823,547)	\$ (3,753,975)	\$ (5,230,103)	\$ (4,990,156)	\$ (6,449,638)	\$ (5,689,907)	\$ (5,598,425)	\$ (3,841,331)	\$ (4,198,360)	\$ (4,511,559)	

(1) Includes realized gain on sale of assets. Does not include pass-thru grant revenue.

City of Broomfield
Continuing Disclosure Supplemental Schedule
RE: \$43,740,000 Sewer and Wastewater Reclamation Revenue Refunding Bonds, Series 2012

Sewer Usage, Revenues and Average Charge by Customer Classification										
Classification	2007	2008	2009	2010	2011	2012	2013	2014	2015	2015
Residential (includes multi-unit apartments, duplexes, townhouses and mobile homes)										
Sewer Usage (in Thousands of Gallons)	1,359,738	1,415,708	1,433,753	1,438,453	1,456,416	1,362,604	1,453,065	1,533,969	1,493,969	1,532,417
Monthly Service Charge Revenue	\$3,644,097	\$3,907,354	\$3,957,159	\$3,970,131	\$4,019,709	\$3,760,786	\$4,533,563	\$4,785,983	\$4,661,183	\$4,857,762
Number of Equivalent Residential Taps	19,415	20,080	20,241	20,448	20,671	20,843	21,564	22,185	22,567	23,083
Average charge per ERT	\$188	\$195	\$196	\$194	\$194	\$180	\$210	\$216	\$207	\$210
Average charge per 1,000 Gallons	\$2.68	\$2.76	\$2.76	\$2.76	\$2.76	\$2.76	\$3.12	\$3.12	\$3.12	\$3.17
Industrial and Commercial										
Sewer Usage (in Thousands of Gallons)	227,755	254,165	262,228	261,128	263,016	355,442	414,680	426,621	432,428	452,429
Monthly Service Charge Revenue (1)	\$610,384	\$701,495	\$723,749	\$720,712	\$725,924	\$981,020	\$1,293,802	\$1,331,058	\$1,349,176	\$1,434,200
Number of Equivalent Residential Taps	3,252	3,605	3,702	3,712	3,733	5,437	6,154	6,170	6,532	6,815
Average charge per ERT	\$188	\$195	\$196	\$194	\$194	\$180	\$210	\$216	\$207	\$210
Average charge per 1,000 Gallons	\$2.68	\$2.76	\$2.76	\$2.76	\$2.76	\$2.76	\$3.12	\$3.12	\$3.12	\$3.17
Other										
Sewer Usage (in Thousands of Gallons)	17,299	17,414	17,638	17,516	17,544	16,278	16,779	17,217	16,484	16,530
Monthly Service Charge Revenue	\$46,361	\$48,064	\$48,680	\$48,345	\$48,421	\$44,928	\$52,349	\$53,717	\$51,431	\$52,401
Number of Equivalent Residential Taps	247	247	249	249	249	249	249	249	249	249
Average charge per ERT	\$188	\$195	\$196	\$194	\$194	\$180	\$210	\$216	\$207	\$210
Average charge per 1,000 Gallons	\$2.68	\$2.76	\$2.76	\$2.76	\$2.76	\$2.76	\$3.12	\$3.12	\$3.12	\$3.17
TOTAL:										
Sewer Usage (in Thousands of Gallons)	1,604,792	1,687,287	1,713,619	1,717,097	1,736,976	1,734,324	1,884,524	1,977,807	1,942,881	2,001,377
Monthly Service Charge Revenue	\$4,300,842	\$4,656,912	\$4,729,588	\$4,739,188	\$4,794,054	\$4,786,734	\$5,879,714	\$6,170,757	\$6,061,789	\$6,344,364
Number of Equivalent Residential Taps	22,914	23,932	24,192	24,409	24,653	26,529	27,967	28,604	29,348	30,147
Average charge per ERT	\$188	\$195	\$196	\$194	\$194	\$180	\$210	\$216	\$207	\$210
Average charge per 1,000 Gallons	\$2.68	\$2.76	\$2.76	\$2.76	\$2.76	\$2.76	\$3.12	\$3.12	\$3.12	\$3.17
% increase in average charges per 1,000 gallons	3.08%	2.90%	0.00%	0.00%	0.00%	0.00%	11.54%	0.00%	0.00%	1.60%

(1) Monthly service charge revenue for industrial and commercial accounts does not include sewer surcharge revenue for removal of excess TSS and BOD

City of Broomfield
Continuing Disclosure Supplemental Schedule
RE: \$43,740,000 Sewer and Wastewater Reclamation Revenue Refunding Bonds, Series 2012

Sewer Bond Revenue Coverage							
Fiscal Year	Gross Revenues (1)	Direct Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest (3)	Total	
2007	18,051,435	5,315,449	12,735,986	1,570,000	2,738,498	4,308,498	2.96
2008	17,999,756	4,959,759	13,039,997	1,640,000	2,672,163	4,312,163	3.02
2009	10,007,771	4,781,790	5,225,981	1,705,000	2,602,462	4,307,462	1.21
2010	10,563,906	5,284,511	5,279,395	1,785,000	2,529,145	4,314,145	1.22
2011	10,312,598	5,438,449	4,874,149	1,865,000	2,452,745	4,317,745	1.13
2012	24,568,571	5,330,805	19,237,766	3,570,000 (4)	1,623,899	5,193,899	3.70
2013	22,575,720	5,707,318	16,868,402	1,865,000	1,649,113	3,514,113	4.80
2014	19,171,024	5,900,036	13,270,988	1,930,000	1,593,163	3,523,163	3.77
2015	20,950,423	6,400,294	14,550,129	2,005,000	1,515,963	3,520,963	4.13
2016	21,085,268	6,849,403	14,235,865	2,085,000	1,435,763	3,520,763	4.04

(1) Operating and non-operating revenues with license fees included and bond proceeds excluded. These revenues included an annual transfer from the Water Reclamation Fund for a portion of the debt service payments.

(2) Expenses less depreciation and amortization, plus losses on disposal of fixed assets and payments to subgrantees. Operating expenses include costs for routine repair and maintenance of facilities and infrastructure.

(3) Interest per debt service schedules paid to bondholders during calendar year, does not include accrued interest.

(4) Principal payments include a voluntary call of \$1,635,000 due 12/12 through 12/17 for the 1998B Revenue Bonds. Without call, coverage would have been 5.41.

City and County of Broomfield, Colorado Building Corporation
Continuing Disclosure Supplemental Schedule
RE: \$87,710,000 Refunding Certificates of Participation, Series 2010

Annual Base Rental and Certificate Debt Service Payment Schedule				
Year	Principal	Interest	Total	
2011	\$ 4,950,000.00	\$ 4,218,655.00	\$ 9,168,655.00	
2012	5,380,000.00	3,775,275.00	9,155,275.00	
2013	5,540,000.00	3,613,875.00	9,153,875.00	
2014	5,710,000.00	3,447,675.00	9,157,675.00	
2015	5,965,000.00	3,192,175.00	9,157,175.00	
2016	4,700,000.00	2,898,737.50	7,598,737.50	
2017	5,020,000.00	2,663,737.50	7,683,737.50	
2018	5,215,000.00	2,462,937.50	7,677,937.50	
2019	5,480,000.00	2,202,187.50	7,682,187.50	
2020	5,720,000.00	1,962,437.50	7,682,437.50	
2021	2,330,000.00	1,676,437.50	4,006,437.50	
2022	2,440,000.00	1,568,675.00	4,008,675.00	
2023	2,565,000.00	1,446,675.00	4,011,675.00	
2024	2,685,000.00	1,318,425.00	4,003,425.00	
2025	2,820,000.00	1,184,175.00	4,004,175.00	
2026	2,965,000.00	1,043,175.00	4,008,175.00	
2027	3,115,000.00	894,925.00	4,009,925.00	
2028	3,265,000.00	739,175.00	4,004,175.00	
2029	11,845,000.00	592,250.00	12,437,250.00	
TOTAL	82,760,000.00	36,682,950.00	119,442,950.00	

City of Broomfield
Continuing Disclosure Supplemental Schedule
RE: \$87,710,000 Refunding Certificates of Participation, Series 2010

TOTAL GOVERNMENTAL TAX REVENUES (Amounts Expressed in Thousands) (Unaudited)								
Year	General Property Taxes	Specific Ownership Tax	Sales and Use Taxes	Business Taxes	Tobacco Tax	Miscellaneous Taxes	Total Taxes	
2007	24,643	1,630	54,616	2,489	219	481	84,078	
2008	27,873	1,617	49,501	2,869	204	442	82,506	
2009	28,437	1,482	43,618	2,693	183	400	76,813	
2010	29,214	1,439	49,121	3,012	182	492	83,460	
2011	29,148	1,401	51,661	3,064	189	565	86,028	
2012	27,909	1,502	56,734	3,025	186	545	89,901	
2013 (1)	35,917	1,615	58,045	3,245	169	2,112	101,103	
2014	37,014	1,754	60,926	3,394	158	2,726	105,972	
2015	38,403	1,939	64,083	3,306	153	2,222	110,106	
2016	43,213	2,082	69,173	3,340	153	2,266	120,227	
(1) Prior to 2012, tax revenue for Broomfield Urban Renewal Authority (BURA) was not included with governmental tax revenues. Effective January 1, 2013, revenue for BURA is included in General Property Taxes and Sales and Use Taxes.								

City of Broomfield

Continuing Disclosure Supplemental Schedule

RE: \$108,565,000 Sales and Use Tax Revenue Refunding Bonds, Series 2012A and 2012B

HISTORICAL SALES AND USE TAX COLLECTIONS										
Year	Sales Tax (1) Collections	Percent Increase (Decrease)	Motor Vehicle Use Tax (1) Collections	Percent Increase (Decrease)	Construction Material Use Tax (1) Collections	Percent Increase (Decrease)	Total Use Tax Collections	Percent Increase (Decrease)	Total Sales and Use Tax (1) Collections	Percent Increase (Decrease)
2007	41,110,741	4%	\$ 3,588,962	16%	\$ 6,171,263	-6%	9,760,225	1%	50,870,966	3%
2008	40,644,842	-1%	\$ 3,313,724	-8%	\$ 4,725,300	-23%	8,039,024	-18%	48,683,866	-4%
2009	37,560,431	-8%	\$ 2,971,359	-10%	\$ 2,842,797	-40%	5,814,156	-28%	43,374,587	-11%
2010	42,845,025	14%	\$ 3,224,162	9%	\$ 2,531,091	-11%	5,755,253	-1%	48,600,278	12%
2011	45,279,389	6%	\$ 3,566,623	11%	\$ 2,665,419	5%	6,232,042	8%	51,511,431	6%
2012	47,806,623	6%	\$ 3,969,616	11%	\$ 5,057,514	90%	9,027,130	45%	56,833,753	10%
2013 (2)	48,438,772	1%	\$ 4,429,323	12%	\$ 4,400,560	-13%	8,829,883	-2%	57,268,655	1%
2014	49,760,198	3%	\$ 4,849,304	9%	\$ 5,725,246	30%	10,574,550	20%	60,334,748	5%
2015	51,284,210	3%	\$ 5,897,803	22%	\$ 5,566,416	-3%	11,464,219	8%	62,748,429	4%
2016	54,523,732	10%	\$ 5,827,436	20%	\$ 6,726,353	17%	12,553,789	19%	67,077,521	11%
(1) The actual Sales and Use Tax rate was 3.75% effective January 1, 1995 and increased to 4.15%, effective January 1, 2002. The figures include the .25% Open Space Sales and Use Tax.										
(2) Prior to 2013, tax revenue for Broomfield Urban Renewal Authority (BURA) was not included with governmental tax revenue. Effective January 1, 2013, revenue for BURA is included in Sales and Use Taxes.										

City of Broomfield

Continuing Disclosure Supplemental Schedule

RE: \$108,565,000 Sales and Use Tax Revenue Refunding Bonds, Series 2012A and 2012B

NET PLEDGED REVENUES					
Year	One-Third of 3.50% Sales and Use Tax Revenues	Plus Available Sales and Use Tax Revenues (1)	Net Pledged Revenues Available for Debt Service	Maximum Annual Debt Service (2)	Coverage
2006	14,164,682	21,255,497	35,420,179	7,777,250	4.55
2007	15,353,993	22,757,920	38,111,913	7,777,250	4.90
2008	13,915,905	21,831,188	35,747,093	7,777,250	4.60
2009	12,262,071	18,438,891	30,700,962	8,784,788	3.49
2010	13,469,105	20,197,459	33,666,564	8,784,788	3.83
2011	14,187,913	21,273,318	35,461,231	8,784,788	4.04
2012	15,629,849	24,358,130	39,987,979	8,067,684	4.96
2013	16,099,622	25,144,566	41,244,188	8,067,684	5.11
2014	16,961,576	25,960,961	42,922,537	8,067,684	5.32
2015	17,640,121	27,111,836	44,751,957	8,067,684	5.55
2016	18,857,134	28,904,257	47,761,391	8,067,684	5.92
(1) Available Sales and Use Tax Revenues are the proceeds of two-thirds of the revenues of the City and County's 3.50% Sales and Use Tax less amounts that are deposited in the Sales and Use Tax Reimbursement Special Funds and Supplemental Accounts and amounts deposited into the Operating Budget Account for Fiscal and Treasury Management of the Special Funds. (2) Maximum Annual Debt Service prior to 2009 reflects the Series 2002 Sales and Use Tax Bonds. From 2009 through 2011 the Maximum Annual Debt Service reflects both the Series 2002 bonds and the Series 2009 bonds. Maximum Annual Debt Service on refinanced bonds is \$8,067,684 which would equate to 4.44 coverage using the 2011 Net Pledged Revenues Available for Debt Service.					

City of Broomfield

Continuing Disclosure Supplemental Schedule

RE: \$108,565,000 Sales and Use Tax Revenue Refunding Bonds, Series 2012A and 2012B

Estimated Generators of Sales Tax Revenues	
2015	2016
Type of Business	Type of Business
1. Public Utility	1. Public Utility
2. Retail Store	2. Retail Store
3. Grocery Store	3. Grocery Store
4. Grocery Store	4. Grocery Store
5. Retail Store	5. Retail Store
6. Retail Store	6. Retail Store
7. Grocery Store	7. Retail Store
8. Retail Store	8. Grocery Store
9. Retail Store	9. Service Industry
10. Service Industry	10. Retail Store

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SINGLE AUDIT AND OTHER REPORTS



**Independent Auditors' Report On Internal
Control Over Financial Reporting And On
Compliance And Other Matters Based On An
Audit Of Financial Statements Performed In
Accordance With *Government Auditing Standards***

City Council
City and County of Broomfield, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities; the business-type activities; each major fund and the aggregate remaining fund information of the City and County of Broomfield, Colorado (Broomfield), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise Broomfield's basic financial statements, and have issued our report thereon dated May 31, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Broomfield's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Broomfield's internal control. Accordingly, we do not express an opinion on the effectiveness of Broomfield's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance And Other Matters

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

Purpose Of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RubinBrown LLP

May 31, 2017

**Independent Auditors' Report On Compliance
For Each Major Federal Program and Report
On Internal Control Over Compliance
Required By The Uniform Guidance**

City Council
City and County of Broomfield, Colorado

Report On Compliance For Each Major Federal Program

We have audited the City and County of Broomfield, Colorado's (Broomfield) compliance with the types of compliance requirements described in the Office of Management and Budget's (OMB) *OMB Compliance Supplement* that could have a direct and material effect on each of Broomfield's major federal programs for the year ended December 31, 2016. Broomfield's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Broomfield's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Costs Principles and Audit Requirements for Federal Awards* (the Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Broomfield's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Broomfield's compliance.

Opinion On Each Major Federal Program

In our opinion, Broomfield complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2016.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2016-001. Our opinion on each major federal program is not modified with respect to these matters.

Broomfield's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs and corrective action plan. Broomfield's response was not subjected to the auditing procedures applied in the audit of compliance, and accordingly, we express no opinion on the response.

Report On Internal Control Over Compliance

Management of Broomfield is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Broomfield's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Broomfield's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2016-001, which we consider to be a significant deficiency.

Broomfield's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Broomfield's response was not subjected to the auditing procedures applied in the audit of compliance, and accordingly, we express no opinion to the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report On Schedule Of Expenditures Of Federal Awards Required By The Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Broomfield, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise Broomfield's basic financial statements. We have issued our report thereon dated May 31, 2017, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

RubinBrown LLP

May 31, 2017

CITY AND COUNTY OF BROOMFIELD, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2016

Page 1 Of 3

Agency/Program Grant Title	Pass-Through Identifying Number	Federal CFDA Number	Federal Expenditures
U.S. Department Of Agriculture			
Passed through Colorado Department of Public Health and Environment:			
Special Supplemental Nutrition Program for Women, Infants and Children	WIC-AB4-DOA	10.557	\$ 126,509
Women, Infants and Children Non-Cash Award		10.557	291,022
Subtotal Colorado Department of Public Health and Environment			417,531
Passed through Colorado Department of Health and Human Services:			
Supplemental Nutrition Assistance Program - Admin		10.561	365,186
Subtotal Colorado Department of Health and Human Services			365,186
Total U.S. Department Of Agriculture			782,717
U.S. Department Of Homeland Security			
Passed through Colorado Department of Public Safety division of Homeland			
Security and Emergency Management:			
Presidentially Declared Disasters	FEMA-DR-4145-CO 14-L4145-087	97.036	8,808
Passed through Colorado Department of Local Affairs:			
Emergency Management Performance - Local	EMMP/LAMS 15FEM 16 00	97.042	45,750
Total U.S. Department Of Homeland Security			54,558
U.S. Department Of Justice			
Department of Justice - Criminal Division	USPIS K9 Seizures	16.922	2,655
Passed through Office of Juvenile Justice Delinquency Prevention:			
Missing Children's Assistance	2012-MC-FX-F009	16.543	5,866
Total U.S. Department Of Justice			8,521
U.S. Department Of Transportation			
National Highway Traffic Safety Administration (NHTSA) - State and			
Community Highway Safety		20.600	7,000
Enhanced Mobility of Seniors and Individuals with Disabilities		20.513	120,700
Public Transportation Research, Technical Assistance, and Training		20.514	530
Total U.S. Department Of Transportation			128,230

See notes to schedule of expenditures of federal awards.

CITY AND COUNTY OF BROOMFIELD, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2016

Page 2 Of 3

Agency/Program Grant Title	Pass-Through Identifying Number	Federal CFDA Number	Federal Expenditures
U.S. Department Of Health And Human Services			
Passed through Colorado Department of Public Health and Environment:			
Public Health Emergency Preparedness	EPR - HW4 - HHS	93.069	\$ 116,098
Family Planning Services	FPP - JA4 - HHS	93.217	12,882
Preventive Health Services Sexually Transmitted Diseases Control Grants (non-cash)		93.977	2,000
Maternal and Child Health Services Block Grant to the States	MCH-MC4-HHS	93.994	46,610
	IMM-KA3-HHS, IMM-KA4-HHS,		
Immunization Cooperative Agreements	IMM-KT3-HHS	93.268	18,729
Centers for Disease Control and Prevention Investigations and Technical Assistance	EPI - QH4 - HHS	93.283	2,691
Subtotal Colorado Department of Health and Environment			<u>199,010</u>
Passed through Colorado Department of Human Services:			
Child Care Cluster			
Child Care and Development Block Grant		93.575	75,256
Child Care Mandatory and Matching Funds of the Child Care and Development Fund		93.596	199,405
Subtotal Child Care Cluster			<u>274,661</u>
Promoting Safe and Stable Families		93.556	31,846
Temporary Assistance for Needy Families		93.558	377,430
Child Support Enforcement		93.563	354,833
Low Income Home Energy Assistance Program		93.568	133,499
Chafee Foster Care Independence Program		93.674	10,204
Child Welfare Services State Grants		93.645	16,358
Title IV-E Foster Care		93.658	495,481
Title IV-E Adoption Assistance ARRA		93.659	29,976
Title XX Social Services Block Grant		93.667	253,671
Title XIX Medicaid		93.778	480,421
Subtotal Colorado Department of Human Services			<u>2,458,380</u>
Passed through Colorado Department of Local Affairs:			
Community Services Block Grant	L12CSBG07	93.569	16,773
Passed through Denver Regional Council of Government:			
Caregiver's Support Grant	EX13033	93.044	71,772
Passed through Colorado Department of Health Care Policy and Financing:			
Healthy Communities	CMS 24568	93.778	22,000
Total U.S. Department Of Health And Human Services			<u><u>2,767,935</u></u>

See notes to schedule of expenditures of federal awards.

CITY AND COUNTY OF BROOMFIELD, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2016

Page 3 Of 3

Agency/Program Grant Title	Pass-Through Identifying Number	Federal CFDA Number	Federal Expenditures
U.S. Department Of Housing And Urban Development			
Home Investment Partnership Program		14.239	\$ 40,180
Community Development Block Grant	B-11-M 08-0014	14.218	194,966
Section 8 Housing Choice Vouchers		14.871	4,526
Total U.S. Department Of Housing And Urban Development			239,672
U.S. Department Of Labor			
Passed through Colorado Department of Labor and Employment:			
Employment Services Cluster			
Employment Service/Wagner-Peyser Funded Activities	CMS 43932, CMS 71601	17.207	86,145
Disabled Veterans' Outreach Program (DVOP)	CMS 43932, CMS 71601	17.801	1,140
Subtotal Employment Services Cluster			87,285
Workforce Investment Act Cluster			
WIA Adult Program	CMS 43932, CMS 71601	17.258	63,834
WIA Youth Activities	CMS 43932, CMS 71601	17.259	44,766
WIA Dislocated Workers	CMS 43932, CMS 71601	17.278	53,818
Subtotal Workforce Investment Act Cluster			162,418
Employment Training Administration		17.225	4,200
Workforce Investment Act (WIA) National Emergency Grants		17.277	21,828
Wagner Peyser	CMS 43932, CMS 71601	17.245	5,521
Total U.S. Department Of Labor			281,252
Total Federal Financial Assistance			\$ 4,262,885

See notes to schedule of expenditures of federal awards.

CITY AND COUNTY OF BROOMFIELD, COLORADO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2016

1. Basis Of Presentation

The accompany schedule of expenditures of federal awards includes the federal grant activity of the City and County of Broomfield, Colorado, for the year ended December 31, 2016 and is presented on the accrual basis of accounting. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the schedule. The information in this schedule is presented in accordance with requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in preparation of, the basic financial statements.

2. Indirect Cost

The City and County of Broomfield has not elected to use the 10% de minimis indirect cost rate as allowed in the Uniform Guidance, section 414.

CITY AND COUNTY OF BROOMFIELD, COLORADO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended December 31, 2016

Section I - Summary Of Auditors' Results

Financial Statements

Type of auditors' report issued:		Unmodified
Internal control over financial reporting:		
Material weakness(es) identified?	☐ yes	☒ no
Significant deficiency(ies) identified?	☐ yes	☒ none reported
Noncompliance material to financial statements noted?	☐ yes	☒ no

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	☐ yes	☒ no
Significant deficiency(ies) identified?	☒ yes	☐ none reported
Type of auditors' report issued on compliance for major programs:		Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	☒ yes	☐ no

Identification of major programs:

CFDA No.	Name Of Federal Program Or Cluster
----------	------------------------------------

93.558	Temporary Assistance for Needy Families
93.658	IV-E Foster Care

Dollar threshold used to distinguish between Type A and Type B programs:	\$750,000
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Auditee qualified as low-risk auditee?	☒ yes	☐ no
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CITY AND COUNTY OF BROOMFIELD, COLORADO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*CONTINUED*)
For The Year Ended December 31, 2016

Section II - Financial Statement Findings

There were no findings related to the audit of the City and County of Broomfield's financial statements that are required to be reported under *Government Auditing Standards*.

CITY AND COUNTY OF BROOMFIELD, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*CONTINUED*)
For The Year Ended December 31, 2016

Section III - Federal Award Findings And Questioned Costs

Finding 2016-001

Significant Deficiency, Internal Control Over Compliance

CFDA 93.658 - Title IV-E Foster Care

Federal Agency: U.S. Department of Health and Human Services

Pass-Through Entity: Not applicable

Criteria Or Specific Requirement: Per the compliance supplement, particular activities are considered allowed and not allowed. Each expenditure that is paid for using federal funds must be considered allowable per the guidance outlined within the respective compliance supplement. The City and County of Broomfield is expected to have internal controls over the expenditure process that ensures only allowable cost and cost activities are passed through for reimbursement using federal funds.

Condition: The City and County of Broomfield requires that an employee's supervisor is responsible for review and approval of the said employee's timesheet documented by the supervisor's signature. In particular instances noted, timesheets were missing the appropriate supervisor signature indicating the internal control took place. The City and County of Broomfield had improper monitoring of expenditures in order to determine whether the expenditures were appropriate, allowable and cost activities to be passed through for reimbursement. There was no documented evidence of an internal control over the expenditure review process. We tested 40 transactions and noted 2 exceptions.

Cause: Due to failure of appropriate controls, there were two expenditures that lacked proper approval of expenditure amount.

Effect: Due to insufficient monitoring and internal controls over compliance, the City and County of Broomfield may not timely detect an error in allowable costs that may result in questioned costs.

Questioned Costs: Not applicable.

Context: A nonstatistical sample of 40 transactions was selected for testing.

CITY AND COUNTY OF BROOMFIELD, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*CONTINUED*)
For The Year Ended December 31, 2016

Section III - Federal Award Findings And Questioned Costs

Identification As A Repeat Finding: N/A

Recommendation: RubinBrown recommends program management ensure the internal control mentioned is operating effectively at all times.

Views Of Responsible Officials And Planned Corrective Action: The Fiscal Operations Supervisor located in the Health and Human services department will be diligent in following best practice for providing signature approval on time reporting forms.



CORRECTIVE ACTION PLAN

For The Year Ended December 31, 2016

Finding 2016-001

Personnel Responsible For Corrective Action: Health and Human Services Fiscal Operations Supervisor

Anticipation Completion Date: Immediately

Corrective Action Plan: The Fiscal Operations Supervisor located in the Health and Human services department will be diligent in following best practice for providing signature approval on time reporting forms.

CITY AND COUNTY OF BROOMFIELD, COLORADO

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For The Year Ended December 31, 2016**

There were no prior-year findings or questioned costs for federal awards.

