

Comprehensive Annual Financial Report

For the Fiscal Year Ended December 31, 2017



South Metro Fire Rescue

Arapahoe and Douglas Counties, Colorado



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Office of the State Auditor

July 5, 2018

**South Metro Fire Rescue
ARAPAHOE AND DOUGLAS COUNTIES, COLORADO**

**Comprehensive Annual Financial Report
For the Fiscal Year Ended
December 31, 2017**

**Prepared by:
South Metro Fire Rescue Finance**

**SOUTH METRO FIRE RESCUE
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2017
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note: hyperlinks are active

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SOUTH METRO FIRE RESCUE

June 27, 2018

Citizens of South Metro Fire Rescue Fire Protection District and Members of the Board:

State law requires that all special districts with revenue in excess of \$750,000 file an annual report with the State Auditor within seven months of the close of their fiscal year. This annual report includes a complete set of financial statements presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of South Metro Fire Rescue Fire Protection District for the fiscal year ended December 31, 2017.

This report consists of management's representations concerning the finances of South Metro Fire Rescue. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of South Metro Fire Rescue has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of South Metro Fire Rescue's financial statements. Because the cost of internal controls should not outweigh their benefits, South Metro Fire Rescue's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

South Metro Fire Rescue's financial statements have been audited by Watson Coon Ryan, LLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of South Metro Fire Rescue for the fiscal year ended December 31, 2017, 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 unmodified opinion that South Metro Fire Rescue's financial statements for the fiscal year ended December 31, 2017, 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.

GAAP requires 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. South Metro Fire Rescue's MD&A can be found immediately following the report of the independent auditors.

Profile of the government

South Metro Fire Rescue Fire Protection District (the District) was legally established on December 14, 2015. The District is governed, pursuant to provisions of the Colorado Special District Act, by a seven-member Boards of Directors. The District's Fire Chief has all powers and authorities provided for a fire chief under §32-1- 1002, C.R.S., and oversees and manages all business and affairs of the District, including the operation, maintenance, management, administration, and provision of all facilities, improvements, equipment, services and personnel. The Districts' service areas are located in Douglas and Arapahoe Counties, Colorado. The District was established to provide fire protection and paramedic rescue services.

The annual budget serves as the foundation for the District's financial planning and control. The District maintains budgetary controls that have the objective of ensuring compliance with legal provisions embodied in the annual appropriated budget adopted by the Board. The Board is required to adopt a final budget no later than December 31 of each year. The District uses several funds to account for the activities involved in providing services to the public. The appropriation is at the total fund expenditure level.

Local economy

The District is located on the south and east edge of the Denver Metropolitan Area. The District serves all of the Towns of Parker and Foxfield and the Cities of Greenwood Village, Cherry Hills Village, and Lone Tree, and a portion of the Cities of Centennial and Castle Pines North, as well as some unincorporated areas in both Douglas and Arapahoe counties. It includes the business parks of Meridian and Inverness, portions of the Denver Tech Center, Centennial Airport and Park Meadows Mall.

There is commercial development throughout the District and the District includes several residential developments with some areas of rural residential development. The District includes a mixture of single family homes, apartments, townhomes, and assisted living facilities within the District. The District currently serves approximately 279,500 residents in Douglas and Arapahoe Counties. Approximately 42% of the District's population is in Douglas County with 58% in Arapahoe County.

Within the District there are many recreational opportunities. The Cherry Creek Trail and portions of the Cherry Creek Reservoir are within the District. This can be used for horseback riding, biking, running, walking, boating and swimming. The Parker area is geared toward horseback riding with the Colorado Horse Park just at the edge of the District and a horse arena in the middle of the Town of Parker. The District has a wealth of annual events like the Carriage Parade in December and the Parker Country Festival in June. The

Fiddler's Green Amphitheater, located in Greenwood Village, hosts many concerts and events throughout the summer. The Park Meadows Mall offers world class shopping and dining opportunities.

The District is currently operating in a booming economy, with unemployment rates below average and new housing being built within the District boundaries.

The unemployment rate in Douglas County was 2.5% and for Arapahoe County was 2.8%. This compares to 3.1% for the State of Colorado and 4.1% for the US. The growth in assessed valuation over the last 5 years for the District has averaged 5.60%. The increase for the 2018 budget year shows an increase of 12.5%.

The per capita income for Douglas County was \$57,928 and for Arapahoe County was \$61,724 for 2017. This is higher than the State of Colorado average of \$55,484 and the US average of \$34,922. The education level of the population in the area covered by the District is higher than the state and the national average.

Long-term financial planning and initiatives

The Unassigned fund balance in the general fund at year end was 52.1% of total general fund expenditures. This is 27.1% more than the District's minimum required balance.

The District expects that additional fire stations will be required to provide the desired service to the citizens at total build-out of the District. Land has been purchased or identified for those stations yet to be built. Each year the District prepares a 5-year financial plan, which includes capital replacement and new construction. This is done as part of the budget process. Construction is very robust within the District at this time. Coverage will be monitored to determine when new stations need to be constructed.

Relevant financial policies

The District has adopted a comprehensive set of financial policies. The District requires a fund balance in the General Fund at the end of the year that is equal to or greater than 25% of expenditures. Transfers from the General Fund to the Capital Projects Fund along with other financing options are being considered for the purpose of funding future capital projects.

Awards and Acknowledgements

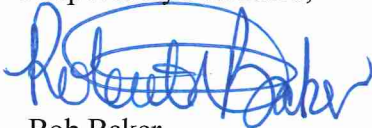
The District received the GFOA's Distinguished Budget Presentation Award for its 2017 Budget. In order to qualify for the Distinguished Budget Presentation Award, the District's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for the comprehensive annual financial report for the fiscal year ended December 31, 2016. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

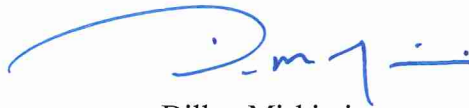
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the finance bureau. We would like to express our appreciation to all members of the District who assisted and contributed to the preparation of this report. Credit also must be given to the Board of Directors for their unfailing support for maintaining the highest standards of professionalism in the management of District finances.

Respectfully submitted,



Bob Baker
Fire Chief



Dillon Miskimins
Chief Financial Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

South Metro Fire Rescue Authority
Colorado

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morill

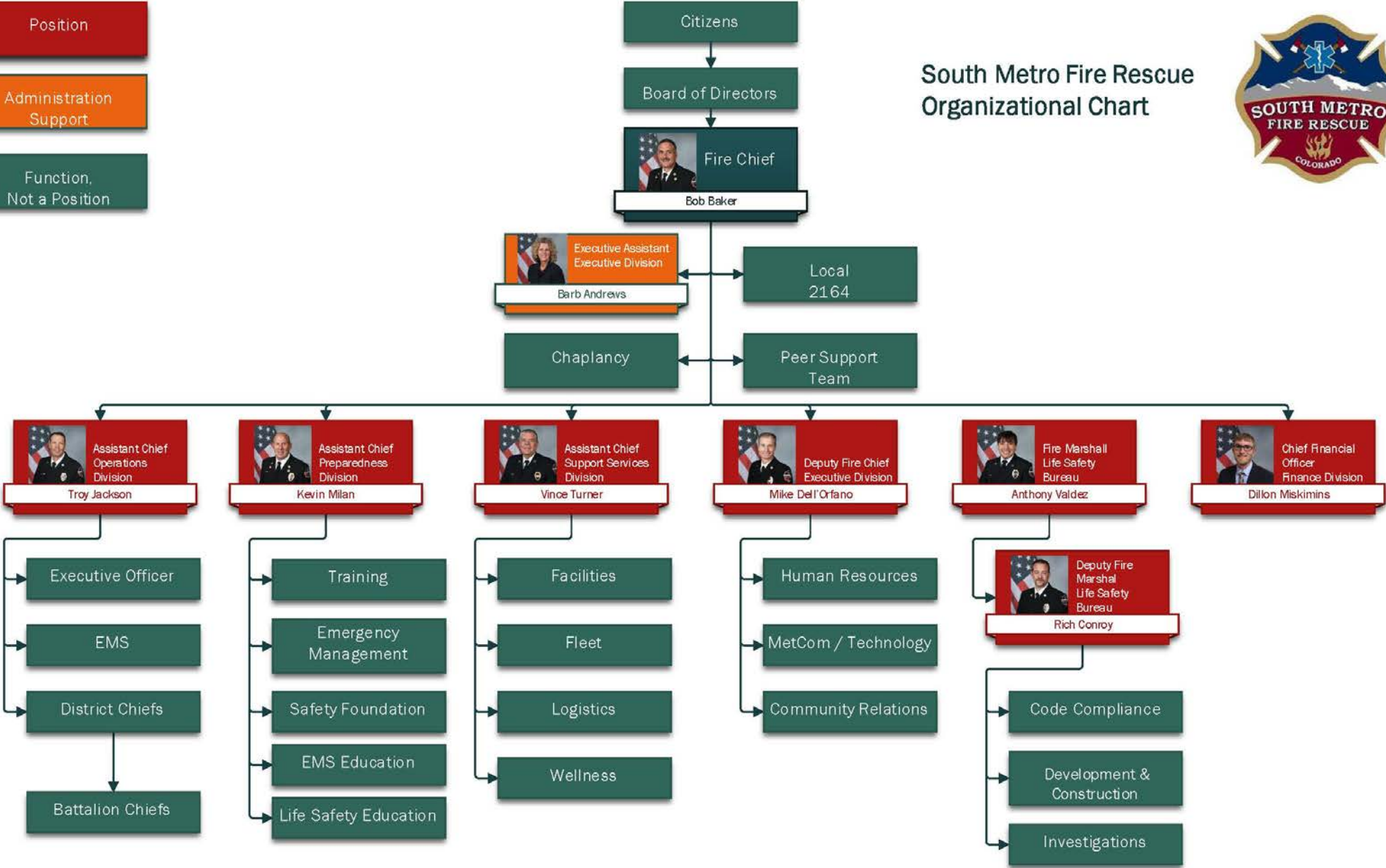
Executive Director/CEO

Position

Administration Support

Function, Not a Position

South Metro Fire Rescue Organizational Chart



GOVERNANCE

Appointed Officials, Board of Directors

Laura Simon, Chair

David Jackson, Vice Chair

Rich Sokol, Treasurer

Ronda Scholting, Secretary

William Shriver, Director

Hank Eng, Director

Danny Gaddy, Director

Executive Team

Bob Baker, Fire Chief

Mike Dell'Orfano, Deputy Fire Chief

Troy Jackson, Assistant Chief of Operations

Kevin Milan, Assistant Chief of Preparedness

Vince Turner, Assistant Chief of Support Services

Dillon Miskimins, Chief Financial Officer



WATSON COON RYAN

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Directors
South Metro Fire Rescue Fire Protection District
Arapahoe and Douglas Counties, 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 South Metro Fire Rescue Fire Protection District (District), Colorado, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of December 31, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the fiduciary funds of the District, as of December 31, 2017, and the respective changes in financial position and,

where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and Special Revenue Funds, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, comparative fund financial statements, budgetary comparison information, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The introductory section, comparative fund financial statements, budgetary comparison information, and statistical section is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the introductory section, comparative fund financial statements, and statistical section are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Watson Coon Ryan, LLC

GREENWOOD VILLAGE, COLORADO
MAY 30, 2018

South Metro Fire Rescue Fire Protection District Management's Discussion and Analysis

As management of South Metro Fire Rescue Fire Protection District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal years ending December 31, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 - 4 of this report.

Financial Highlights

- The assets of South Metro Fire Rescue exceeded its liabilities at the close of the most recent fiscal year by \$91,637,650. Of this amount \$34,062,993 may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position decreased by \$3,901,816. The decrease is primarily related to additional costs incurred related to bringing our dispatch services in house, conducting two fire academies for recruiting, and the upcoming merge with Cunningham Fire Protection District.
- As of the close of the current fiscal year, South Metro Fire Rescue's governmental funds reported combined ending fund balances of \$40,172,387.
- At the end of the current fiscal year, unassigned fund balance for the general fund is \$34,738,963 or 52.1% of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to South Metro Fire Rescue Fire Protection District's basic financial statements. The District'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 the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include Field operations, Preparedness, Support services, Life safety bureau, MetCom/Technical and Fleet services. The business-type activities of the District include the building rental and ambulance transport funds.

The government-wide financial statements can be found on pages 20 - 21 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. South Metro Fire Rescue Fire Protection District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the District can be divided into three categories:

- governmental funds
- proprietary funds
- fiduciary funds

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflow and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains three individual governmental funds. 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, capital projects fund, and the Cherry Hills Pension special revenue fund which are all considered to be major funds.

The District adopts an annual appropriated budget for its general fund, capital projects fund, and the one special revenue funds. Budgetary comparison statements have been provided for the general fund and the Cherry Hills Pension special revenue funds, and a budgetary comparison schedule has been provided as supplemental information for the capital projects fund to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 22 - 24 of this report.

Proprietary Funds. The District maintained two proprietary funds in 2017, with one of those funds ceasing to exist after 2017. The ambulance transport fund was closed during 2017 with all activity moving to the general fund going forward. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses an enterprise fund to account for the building rental fund and capture rental income, common area maintenance costs and items that relate to the maintenance of the administrative building.

The proprietary fund financial statements provide separate information for the building rental fund and the ambulance transport fund, which are considered to be major funds of the District.

The basic proprietary fund financial statements can be found on pages 27 - 29 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 statements because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 30 - 31 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 32-60 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required and non-required supplementary information concerning the South Metro Fire Rescue District's financial and operational activity. This supplementary information and individual fund statements and schedules can be found on page 61-78 of this report.

Government-Wide Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of the government’s financial position. In the case of South Metro Fire Rescue Fire Protection District, assets exceeded liabilities by \$91,637,650 at the close of the most recent fiscal year.

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

	Governmental Activities 2017	Business-Type Activities 2017	Total 2017	Governmental Activities 2016	Business-Type Activities 2016	Total 2016
Current and other assets	\$ 107,680,217	\$ 2,720,469	\$ 110,400,686	\$ 98,982,483	\$ 7,060,018	\$ 106,042,501
Capital assets	49,544,940	5,623,230	55,168,170	45,859,677	6,760,140	52,619,817
Total assets	157,225,157	8,343,699	165,568,856	144,842,160	13,820,158	158,662,318
Total deferred outflows of resources	402,298	—	402,298	380,721	—	380,721
Short-term liabilities outstanding	6,914,985	47,220	6,962,205	3,197,553	179,177	3,376,730
Other liabilities	6,355,671	—	6,355,671	6,240,502	158,258	6,398,760
Total liabilities	13,270,656	47,220	13,317,876	9,438,055	337,435	9,775,490
Total deferred inflows of resources	61,015,628	—	61,015,628	53,728,083	—	53,728,083
Net position:						
Net investments in capital assets	49,544,940	5,623,230	55,168,170	45,859,677	6,760,140	52,619,817
Restricted	2,406,487	—	2,406,487	2,307,788	—	2,307,788
Unrestricted	31,389,744	2,673,249	34,062,993	33,889,278	6,722,583	40,611,861
Total net position	<u>\$ 83,341,171</u>	<u>\$ 8,296,479</u>	<u>\$ 91,637,650</u>	<u>\$ 82,056,743</u>	<u>\$ 13,482,723</u>	<u>\$ 95,539,466</u>

At the end of the current fiscal year, the District is able to report a positive balance in all categories of net position, both for the government as a whole as well as for its business-type activities. Net investments in capital assets increased \$2,548,353 net of related debt.

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer’s Bill of Rights (TABOR) contains the requirement of setting an emergency reserve. This reserve cannot be accessed except for during an unexpected disaster. This reserve amounts to \$1,907,503 as of December 31, 2017.

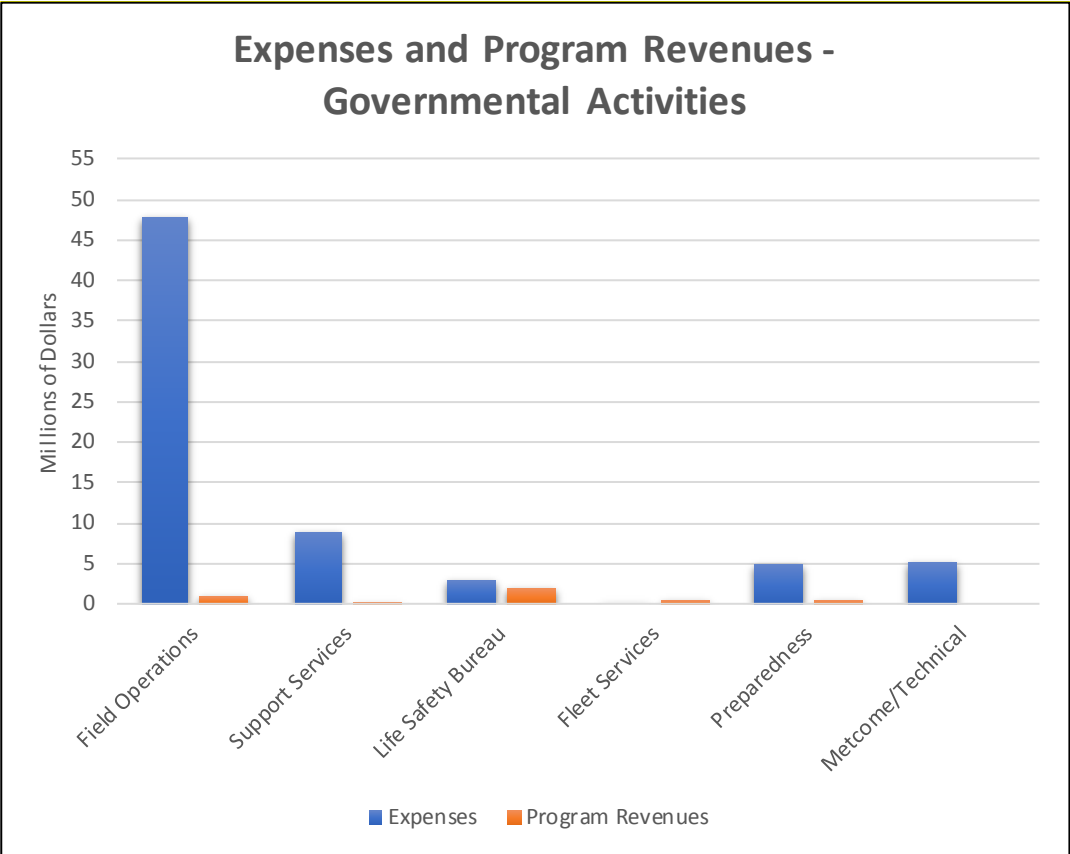
The district’s net position decreased by \$3,901,816 during the current fiscal year.

Governmental Activities. Governmental activities increased South Metro Fire Rescue District’s net position by \$1,284,428. Key elements of this increase are as follows:

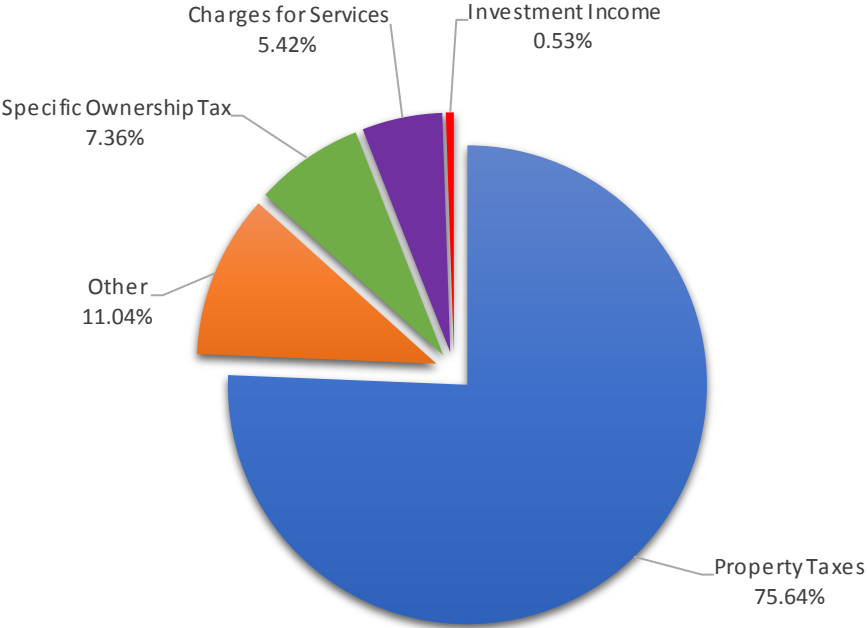
- Overall both expenses and revenues increased when compared to 2016, however, the closure of the ambulance transport fund required a transfer to the general fund which made the government funds end the year with an increase in net position.

- The District moved forward with the goal of having four person staffing on all the apparatus during 2017. This increased staffing levels and increased expenses related to salaries, benefits and academy programs as related to Field Operations.
- The District hosted two academies in 2017 resulting in 40 firefighters being hired to fill staffing needs.

South Metro Fire Rescue						
Changes in Net Position						
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
	2017	2017	2017	2016	2016	2016
Revenues:						
Program revenues:						
Charges for services	\$ 3,873,886	\$ 5,863,971	\$ 9,737,857	\$ 3,324,030	\$ 5,657,935	\$ 8,981,965
General revenues:						
Property and other taxes	59,333,836	—	59,333,836	58,280,936	—	58,280,936
Other income	7,890,392	(7,066,165)	824,227	2,351,947	62,906	2,414,853
Total revenues	71,098,114	(1,202,194)	69,895,920	63,956,913	5,720,841	69,677,754
Expenses:						
Field operations	47,931,085	—	47,931,085	38,237,300	—	38,237,300
Preparedness	4,916,478	—	4,916,478	4,149,473	—	4,149,473
Support services	8,892,556	—	8,892,556	9,750,459	—	9,750,459
Life safety bureau	2,862,739	—	2,862,739	2,699,413	—	2,699,413
Fleet services	(17,610)	—	(17,610)	4,125,614	—	4,125,614
Metcom/Technical Services	5,228,438	—	5,228,438	6,654,643	—	6,654,643
Rental building	—	858,801	858,801	—	864,682	864,682
Ambulance	—	3,125,249	3,125,249	—	3,776,570	3,776,570
Total expenses	69,813,686	3,984,050	73,797,736	65,616,902	4,641,252	70,258,154
Increase (decrease) in net position	1,284,428	(5,186,244)	(3,901,816)	(1,659,989)	1,079,589	(580,400)
Net position-beginning	82,056,743	13,482,723	95,539,466	83,716,732	12,403,134	96,119,866
Net position-ending	\$ 83,341,171	\$ 8,296,479	\$ 91,637,650	\$ 82,056,743	\$ 13,482,723	\$ 95,539,466

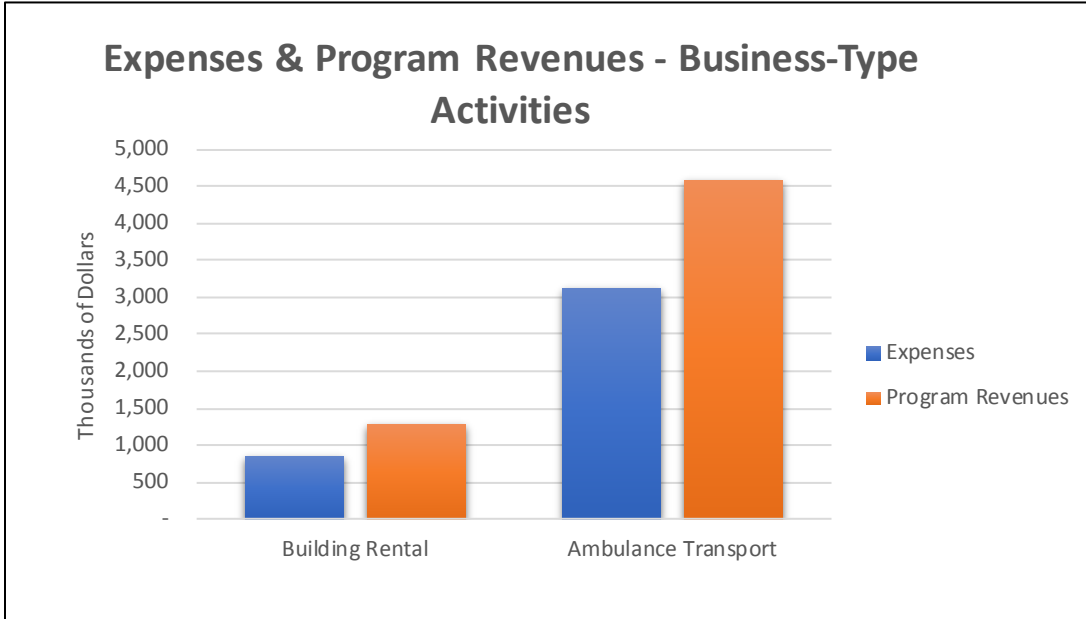


Revenues by Sources - Governmental Activities



Business-Type Activities. Business-type activities decreased the District’s net position by \$5,186,244. Key elements of this decrease are as follows:

- The net loss in the ambulance fund is \$5,586,236. This includes a transfer out of the entire net position to the general fund of \$6,041,936 to close this fund. Total transfer from ambulance fund to general fund was \$7,098,540 which includes fixed assets and compensated absences.
- The net income in the building rental fund is \$399,992.



Financial Analysis of the Government’s Funds

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

Governmental Funds. The focus of the District’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District’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 of the end of the current fiscal year, the District’s governmental funds reported combined fund balances of \$40,172,387 a decrease of \$2,170,429 from the beginning of the year. The decrease is due to a large increase in capital expenditures in 2017. A large portion of the District's fund balance constitutes unassigned fund balance, which is available for spending at the government’s discretion. The TABOR emergency reserve of \$1,907,503 is legally restricted. The non-spendable inventory and prepaid items along with the amount restricted for pension payments in the Cherry Hills Pension Fund are also not available for spending by the District.

The general fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$34,738,963, while total fund balance was \$39,643,238. As a measure of the general fund’s liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unassigned

fund balance represents 52.1% of total general fund expenditures, while total fund balance represents 59.5% of the same amount.

The fund balance of the District’s general fund increased by \$3,100,512 during the current fiscal year. The key factor in this increase is the transfer of the remaining fund balance from the ambulance fund.

Proprietary Funds. The District’s proprietary funds provide details of the activity of the Building Rental and Ambulance Transport funds.

The building rental fund has a positive unrestricted net position balance of \$2,673,249. The ambulance fund had transferred the entire net position to the general fund in order to close it out in 2017 and therefore has a zero net position balance.

General Fund Budgetary Highlights

The General Fund collected more revenue than budgeted primarily due to more specific ownership tax collections than budgeted. Expenditures were generally within budget other than a transfer to the Capital Projects Fund not being completed in 2017 due to a change in philosophy in the funding of the Capital Project Fund. Funds are transferred from the General Fund to the Capital Projects Fund as needed instead of pre-funding capital projects going forward.

Capital Asset and Debt Administration

Capital Assets. The District’s investment in capital assets for its governmental and business type activities as of December 31, 2017 amounts to \$55,168,170 (net of accumulated depreciation). This investment in capital assets includes land, buildings, vehicles, and equipment. The major additions to the fixed assets in 2017 are the purchase of apparatus and vehicles and the construction of Stations 31 and 32.

	Governmental	Business Type	Total	Governmental	Business Type	Total
	Activities	Activities		Activities	Activities	
	2017	2017	2017	2016	2016	2016
Land	\$ 5,131,453	\$ 2,598,566	\$ 7,730,019	\$ 5,131,453	\$ 2,598,566	\$ 7,730,019
Buildings	25,268,375	3,024,664	28,293,039	26,317,983	3,140,484	29,458,467
Vehicles	11,798,322	—	11,798,322	7,720,582	607,929	8,328,511
Equipment	3,512,104	—	3,512,104	2,212,104	168,676	2,380,780
Construction in Progress	3,834,686	—	3,834,686	4,477,555	244,485	4,722,040
Total	\$ 49,544,940	\$ 5,623,230	\$ 55,168,170	\$ 45,859,677	\$ 6,760,140	\$ 52,619,817

Additional information on the District’s capital assets can be found in the notes sections on page 44 of this report.

Long-term debt. State statutes limit the general obligation debt of the District to 50% of total assessed valuation. The District has an internal financial policy limiting debt to an

amount that can be paid with 3 mills of revenue on current assessed value at the time of issue. Debt may only be issued to purchase capital assets with a life of at least 3 years and a cost of at least \$15,000.

At the end of the current fiscal year there was no bonded debt outstanding nor was there any authorized but unissued debt for the District. The capital leases of the District are not general obligations of the District and are paid solely from the District’s revenues as appropriated in the annual budget. The District currently does not have any outstanding debt.

Additional information on the District’s long-term obligations can be found in note 8 and 9 on pages 45-46 in the notes section of this report.

South Metro Fire Rescue Long Term Liabilities						
	Governmental Activities	Business Type Activities	Total	Governmental Activities	Business Type Activities	Total
	2017	2017	2017	2016	2016	2016
Compensated absences	\$ 4,227,827	\$ —	\$ 4,227,827	\$ 4,026,326	\$ 167,917	\$ 4,194,243
Net pension liability	2,550,627	—	2,550,627	2,504,313	—	2,504,313
	<u>\$ 6,778,454</u>	<u>\$ —</u>	<u>\$ 6,778,454</u>	<u>\$ 6,530,639</u>	<u>\$ 167,917</u>	<u>\$ 6,698,556</u>

Economic Factors and Next Year’s Budgets

Construction continues to add to the assessed value of the District. The growth of the District also requires expanding coverage and resident needs for fire rescue services. Auto sales continue to increase in 2017 which results in higher specific ownership tax collections.

A merge between South Metro Fire Rescue District and Cunningham Fire Protection District occurred on January 1, 2018. This merge will result in expanded services available to residents and citizens served within the District.

Request for Information

This financial report is designed to provide a general overview of South Metro Fire Rescue Fire Protection District’s finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Chief Financial Officer, South Metro Fire Rescue, 9195 E. Mineral Avenue, Centennial, CO 80112.

BASIC FINANCIAL STATEMENTS

**SOUTH METRO FIRE RESCUE
STATEMENT OF NET POSITION
DECEMBER 31, 2017**

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 37,300,862	\$ 2,720,469	\$ 40,021,331
Cash and investments - restricted	2,404,852	—	2,404,852
Receivables (net of allowance for uncollectable)	3,876,888	—	3,876,888
Interest receivable	109,731	—	109,731
Receivable - County Treasurer	60,991,112	—	60,991,112
Prepaid expense	1,874,642	—	1,874,642
Inventories	1,122,130	—	1,122,130
Capital assets, not being depreciated:			
Land	5,131,453	2,598,566	7,730,019
Construction in progress	3,834,686	—	3,834,686
Capital assets (net of accumulated depreciation):			
Building	25,268,375	3,024,664	28,293,039
Vehicles	11,798,322	—	11,798,322
Equipment	3,512,104	—	3,512,104
Total capital assets	49,544,940	5,623,230	55,168,170
Total assets	157,225,157	8,343,699	165,568,856
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	402,298	—	402,298
Total deferred outflows of resources	402,298	—	402,298
LIABILITIES			
Accounts and wages payables	6,492,202	47,220	6,539,422
Compensated absences - current	422,783	—	422,783
Net pension liability	2,550,627	—	2,550,627
Compensated absences	3,805,044	—	3,805,044
Total liabilities	13,270,656	47,220	13,317,876
DEFERRED INFLOWS OF RESOURCES			
Unavailable property tax revenue	60,991,112	—	60,991,112
Deferred revenue	24,516	—	24,516
Total deferred inflows of resources	61,015,628	—	61,015,628
NET POSITION			
Net investment in capital assets	49,544,940	5,623,230	55,168,170
Restricted:			
Emergency reserve (TABOR)	1,907,503	—	1,907,503
Pension funds	498,984	—	498,984
Net pension asset	—	—	—
Unrestricted	31,389,744	2,673,249	34,062,993
Total net position	83,341,171	8,296,479	91,637,650

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

**SOUTH METRO FIRE RESCUE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Program Revenues		Net (Expenses) Revenue & Changes in Net Position		
	Expenses	Charges for Services	Governmental Activities	Business Type Activities	Total
FUNCTIONS/PROGRAMS					
Governmental activities					
Field operations	\$ (47,931,085)	\$ 848,205	\$ (47,082,880)	\$ —	\$ (47,082,880)
Preparedness	(4,916,478)	274,106	(4,642,372)	—	(4,642,372)
Fleet services	17,610	277,495	295,105	—	295,105
Support services	(8,892,556)	229,673	(8,662,883)	—	(8,662,883)
Life Safety Bureau	(2,862,739)	1,803,896	(1,058,843)	—	(1,058,843)
Metcom/Technical Services	(5,228,438)	440,511	(4,787,927)	—	(4,787,927)
Total governmental activities	(69,813,686)	3,873,886	(65,939,800)	—	(65,939,800)
Business-type activities:					
Building rental	(858,801)	1,287,984	—	429,183	429,183
Ambulance transport	(3,125,249)	4,575,987	—	1,450,738	1,450,738
Total business-type activities	(3,984,050)	5,863,971	—	1,879,921	1,879,921
Total government	\$ (73,797,736)	\$ 9,737,857	(65,939,800)	1,879,921	(64,059,879)
General revenues					
Property taxes			54,069,865	—	54,069,865
Specific ownership tax			5,263,971	—	5,263,971
Investment earnings			381,539	93,847	475,386
Sale of assets			71,745	—	71,745
Miscellaneous income			272,568	4,528	277,096
Transfer			7,164,540	(7,164,540)	—
Total general revenues			67,224,228	(7,066,165)	60,158,063
Change in net position			1,284,428	(5,186,244)	(3,901,816)
Net position -beginning			82,056,743	13,482,723	95,539,466
Net position - ending			\$ 83,341,171	\$ 8,296,479	\$ 91,637,650

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

**SOUTH METRO FIRE RESCUE
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2017**

	General Fund	Capital Projects Fund	Cherry Hills Pension Special Revenue Fund	Total Governmental Funds
ASSETS				
Cash and investments	\$ 36,916,749	\$ 384,113	\$ —	\$ 37,300,862
Cash and investments - restricted	1,907,503	—	497,349	2,404,852
Accounts receivable, net	3,875,253	—	1,635	3,876,888
Interest receivable	109,731	—	—	109,731
Property taxes receivable	60,745,685	—	245,427	60,991,112
Prepaid items	1,874,642	—	—	1,874,642
Inventory	1,122,130	—	—	1,122,130
Total assets	<u>\$ 106,551,693</u>	<u>\$ 384,113</u>	<u>\$ 744,411</u>	<u>\$ 107,680,217</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued liabilities	\$ 2,619,609	\$ 353,948	\$ —	\$ 2,973,557
Accrued wages	3,518,645	—	—	3,518,645
Total liabilities	<u>6,138,254</u>	<u>353,948</u>	<u>—</u>	<u>6,492,202</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred revenue	24,516	—	—	24,516
Property tax revenue	60,745,685	—	245,427	60,991,112
Total deferred inflows of resources	<u>60,770,201</u>	<u>—</u>	<u>245,427</u>	<u>61,015,628</u>
FUND BALANCES				
Non-spendable:				
Inventory	1,122,130	—	—	1,122,130
Prepaid items	1,874,642	—	—	1,874,642
Restricted:				
Emergency reserve	1,907,503	—	—	1,907,503
Pension funds	—	—	498,984	498,984
Assigned:				
Capital projects	—	30,165	—	30,165
Unassigned:				
Total fund balance	<u>39,643,238</u>	<u>30,165</u>	<u>498,984</u>	<u>40,172,387</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 106,551,693</u>	<u>\$ 384,113</u>	<u>\$ 744,411</u>	

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

Capital assets used in governmental activities are not financial resources, and therefore are not reported in the funds	49,544,940
Long term liabilities, including compensated absences are not due and payable in the current period and therefore are not reported in these funds	(4,227,827)
Pension related actuarial assumptions, differences between actual and expected experience and investment earnings	<u>(2,148,329)</u>
Net position of governmental activities	<u>83,341,171</u>

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

SOUTH METRO FIRE RESCUE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2017

	General Fund	Capital Projects Fund	Cherry Hills Pension Special Revenue Fund	Totals
REVENUES				
Property taxes	\$ 53,829,411	\$ —	\$ 240,454	\$ 54,069,865
Specific ownership taxes	5,243,327	—	20,644	5,263,971
Net investment earnings	364,250	10,056	7,233	381,539
Rental income	155,553	—	—	155,553
Miscellaneous revenue	3,990,901	—	—	3,990,901
Total revenues	<u>63,583,442</u>	<u>10,056</u>	<u>268,331</u>	<u>63,861,829</u>
EXPENDITURES				
Public safety:				
Administration	7,367,842	—	3,612	7,371,454
Field operations	41,463,055	—	214,110	41,677,165
Preparedness	4,937,445	—	—	4,937,445
Life safety bureau	2,889,075	—	—	2,889,075
Metcom/Technical Service	5,785,745	—	—	5,785,745
Fleet maintenance	2,284,781	—	—	2,284,781
Buildings and grounds maintenance	1,690,030	—	—	1,690,030
Capital outlay	244,638	5,331,606	—	5,576,244
Total expenditures	<u>66,662,611</u>	<u>5,331,606</u>	<u>217,722</u>	<u>72,211,939</u>
Excess of Revenues Over (Under)Expenditures	<u>(3,079,169)</u>	<u>(5,321,550)</u>	<u>50,609</u>	<u>(8,350,110)</u>
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	6,107,936	—	—	6,107,936
Sale of capital assets	71,745	—	—	71,745
Total other financing sources (uses)	<u>6,179,681</u>	<u>—</u>	<u>—</u>	<u>6,179,681</u>
Net change in fund balances	3,100,512	(5,321,550)	50,609	(2,170,429)
Fund balances - beginning of year	36,542,726	5,351,715	448,375	42,342,816
Fund balances - end of year	<u>\$ 39,643,238</u>	<u>\$ 30,165</u>	<u>\$ 498,984</u>	<u>\$ 40,172,387</u>

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

**SOUTH METRO FIRE RESCUE
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, 2017**

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

Net change in fund balances - Total Governmental Funds	\$	(2,170,429)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital asset additions (less removed assets)		8,943,560
Depreciation expense		(5,258,296)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the funds.

Compensated absences - change in liability		(201,500)
Pension expense		(28,907)

Changes in net position of governmental activities	\$	1,284,428
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The accompanying notes are an integral part of the financial statements.

**SOUTH METRO FIRE RESCUE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
GENERAL FUND
YEAR ENDED DECEMBER 31, 2017**

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Property taxes	\$ 53,994,608	\$ 53,829,411	\$ (165,197)
Specific ownership taxes	4,400,000	5,243,327	843,327
Net investment earnings	325,000	364,250	39,250
Rental income	127,300	155,553	28,253
Miscellaneous revenue	3,446,583	3,990,901	544,318
Total revenues	<u>62,293,491</u>	<u>63,583,442</u>	<u>1,289,951</u>
EXPENDITURES			
Public safety			
Administration	8,121,255	7,367,842	753,413
Field operations	38,784,809	41,463,055	(2,678,246)
Preparedness	4,226,351	4,937,445	(711,094)
Life safety bureau	2,890,691	2,889,075	1,616
Metcom/Technical Service	6,568,380	5,785,745	782,635
Fleet maintenance	2,651,293	2,284,781	366,512
Buildings and grounds maintenance	1,801,595	1,690,030	111,565
Capital outlay	758,275	244,638	513,637
Total expenditures	<u>65,802,649</u>	<u>66,662,611</u>	<u>(859,962)</u>
Excess of revenues over (under) expenditures	<u>(3,509,158)</u>	<u>(3,079,169)</u>	<u>429,989</u>
OTHER FINANCING SOURCES (USES)			
Transfers from other funds	1,054,000	6,107,936	5,053,936
Transfers to other funds	(7,400,000)	—	7,400,000
Sale of capital assets	150,000	71,745	(78,255)
Total other financing sources (uses)	<u>(6,196,000)</u>	<u>6,179,681</u>	<u>12,375,681</u>
Net change in fund balances	(9,705,158)	3,100,512	12,805,670
Fund balances - beginning of year	33,661,854	36,542,726	2,880,872
Fund balances - end of year	<u>\$ 23,956,696</u>	<u>\$ 39,643,238</u>	<u>\$ 15,686,542</u>

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

**SOUTH METRO FIRE RESCUE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CHERRY HILLS PENSION - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2017**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUE				
Property taxes	\$ 241,054	\$ 241,054	\$ 240,454	\$ (600)
Specific ownership taxes	16,000	16,000	20,644	4,644
Net investment earnings	1,000	1,000	7,233	6,233
Total revenue	<u>258,054</u>	<u>258,054</u>	<u>268,331</u>	<u>10,277</u>
EXPENDITURES				
Administration	3,616	3,612	3,612	—
Contribution to pension plan	201,921	214,110	214,110	—
Total expenditures	<u>205,537</u>	<u>217,722</u>	<u>217,722</u>	<u>—</u>
Excess of revenue over expenditures	52,517	40,332	50,609	10,277
Fund balances - beginning of year	<u>449,584</u>	<u>449,584</u>	<u>448,375</u>	<u>(1,209)</u>
Fund balance - end of year	<u>\$ 502,101</u>	<u>\$ 489,916</u>	<u>\$ 498,984</u>	<u>\$ 9,068</u>

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

**SOUTH METRO FIRE RESCUE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2017**

	Ambulance Transport Fund	Building Rental Fund	Total Enterprise Funds
ASSETS			
Current assets:			
Cash and investments	\$ —	\$ 2,720,469	\$ 2,720,469
Total current assets	<u>—</u>	<u>2,720,469</u>	<u>2,720,469</u>
Capital assets:			
Land	—	2,598,566	2,598,566
Buildings	—	11,450,587	11,450,587
Less accumulated depreciation	—	(8,425,923)	(8,425,923)
Total capital assets (net of accumulated depreciation)	<u>—</u>	<u>5,623,230</u>	<u>5,623,230</u>
Total assets	<u>—</u>	<u>8,343,699</u>	<u>8,343,699</u>
LIABILITIES			
Current liabilities:			
Accounts payable	—	47,220	47,220
Total current liabilities	<u>—</u>	<u>47,220</u>	<u>47,220</u>
NET POSITION			
Net investment in capital assets	—	5,623,230	5,623,230
Unrestricted	—	2,673,249	2,673,249
Total net position	<u>\$ —</u>	<u>\$ 8,296,479</u>	<u>\$ 8,296,479</u>

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

**SOUTH METRO FIRE RESCUE
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Ambulance Transport Fund	Building Rental Fund	Total Enterprise Funds
OPERATING REVENUES			
Charges for services	\$ 4,575,987	\$ 1,287,984	\$ 5,863,971
OPERATING EXPENSES			
Fleet, building and grounds maintenance	2,102	620,905	623,007
Medical operations	3,123,147	—	3,123,147
Depreciation	—	237,896	237,896
Total operating expenses	3,125,249	858,801	3,984,050
Operating income	1,450,738	429,183	1,879,921
NONOPERATING INCOME			
Miscellaneous revenue	61,566	36,809	98,375
Total nonoperating income	61,566	36,809	98,375
TRANSFERS			
Assets Transferred to General Fund	(1,224,521)	—	(1,224,521)
Compensated absences transferred to General Fund	167,917	—	167,917
Transfer to General Fund	(6,041,936)	(66,000)	(6,107,936)
Total transfers	(7,098,540)	(66,000)	(7,164,540)
Change in net position	(5,586,236)	399,992	(5,186,244)
Total net position - beginning of year	5,586,236	7,896,487	13,482,723
Total net position - end of year	\$ —	\$ 8,296,479	\$ 8,296,479

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

**SOUTH METRO FIRE RESCUE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Ambulance Transport Fund	Building Rental Fund	Total Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 5,658,122	\$ 949,284	\$ 6,607,406
Receipts from interfund services provided	129,117	400,000	529,117
Payments to suppliers	(1,666,964)	(680,148)	(2,347,112)
Payments to employees	(1,587,342)	—	(1,587,342)
Net cash provided by operating activities	<u>2,532,933</u>	<u>669,136</u>	<u>3,202,069</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfer to other funds	(6,041,936)	—	(6,041,936)
Net cash flows provided by noncapital financing activities	<u>(6,041,936)</u>	<u>—</u>	<u>(6,041,936)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Miscellaneous revenue	61,566	—	61,566
Capital purchases	(203,431)	(122,076)	(325,507)
Net cash (used) by capital and related financing activities	<u>(141,865)</u>	<u>(122,076)</u>	<u>(263,941)</u>
Net increase in cash and deposits	(3,650,868)	547,060	(3,103,808)
Cash and deposits, January 1	<u>3,650,868</u>	<u>2,173,409</u>	<u>5,824,277</u>
Cash and deposits, December 31	\$ —	\$ 2,720,469	\$ 2,720,469
Reconciliation of operating income to net cash provided(used) by operating activities:			
Operating income	<u>\$ 1,450,738</u>	<u>\$ 399,992</u>	<u>\$ 1,850,730</u>
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	—	237,896	237,896
Increase (decrease) in:			
Accounts receivable	1,967,517	24,489	1,992,006
Allowance for uncollectible accounts	(885,383)	—	(885,383)
Inventory	129,117	—	129,117
Increase (decrease) in:			
Accounts payable	(50,388)	6,759	(43,629)
Wages payable	(78,668)	—	(78,668)
Total adjustments	<u>1,082,195</u>	<u>269,144</u>	<u>1,351,339</u>
Net cash provided by operating activities	<u>\$ 2,532,933</u>	<u>\$ 669,136</u>	<u>\$ 3,202,069</u>

Noncash Capital Financing Activities:

Capital assets of \$944,068 were transferred at net book value to the general fund.

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

**SOUTH METRO FIRE RESCUE
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2017**

	Total Agency Funds	Total Pension Trust Funds
ASSETS		
Cash and cash equivalents	\$ 2,434,124	\$ —
Cash and investments held by trustee	497,349	6,719
Receivable	—	—
Total assets	\$ 2,931,473	\$ 6,719
LIABILITIES		
Due to other governments	517,190	
Held for JACC	184,170	
Held for medical claims	2,230,113	
Total liabilities	\$ 2,931,473	
NET POSITION		
Restricted for pension benefits		\$ 6,719

The accompanying notes are an integral part of the financial statements

**SOUTH METRO FIRE RESCUE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Total Pension Trust Funds
ADDITIONS	
Contributions:	
Employer	\$ 14,400
Net investment income	56
Total additions	14,456
DEDUCTIONS	
Operating expenses:	
Benefits and refunds paid to plan members and beneficiaries	11,161
Administrative expenses	5,025
Total deductions	16,186
Changes in net position	(1,730)
Net position - beginning	8,449
Net position - ending	\$ 6,719

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

SOUTH METRO FIRE RESCUE AUTHORITY
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2017

NOTE 1 - DEFINITION OF REPORTING ENTITY

South Metro Fire Rescue Fire Protection District (the District) formerly known as South Metro Fire Rescue Authority was legally established on December 14, 2015. The District was formerly operating in an Authority model created on April 24, 2008 by the Creation and Pre-Inclusion Agreement, as amended, whereby Parker Fire Protection District and South Metro Fire Rescue agreed to integrate all aspects of their operations, administration, and services through the formation of a separate legal entity pursuant to §29-1-203(4), C.R.S.

The District is governed, pursuant to provisions of the Colorado Special District Act, by a seven member Boards of Directors. The District's Fire Chief has all powers and authorities provided for a fire chief under §32-1- 1002, C.R.S., and oversees and manages all business and affairs of the District, including the operation, maintenance, management, administration, and provision of all facilities, improvements, equipment, services and personnel. The District's service areas are located in Douglas and Arapahoe Counties, Colorado. The District was established to provide fire protection and paramedic rescue services.

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

The District is not financially accountable for any other organization, nor is the District a component unit of any other primary governmental entity.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Government-wide and Fund Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These financial statements report information on all of the non-fiduciary activities of the primary government. All fiduciary activities are reported only in the fiduciary fund financial statements. The effect of interfund activity has been removed from these statements. Both statements distinguish between governmental activities, which normally are supported by taxes and

intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of net position reports all financial and capital resources of the District. The difference between the sum of assets and deferred outflows and the sum of liabilities and deferred inflows of the District is reported as net position.

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 the governmental funds and proprietary funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. Depreciation is computed and recorded as an operating expense. Expenditures for property, equipment and infrastructure are shown as increases in assets.

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 District considers revenues to be available if they are collected within a reasonable period (typically within 60 days) following the end of the current fiscal period. The major sources of revenues susceptible to accrual are property taxes, specific ownership taxes, permit fees and emergency medical service fees. All other revenue items are considered to be measurable and available only when received by the District. Expenditures are recorded when the liability is incurred.

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It is used to account for all financial resources except those required to be accounted for in other funds.

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed in the proprietary fund types).

Special Revenue Fund:

- The Cherry Hills Pension Fund is used to collect the property tax receipts from the former Cherry Hills Fire Protection District in order to fund the Cherry Hills Old Hire Pension. As part of the inclusion of the Cherry Hills Fire Protection District into South Metro Fire Rescue, the District was allowed to assess a pension mill levy to provide for the pensions of the employees of the Cherry Hills Fire Protection District who had already retired and belonged to this defined benefit pension plan. This mill levy can only be used for contributions to that pension plan. The mill levy will be decreased as the contributions to the plan decrease. Any funds left in the agency fund after all pensioners and beneficiaries have deceased will be returned to the tax payers in the former Cherry Hills Fire Protection District boundaries.

The District reports the following major proprietary funds:

Enterprise Funds:

- The Ambulance Transport Fund accounts for the ambulance transportation operations that are financed and operated in a manner where the intent of the District is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges. This fund was closed in 2017 and activity will be consolidated in the General Fund going forward. Ambulance transport service costs are incurred on a District wide level, and accounting for them in the General Fund proved to be a better method for budgeting and reporting purposes. User charges and cost reporting is still available through General Fund reporting and will be used to determine future financial decisions.
- The Building Rental Fund provides for the maintenance of the administration headquarters which is also rented or leased to outside governments on both the state and federal level.

The District reports the following fiduciary fund types:

Pension Trust Fund:

- South Metro Fire Rescue Old Hire Pension Trust (Formerly Castlewood Fire) is administered by Wells Fargo. These funds are used to account for transactions relating to assets held by a trustee on behalf of the District for its pension plans beneficiaries.
- South Metro Fire Rescue Volunteer Firefighter Pension Trust (Formerly Castlewood Fire) is administered by Wells Fargo. These funds are used to account for transactions relating to assets held by a trustee on behalf of the District for its pension plans beneficiaries.

Agency Funds:

- The Joint Service Facility Fund is custodial in nature and does not present results of operations or have a measurement focus. The District manages the Joint Service Facility for the participants in the facility, (i.e. provides for the maintenance of the facility.) and the fund is used to account for assets that the District holds for others in an agency capacity.
- The SMFRA Medical Self Insurance Fund is custodial in nature. This fund collects the District and employee's medical premiums, and the funds are used to pay for the Stop Loss Insurance, administration fees to the third-party administrator and to pay medical claims of the insured.

- The JACC Fund is custodial in nature. This fund collects funding for the Jefferson Arapahoe Communications Center (JACC) from several agencies and the funds are used for the operations of the JACC.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions of this general rule include elimination of charges that would distort the direct costs and program revenues for functions concerned.

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

Pension Plans that are agent-multiple employer plans for purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Fire and Police Pension Association of Colorado (FPPA) plans and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by FPPA. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

Budgets

In accordance with State Budget Law, the Board holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year end. The Board can modify the budget by line item within the total appropriation without notification. The appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting, unless otherwise indicated. Unused appropriations lapse at the end of the fiscal year.

The District amended its annual budget in the Cherry Hills Pension and Ambulance Transport Funds for the year ended December 31, 2017.

Pooled Cash and Investments

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

Investments are carried at fair value.

Cash Equivalents

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

Capital Assets

Capital assets, which include property, equipment and infrastructure assets are reported in the applicable governmental or business type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art or similar items, and capital assets received in a service concession arrangement are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Depreciation expense has been computed using the straight-line method over the estimated economic useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40-50
Building Improvements	10
Ambulances	5
Fire Apparatus	9-10
Staff Vehicles	3-5
Equipment	5

Compensated Absences

The District has a policy that allows employees to accumulate unused vacation and sick leave benefits and compensatory time up to certain maximum hours. The District has implemented a benefit to pay a portion of unused leave based on years of service upon termination. A long-term liability has been recorded in the government-wide and proprietary financial statements.

Property Taxes

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

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

Accounts Receivable, Allowance for Doubtful Accounts

All trade accounts receivables are shown net of an allowance for uncollectible accounts. In the General Fund, a portion of the ambulance transport related trade accounts receivable balance comprises the allowance for doubtful accounts. Analysis is performed annually to determine this amount deemed uncollectible.

Inventories

Inventories are valued at cost using the first-in, first-out method. Inventories in the General Fund consist of expendable supplies held for consumption, medical supplies, vehicle parts and uniforms for the Firefighters and items which can be purchased by the employees or the public. Inventories in the Ambulance Transport Fund consist of supplies needed during the transport process. The cost is recorded as expenditures at the time individual inventory items are consumed.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items are recorded as expenditures/expenses when consumed rather than when purchased. The District considers items to be prepayments when payment is made for services and/or goods delivered in future periods and the amount of the payment is more than \$5,000.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has one item that qualifies for reporting in this category which is shown as pension-related amounts that includes items related to the District's portion of the Colorado Fire and Police Pension Association (FPPA) benefit plans. This includes the difference between expected and actual experience, any changes of assumptions or other inputs, the net difference between projected and actual investment earnings on pension plan investments, and the related contributions subsequent to the measurement date, but before the end of the fiscal year and changes in proportion since the prior measurement dates (See Note 14).

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has two items that qualify for reporting in this category. The deferred revenue is fees that have been collected for classes to be

held in the following year. The item, deferred revenue, is reported only in the governmental funds balance sheet. The governmental funds report deferred revenue from property taxes. These amounts are deferred and recognized as an inflow of resources in the period the amounts are received by the District.

Fund Equity

Fund balance for governmental funds should be reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which spending can occur. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned, and unassigned. Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

Nonspendable fund balance – The portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts or inventory) or legally or contractually required to be maintained intact.

Restricted fund balance – The portion of fund balance that is constrained to being used for a specific purpose by external parties (such as bondholders), constitutional provisions, or enabling legislation.

Committed fund balance – The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision-making authority, the Board of Directors. The constraint may be removed or changed only through formal action of the Board. The Board will either pass an ordinance or resolution as the highest level of decision making dependent on the subject matter.

Assigned fund balance – The portion of fund balance that is constrained by the government’s intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Board to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.

Unassigned fund balance – The residual portion of fund balance that does not meet any of the criteria described above. Additionally, the unassigned fund balance is generally a negative amount, except for in the general fund, which reports a positive unassigned fund balance amount. The negative amount is appropriate in other governmental funds (excluding the general fund) if the expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes.

If more than one classification of fund balance is available for use when an expenditure is incurred, it is the District’s policy to use the most restrictive classification first.

NOTE 3 - CASH AND INVESTMENTS

Cash and investments as of December 31, 2017 are classified in the accompanying financial statements as follow:

Statement of net position:	
Cash and investments	\$ 40,021,331
Cash and investments - restricted	<u>2,404,852</u>
Total cash and investments	\$ 42,426,183

Cash and investments as of December 31, 2017 consist of the following:

Deposits with financial institutions	\$ 3,181,558
Investments	<u>39,244,625</u>
Total cash and investments	\$ 42,426,183

Deposits with Financial Institutions

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. State regulators determine eligibility. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The fair value of the collateral must be equal to 102% of the aggregate uninsured deposits.

The State Commissioners for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

As of December 31, 2017, all of the District's deposits were either insured by the Federal Deposit Insurance Corporation or held in eligible public depositories as required by PDPA.

Investments

Colorado Revised Statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. The allowed investments include local government investment pools.

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

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

- Local government investment pools

The District has additional investments under the management of asset management firms: Chandler Asset Management (Chandler) and PFM Asset Management LLC (PFM). The individual securities are held in the name of the District by a third party custodian.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments not measured at fair value and not categorized include governmental money market funds (Chandler and PFM); money market funds (generally held by Bank Trust Departments in their role as paying agent or trustee). Level 2 investment values are derived from associated traded securities as reported by the District's asset management firms. Equity and equity derivative securities classified in Level 2 are securities whose values are derived daily from associated traded securities. Fixed income securities and derivatives within all asset classes that are classified in Level 2 are valued using either a bid evaluation, matrix pricing or various relational pricing model techniques. Level 2 fixed income securities have non-proprietary information that was readily available to market participants, from multiple independent sources, which are known to be actively involved in the market.

The District has recurring fair value measurements through Colotrust that are valued using the market approach with maturities based on a weighted average under 60 days approach.

The District does not have recurring fair value measurements as of December 31, 2017, that are valued using quoted prices in active markets for identical assets (Level 1) or significant unobservable inputs (Level 3).

<u>Investment</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Amortized Costs</u>	<u>Total</u>
Colotrust	—	—	—	10,261,588	10,261,588
Chandler	—	12,454,098	—	1,032,618	13,486,716
PFM	—	15,458,868	—	37,453	15,496,321
Total	—	27,912,966	—	11,331,659	39,244,625

As of December 31, 2017, the District had the following investments in a Chandler Asset Management externally managed investment portfolio. This portfolio is managed by the investment manager at their discretion. Modified duration is shown in years.

<u>Investment</u>	<u>Fair Value</u>	<u>Modified Duration</u>	<u>S&P/Moody's Rating</u>
US Treasuries	\$ 3,770,791	2.20	AA+ - Aaa
US Agencies	6,785,562	1.80	AA+ - Aaa
Supranational Bonds	272,551	3.40	AAA - Aaa
Corporate Bonds	1,357,354	1.80	AA+ - Aa1
Commercial Paper	267,840	0.42	P-1 A-1+
Total Fair Value	<u>\$ 12,454,098</u>	1.78	AA+ - Aaa

As of December 31, 2017, the District had the following investments in a third managed portfolio managed by PFM Asset Management LLC externally. Modified duration is shown in years.

<u>Investment</u>	<u>Fair Value</u>	<u>Modified Duration</u>	<u>S&P/Moody's Rating</u>
US Treasuries	\$ 5,134,671	1.63	AA+ - Aaa
US Agencies	2,061,916	1.54	AA+ - Aaa
Municipal Bonds	1,181,331	1.89	AAA - Aa1
Certificates of Deposit	2,375,920	1.93	AA- - Aa2
Supranational Bonds	2,294,267	1.60	AAA - Aaa
Corporate Bonds	2,062,239	1.66	AAA - Aaa
Commercial Paper	98,909	1.72	A-1 - P1
Bank Note	249,615		
Total Fair Value	<u>\$ 15,458,868</u>	1.69	AAAm - NR

Local Government Investment Pools – As of December 31, 2017, the District had funds invested in local government investment pools which are rated AAA.

- **Colotrust:** The District invested in the Colorado Local Government Liquid Asset Trust (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and repurchase agreements collateralized by certain obligations of U.S. government agencies. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. Colotrust is rated AAAM by Standard & Poor's.
- The money market fund of the PFM managed account is the Colorado Statewide Investment Program (CSIP) and is rated AAAM. As an investment pool these funds operate under the Colorado Revised Statutes (24-75-701) and are overseen by the Colorado Securities Commissioner. They invest in securities that are specified by the Colorado Revised Statutes (24-75-601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). They operate similar to a money market fund with a share value equal to \$1.00.

Interest Rate Risk: Through its investment policy the District manages its exposure to fair value losses arising from increasing interest rates by limiting the modified duration of the managed portfolio to less than 3 years. It is expected that these funds are excess funds and that the District will provide for short term needs from funds invested in the state pools. The

government investment pools operate similar to a money market fund. Therefore, no disclosure is required.

Credit Risk: The District’s investment policy applies the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The District’s investment policy limits investments in corporate bonds to the top three ratings issued by nationally recognized statistical rating organizations and they must be rated by at least two such organizations. Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The District’s direct investment in bank CD’s must be rated Excellent or better to be covered by FDIC insurance.

Concentration of risk. The District’s investment policy does not allow for an investment in any one issuer that is in excess of five percent of the government’s total investments. External investment pools are excluded from the five percent disclosure requirement.

Custodial credit risk. In the case of deposits, this is the risk that in the event of bank failure, the District’s deposits may not be returned to it. The District has no deposit policy for custodial risk because the District’s deposits are covered under the Public Deposit Protection Act.

NOTE 4 - RECEIVABLES

Receivables as of the year end for the District’s individual major funds, including the applicable allowance for uncollectible accounts, are as follows:

	General Fund	Capital Projects	Cherry Hills Special Revenue Fund	Total Governmental Funds
Accounts	\$ 4,265,167	\$ —	\$ 1,635	\$ 4,266,802
Taxes	60,745,685	—	245,427	60,991,112
Interest	109,731	—	—	109,731
Gross Receivables	65,120,583	—	247,062	65,367,645
Less: Allowance for uncollectibles	(389,914)	—	—	(389,914)
Net Total Receivables	\$ 64,730,669	\$ —	\$ 247,062	\$ 64,977,731

	Ambulance Transport Fund	Building Rental Fund	Total Proprietary Funds	Total All Funds
Accounts	\$ —	\$ —	\$ —	\$ 4,266,802
Taxes	—	—	—	60,991,112
Interest	—	—	—	109,731
Gross Receivables	—	—	—	65,367,645
Less: Allowance for uncollectibles	—	—	—	(389,914)
Net Total Receivables	\$ —	\$ —	\$ —	\$ 64,977,731

Governmental funds report deferred revenues in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of unavailable revenue reported in the governmental funds were as follows:

<u>Unavailable Property Tax Revenue</u>	
Property taxes receivable	\$ 60,745,685
Cherry Hills Property taxes receivable (Special Revenue Fund)	245,427
	<u>\$ 60,991,112</u>

NOTE 5 - CAPITAL ASSETS

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 5,131,453	\$ —	\$ —	\$ 5,131,453
Construction in progress	4,477,554	2,582,446	3,225,314	3,834,686
Total capital assets, not being depreciated	9,609,007	2,582,446	3,225,314	8,966,139
Capital assets, being depreciated:				
Buildings	40,208,259	236,990	918,876	39,526,373
Vehicles	23,017,883	8,542,160	1,242,620	30,317,423
Equipment	11,731,630	2,968,774	—	14,700,404
Total capital assets, being depreciated	74,957,772	11,747,924	2,161,496	84,544,200
Less accumulated depreciation for:				
Buildings	(13,890,276)	(942,061)	(574,340)	(14,257,997)
Vehicles	(15,297,300)	(4,449,952)	(1,228,151)	(18,519,101)
Equipment	(9,519,526)	(1,668,774)	—	(11,188,300)
Total accumulated depreciation	(38,707,102)	(7,060,787)	(1,802,491)	(43,965,398)
Total capital assets, being depreciated, net	36,250,670	4,687,137	359,005	40,578,801
Governmental activities capital assets, net	45,859,677	7,269,583	3,584,319	49,544,941
Business-type activities:				
Capital assets, not being depreciated:				
Land	2,598,566	—	—	2,598,566
Construction in progress	244,485	35,967	280,452	—
Total capital assets, not being depreciated	2,843,051	35,967	280,452	2,598,566
Capital assets, being depreciated:				
Buildings	11,328,512	122,075	—	11,450,587
Vehicles	3,046,329	107,300	3,153,629	—
Equipment	920,366	60,164	980,530	—
Total capital assets, being depreciated	15,295,207	289,539	4,134,159	11,450,587
Less accumulated depreciation for:				
Buildings	(8,188,027)	(237,896)	—	(8,425,923)
Vehicles	(2,438,401)	—	(2,438,401)	—
Equipment	(751,690)	—	(751,690)	—
Total accumulated depreciation	(11,378,118)	(237,896)	(3,190,091)	(8,425,923)
Total capital assets, being depreciated, net	3,917,089	51,643	944,068	3,024,664
Business-type activities capital assets, net	\$ 6,760,140	\$ 87,610	\$ 1,224,520	\$ 5,623,230

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

Governmental activities:	
Field Operations	\$ 281,017
Support Services	1,044,724
Metcom/Technical Services	399,302
Fleet Services	<u>2,014,067</u>
Total Depreciation expense - governmental activities	<u><u>\$ 3,739,110</u></u>
Business-type activities:	
Ambulance Transport	\$ —
Building Rental	<u>237,896</u>
Total depreciation expense - business-type activities	<u><u>\$ 237,896</u></u>

NOTE 6 - INTERFUND TRANSFERS AND BALANCES

The transfer from the Ambulance Transport Enterprise Fund to the General Fund was made to finalize the closure of the Ambulance Transport Enterprise Fund in 2017. The assets associated with the Ambulance Transport Fund were also transferred to the General Fund at net book values. The transfers from the Building Rental Enterprise Fund to the General Fund were recorded to cover administrative costs of operating the Building Rental Enterprise Fund.

NOTE 7 - LEASES

Operating Leases - Lessee

The District leases copy machines and staff vehicles under annually cancelable operating leases. The total lease payments in 2017 were \$224,538.

Operating Leases - Lessor

The District leases space in five of its buildings and on its communication tower to four cell phone or computer wireless companies. The communications tower has space leased to one neighboring fire district, a Communications District in the next county, and a school district for placement of antennas. The receipts for 2017 for renting this space were \$150,701.

The District leases a portion of its administrative building and the minimum anticipated receipts for the next five years are as follows:

	End Date	2018	2019	2020	2021	2022
State of CO						
Suite 350	6/30/2019	\$ 94,590	\$ 47,994	\$ -	\$ -	\$ -
2nd Floor	10/1/2024	161,184	161,184	161,184	161,184	161,184
GSA Suite 375	10/15/2022	105,596	105,596	105,596	105,596	105,596
		<u>\$ 361,370</u>	<u>\$ 314,774</u>	<u>\$ 266,780</u>	<u>\$ 266,780</u>	<u>\$ 266,780</u>

NOTE 8 - GENERAL OBLIGATION DEBT

The District does not have any general obligation debt outstanding and has no authorization for issuing general obligation debt.

NOTE 9 - CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended December 31, 2017 was as follows:

	Beginning Balance	Additions	Retirements	Ending Balance	Due within one year
Governmental Activities:					
Compensated Absences	\$ 4,026,326	\$ 3,994,175	\$ 3,792,674	\$ 4,227,827	\$ 422,783
Net pension liability	2,504,313	46,314	—	2,550,627	—
Long-Term Liabilities	<u>\$ 6,530,639</u>	<u>\$ 4,040,489</u>	<u>\$ 3,792,674</u>	<u>\$ 6,778,454</u>	<u>\$ 422,783</u>
Business-type Activities:					
Compensated Absences	\$ 167,917	\$ —	\$ 167,917	\$ —	\$ —
Long-term Liabilities	<u>\$ 167,917</u>	<u>\$ —</u>	<u>\$ 167,917</u>	<u>\$ —</u>	<u>\$ —</u>

The General Fund will typically be used to liquidate compensated absences and pension related liabilities.

NOTE 10 - TAX ABATEMENTS

In accordance with GASB Statement No. 77, the District has disclosed all agreements entered into with other entities that involve property tax abatements. It is important to note that the District has not directly entered in to any abatement agreements. The terms of the agreements and payment amounts as of December 31, 2017 are detailed as follows:

The Town of Parker approved the creation of the Parker Authority for Reinvestment (the URA) that in turn adopted three urban renewal plans, namely the Parker Road Plan, Parker Central Plan and Cottonwood Plan that are within the District's boundaries. The creation of the URA allows for Tax Increment Financing (TIF) as described under section 31-25-101 of the Colorado Revised Statutes. The URA has retained all property taxes categorized as TIF within the designated areas and has not entered into any agreement to share those revenues with the District. The District was deprived of property tax revenues in the amount of \$85,342 during the year ended December 31, 2017 as a result.

NOTE 11 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; or acts of God. The District is a member of the Colorado Special District Property and Liability Pool (Pool) as of December 31, 2017. The Pool is an organization created by intergovernmental agreement to provide workers compensation coverage to its members.

The District pays annual premiums to the Pool for workers compensation coverage. In the event aggregated losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds which the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula.

The District also pays annual premiums to McNeil & Company for property and liability insurance.

NOTE 12 - RELATED PARTY TRANSACTIONS

South Metro Safety Foundation

The District provides services for South Metro Safety Foundation, which is a non-profit corporation 501(c)3, formed through a donation received in 1992. The Foundation provides community training in First Aid, CPR, Babysitting classes and Teen Driving among other things. Two member of the District Board sits on the Foundation Board, as well as, one employee. The District's Finance Bureau provides accounting services for the Foundation.

Related party transactions

Two employees were paid a total of \$6,451 in 2017 for services performed. The services performed were related to embroidery and leather work for equipment used in the operations of the District.

Additionally, the District conducted transactions totaling \$27,182 with companies that were considered related parties of the District either because the District employee's family owned the company or the District employee worked for the company. The District feels these transactions are priced competitively and are accurately characterized as "arm's length" transactions.

NOTE 13 - INTERGOVERNMENTAL AGREEMENTS

Maintenance and Training Facility

The District has entered into an agreement with the Town of Parker and the Douglas County School District to construct and operate a joint maintenance and training facility. The District's initial capital percentage was 50.23% and as of December 31, 2017, the District has contributed a total of \$4,930,284 towards the construction of the facility. Operational costs are shared based on predetermined percentages of use, which percentages vary for different portions of the facility. Since the operation does not intend to accumulate any equity beyond the value of the constructed assets, it is not considered to be a joint venture for accounting purposes. During 1999, the District created an agency fund to report the operating and maintenance activity of the facility.

NOTE 14 - POST EMPLOYMENT BENEFITS

Defined Contribution Benefit Plans

1) Paid Firefighters and Administration Plan

The District contributes to the South Metro Fire Rescue 401(a) Plan, a defined contribution pension plan, for all of its full-time and permanent part-time employees. The plan is administered by Voya Financial.

Benefit terms, including contribution requirements, for the Plan are established by the Board of Directors. State statutes require the District to contribute at least 8% to the firefighter pension plan. The District currently contributes 12% of base pay for all employees to the pension plan. The employees, also, contribute 12% of base pay. For the year ended December 31, 2017 the District contributed and recognized as expense \$4,308,213 and employees contributed a total of \$4,308,213.

Employees are immediately vested in their own contributions and become vested in the District contributions over 3 years. Thirty-three and one third percent is vested each year so that at the end of 3 years they are fully vested. Non-vested District contributions are forfeited upon termination of employment. Forfeitures can be used to decrease District contributions. Forfeitures totaling \$6,912 were returned to the plan during 2017.

At December 31, 2017, there were 525 plan members with 448 being active employees during the year. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan has a nine member Trustee Board made up of the Fire Chief, Chief Financial Officer and the Human Resource Director by position. There are six elected trustees from the employee population and at least one elected member must be from the Administrative Employee Group (Support Services), the other five can be firefighters or administration.

Contributions made by plan members and the District for the year ended December 31, 2017, December 31, 2016, December 31, 2015 and December 31, 2014 are as follows:

Voya 401(a) Plan

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Employees	<u>\$4,279,383</u>	<u>\$4,003,963</u>	<u>\$3,609,298</u>	<u>\$3,531,120</u>
District	<u>\$4,279,383</u>	<u>\$4,003,963</u>	<u>\$3,609,298</u>	<u>\$3,531,120</u>

Defined Benefit Plans

In addition to the current employee plan, there are Pension Plans in place for former paid employees and volunteer members that have occurred through mergers or name changes over the years. There are a total of five such plans. Three of the plans are part of an agent multiple-employer Public Employees Retirement System (PERS) administered by the Fire and Police Pension Association of Colorado (FPPA). One plan is an Old Hire Plan and two are Volunteer Pension Plans.

The assets of the Plan are held and invested in the Fire and Police Members' Benefit Fund (the Common Fund). The purpose of the Common Fund is to collect, invest, administer, and disburse monies on behalf of firefighters and policemen in the State of Colorado for the New Hire Pension Fund, the Old Hire Fund, and the Death and Disability Fund.

Under the statutes, the Trustee of the Common Fund has full and unrestricted discretionary power and authority to invest and reinvest funds, subject to certain limitations, including a 50% maximum aggregate investment in common and preferred stocks and a 5% maximum investment in any one company.

FPPA issues a publicly available annual financial report that includes the assets of these plans. That report may be obtained by calling FPPA at 303-770-3772 in the Denver Metro area, or 1-800-332-3772 from outside the metro area or on the FPPA website at <http://www.fppaco.org>.

Single discount rate: Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax exempt municipal bond rate based on an index of 20-year general obligation bonds with a average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the long-term expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.78% based on the weekly rate closest to, but not later than, the measurement date of the "state & local bonds" rate from Federal Reserve statistical release; and the resulting Single Discount Rate is 7.50%.

Deferred Outflows of Resources and Deferred Inflows of Resources related to Pensions

At December 31, 2017 the District reported the following for the three plans:

	Net Pension Liability	Net Pension Asset	Pension Expense	Deferred Inflows/ Outflows
Parker Fire Protection District Volunteer Plan	\$ 326,682	\$ —	\$ 44,944	\$ 47,963
South Metro Fire Rescue Volunteer Plan	21,773	—	24,555	17,323
Cherry Hills Old Hire Plan	2,202,172	—	202,186	337,012
Totals	\$ 2,550,627	\$ —	\$ 271,685	\$ 402,298

The net pension liability was measured as of December 31, 2016 and the total pension liability was determined by an actuarial valuation of January 1, 2017 for the two volunteer plans and a valuation of January 1, 2016 for the old hire plan. Standard update procedures were used to roll forward the total pension liability to December 31, 2016. For the year ended December 31, 2017 the District recognized total pension expense of \$271,685.

The target allocation and the benchmark returns for each asset class for the three plans is as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global equity	36.00 %	6.75 %
Equity long/short	10.00 %	4.85 %
Illiquid alternatives	23.00 %	8.25 %
Fixed income	15.00 %	0.50 %
Absolute return	10.00 %	4.05 %
Managed futures	4.00 %	3.00 %
Cash	2.00 %	—
Total	<u>100.00 %</u>	

Single Discount Rate Sensitivity

Regarding the sensitivity of the net pension liability/(asset) to changes in the Single Discount Rate, the following presents the plans' net pension liability/(asset), calculated using a Single Discount Rate of 7.50%, as well as what the plans' net pension liability/(asset) would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher.

SENSITIVITY OF NET PENSION LIABILITY/(ASSET) TO THE SINGLE DISCOUNT RATE ASSUMPTION

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	6.50 %	7.50 %	8.50 %
Parker Fire Volunteer	\$ 376,122	\$ 326,682	\$ 286,538
South Metro Volunteer	48,764	21,773	(1,629)
Cherry Hills Old Hire	2,579,935	2,202,172	1,874,131

2) Parker Fire Protection District Volunteer Pension Plan

The Pension Fund's Board of Trustees is comprised of the five Directors of the Parker Fire Protection District plus two retired volunteer members. At December 31, 2017, there are 20 retired volunteers and/or beneficiaries receiving benefits. The volunteer plan is a closed plan and there are no active members. There are no inactive members not yet receiving benefits.

The benefit amount is \$420 per month after reaching 50 years of age and 20 years of service. Any member having a minimum of 10 years of service and reaching 50 years of age may receive a benefit of \$21 per month for each year of service for a minimum of \$ 210. There is no COLA attached to this plan. In addition, the plan provides death and disability benefits.

The plan is funded based on the bi-annual actuarial study. The contribution made by the District is the full amount of the required contribution. Plan members do not make contributions. The latest actuarial study was performed as of January 1, 2017. The next study will be performed January 1,

2019. The actuarial study as of January 2017 determines the contributions for 2018 and 2019 which is \$30,619.

A summary of the available history of the Annual Required Contribution as compared to actual contributions is as follows:

Annual Required Contribution - Parker Fire Volunteer Pension Plan				
Fiscal Year	Annual Required	Actual		
Ending	Contribution	Contribution		Percent
December 31				
2009	\$ 23,695	\$ 23,695		100 %
2010	23,695	23,695		100 %
2011	24,628	24,628		100 %
2012	24,628	24,628		100 %
2013	27,895	27,895		100 %
2014	27,895	27,895		100 %
2015	27,596	27,596		100 %
2016	28,670	28,670		100 %
2017	28,670	28,670		100 %

The changes in the net pension liability for the measurement period at December 31, 2016 are calculated as follows:

A. Total Pension Liability		
Interest on the Total Pension Liability	\$	46,295
Change of assumptions		30,490
Difference between expected and actual		(14,675)
Benefit payments		(73,559)
Net change in total pension liability		(11,449)
Total pension liability - beginning		653,385
Total pension liability - ending	\$	641,936
B. Plan fiduciary net position		
Contributions - employer	\$	28,670
Net investment income		17,007
Benefit payments		(73,559)
Pension plan Administrative Expense		(788)
Net change in plan fiduciary net position	\$	(28,670)
Plan fiduciary net position - beginning (Market value of assets at beginning of year)		343,924
Plan fiduciary net position - ending (Market value of assets at end of year)		315,254
C. Net pension liability/(asset)	\$	326,682
D. Plan fiduciary net position as a percentage of the total pension liability		49.11 %

Contributions subsequent to the measurement date of December 31, 2016, which are reported as deferred outflows of resources related to pensions, will be recognized as a reduction in the net pension liability in the year ended December 31, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows/ (Inflows) of Resources
2018	\$ 6,158
2019	6,156
2020	5,558
2021	1,421
2022	—
Thereafter	—
Total	\$ 19,293

3) South Metro Fire Rescue Volunteer Pension Plan

Retirement, disability and death benefits are paid in accordance with the plan provisions established by the Board of Trustees. Full retirement benefit of \$400 per month may commence when the retiree has twenty years of qualified service and is at least 50 years of age. Reduced benefits of \$20 per month may be earned after ten years of qualified service at age 50 up to a maximum of \$200. Spouses of deceased firefighters may receive 50% of the current pension benefits. There is a \$100 funeral benefit.

At December 31, 2017 there are 13 retirees and/or beneficiaries receiving benefits. The plan is funded based on the bi-annual actuarial study. The contribution made by the District is the full amount of the required contribution. Plan members do not make contributions. The latest actuarial study was performed as of January 1, 2017. The next study will be performed January 1, 2019. The actuarial study as of January 2017 determines that \$2,070 is needed for the 2018 and 2019 years.

A summary of the available history of the Annual Required Contribution as compared to actual contributions is as follows:

Annual Required Contribution - South Metro (Louviere) Volunteer Pension Plan

Fiscal Year	Annual Required	Actual	Percent
Ending	Contribution	Contribution	
December 31			
2009	\$ —	\$ —	100 %
2010	—	—	100 %
2011	—	—	100 %
2012	—	—	100 %
2013	—	—	100 %
2014	—	—	100 %
2015	—	—	100 %
2016	—	—	100 %
2017	—	—	100 %

The changes in the net pension liability/(asset) for the measurement period at December 31, 2016 is calculated as follows:

A. Total Pension Liability	
Interest on the Total Pension Liability	\$ 22,781
Difference between expected and actual experience of the Total Pension Liability	5,285
Change of assumptions	13,362
Benefit payments	<u>(32,220)</u>
Net change in total pension liability	\$ 9,208
Total pension liability - beginning	<u>319,564</u>
Total pension liability - ending	<u><u>\$ 328,772</u></u>
B. Plan fiduciary net position	
Net investment income	\$ 16,253
Benefit payments	(32,220)
Pension plan Administrative Expense	<u>(766)</u>
Net change in plan fiduciary net position	\$ (16,733)
Plan fiduciary net position - beginning (Market value of assets at beginning of year)	<u>323,732</u>
Plan fiduciary net position - ending (Market value of assets at end of year)	<u><u>\$ 306,999</u></u>
C. Net pension liability/(asset)	<u><u>\$ 21,773</u></u>
D. Plan fiduciary net position as a percentage of the total pension liability	93.38 %

Contributions subsequent to the measurement date of December 31, 2016, which are reported as deferred outflows of resources related to pensions, will be recognized as a reduction in the net pension liability in the year ended December 31, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows/ (Inflows) of Resources
2018	\$ 5,426
2019	5,425
2020	5,108
2021	1,364
2022	—
Thereafter	<u>—</u>
Total	\$ 17,323

4) **Cherry Hills Old Hire Firefighter Plan**

The Plan is a defined benefit pension plan covering substantially all full-time employees of a police or fire department in Colorado hired on or after April 8, 1978 (New Hires) provided that they are not already covered by a statutory exempt plan. The Plan became effective on January 1, 1980.

A firefighter's normal retirement is after reaching 50 years of age and 20 years of service. Any member having a minimum of 10 years of credited service is eligible for a deferred retirement at reaching 50 years of age. The monthly deferred retirement is equal to 2.5% of their monthly salary at the date of termination multiplied by their number of years of credited service not to exceed 70% of their salary.

If a retired firefighter dies, the surviving spouse shall receive, until death or remarriage, a monthly pension equal to one third of the monthly salary of a first grade firefighter at time of death.

If a terminated firefighter who is eligible to receive or is receiving a vested benefit dies, the surviving spouse shall receive until death or remarriage, a monthly pension equal to one third of the monthly salary of a first grade firefighter at the time of termination, payable on the date the firefighter would have reached age 50.

Effective January 1, 1993, the District Board adopted a partial rank escalation clause for this plan for all current and past participants. This provision applies only to rank increases subsequent to January 1, 1993.

On May 23, 1983, the Colorado Revised Statutes were amended to allow the Trustees of the Plan to change the retirement age on an annual basis, depending upon the results of the actuarial valuation and other circumstances.

At December 31, 2017, there are 10 retirees and/or beneficiaries receiving benefits from this plan. This plan was closed upon the merger of Cherry Hills Fire Protection District and South Metro Fire Rescue.

Contributions are dependent on the biannual actuarial studies done by FPPA, which at January 1, 2016 determined a \$214,110 contribution be made in 2017 and 2018. The next actuarial study will be done as of January 1, 2018. The contribution was recorded from the Special Revenue Fund, which collects the property tax receipts from the properties in the old Cherry Hills Fire Protection District which are used to fund the Old Hire Pension Trust Fund.

A summary of the available history of the Annual Required Contribution as compared to actual contributions is as follows:

Annual Required Contribution - Cherry Hills Paid Pension

Fiscal Year	Annual Required	Actual	
Ending	Contribution	Contribution	Percent
December 31			
2008	\$ 177,772	\$ 348,394	196 %
2009	182,256	182,256	100 %
2010	182,256	182,256	100 %
2011	176,740	176,740	100 %
2012	176,740	176,740	100 %
2013	206,100	206,100	100 %
2014	206,100	201,921	98 %
2015	201,921	201,921	100 %
2016	201,921	201,921	100 %
2017	214,110	214,110	100 %

The changes in the net pension liability/(asset) for the measurement period at December 31, 2016 is calculated as follows:

A. Total pension liability	
Interest on the Total Pension Liability	\$ 321,975
Benefit Payments	<u>(396,933)</u>
Net change in pension liability	\$ (74,958)
Total pension liability beginning	<u>4,487,878</u>
Total pension liability ending	<u><u>\$ 4,412,920</u></u>
B. Plan fiduciary net position	
Contributions - employer	\$ 201,921
Net investment income	118,377
Benefit payments	(396,933)
Pension Plan Administrative Expense	<u>(5,643)</u>
Net change in plan fiduciary net position	<u>\$ (82,278)</u>
Plan fiduciary net position - beginning (Market value of assets at beginning of year)	<u>2,293,026</u>
Plan fiduciary net position - ending (Market value of assets at end of year)	<u><u>\$ 2,210,748</u></u>
C. Net pension liability	<u><u>\$ 2,202,172</u></u>

D. Plan fiduciary net position as a percentage of
the total pension liability 50.10 %

Contributions subsequent to the measurement date of December 31, 2016, which are reported as deferred outflows of resources related to pensions, will be recognized as a reduction in the net pension liability in the year ended December 31, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows/ (Inflows) of Resources
2018	\$ 39,156
2019	39,156
2020	35,347
2021	9,243
2022	—
Thereafter	<u>—</u>
Total	\$ 122,902

The Pension Plan is funded entirely by a mill levy assessed on the former Cherry Hills Fire Protection District. For 2017 the mill levy was 0.500 mills.

In addition to the above plans the District has two old plans from Castlewood Fire, the former name of South Metro Fire Rescue. These two plans each have one person each receiving benefits and they are currently on a pay as you go basis. The plans are reported as Pension Trust Funds due to a) the inability to obtain an actuarial report and b) the relative size (i.e. 1 beneficiary each) of the plan.

5) South Metro Fire Rescue Old Hire Pension Trust (formerly Castlewood Fire)

The Old Hire Pension Trust and Plan was established June 1, 1983, to provide retirement and post-retirement death benefits for paid firefighters hired by the Castlewood Fire Protection District prior to April 8, 1978. There is currently one beneficiary receiving benefits. Currently contributions are made to the plan as necessary to fund benefits. The assets held in the plan at December 31, 2017 are \$4,140. It is the responsibility of the District to fund this plan on an annual basis. The cost of this annual obligation for 2017 was \$10,000.

The PERS for paid Old Hire firefighters provides for retirement and post-retirement death benefits as follows: Any firefighter who has both attained age 50 and completed 20 years of active service in any fire department in the State of Colorado shall be eligible for a monthly pension up to one half of their monthly salary as of the date of retirement.

If a retired firefighter dies, the surviving spouse will receive a monthly amount equal to one third of the monthly salary of a first grade firefighter at the date of retirement plus \$30.00 per month for each dependent child until the age of 18 years. If there is no spouse, the pension is payable to the dependent parent(s).

There are no separate audited financial statements for this plan.

6) South Metro Fire Rescue Volunteer Firefighter Pension Trust (formerly Castlewood Fire)

The Volunteer Pension Trust and Plan was established June 1, 1983 to provide retirement, disability, death and severance benefits to volunteer fire fighters of the Castlewood Fire Protection District. The volunteer fire department of the District was dissolved on April 19, 1979. Accordingly, there are presently no active volunteer firefighters. There is 1 retiree receiving benefits.

The spouse of a retired firefighter shall receive a monthly annuity equal to 50% of the annuity received by the firefighter at death, payable until death or remarriage. In addition, a lump sum burial benefit of \$100 is payable upon the death of a retired firefighter.

The value of the Volunteer plan at December 31, 2017 is \$2,579. It is the responsibility of the District to fund this plan on an annual basis. The cost of this annual obligation for 2017 was \$4,400.

There are no separate audited financial statements for this plan.

7) Other Employee savings plans

Deferred compensation plans

The District has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is administered by Voya Financial. The plan allows the employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseen emergencies.

The District has a matching program up to 3% for the Deferred Compensation Plan. In order to receive the additional 2% beyond the first 1% the employee must make a contribution to the Deferred Compensation Plan of 2%. These additional amounts are available at 10 years and 15 years of service. The first 1% is contributed at 5 years of service and requires no match.

Retiree Health Savings Plan

The District has a Retiree Health Savings Plan that has investment management services performed by Voya Financial and it is administrated by Genesis. Employees are automatically enrolled in the plan upon hire. A contribution of 1% of eligible salary is contributed by the District upon hire. The District has no further obligation for post-employment health care beyond the contribution to this plan.

NOTE 15 - TAX, SPENDING AND DEBT LIMITATIONS

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

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10% of annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR.

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

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

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

NOTE 16 – SUBSEQUENT EVENT

Effective November 16, 2017, the District entered into a pre-unification agreement with Cunningham Fire Protection District. As part of the pre-unification agreement, the District will be assigned transfer of assets, property, and personnel to a separate legal entity known as the South Metro/Cunningham Fire Rescue Authority, effective January 1, 2018. As part of the agreement, the District is seeking dissolution as a separate legal entity and will exist only as a taxing authority in the interim.

The District is currently involved in pending litigation with the Town of Parker related to the treatment of the URA's mentioned in note 10. There are no amounts to be assumed as liabilities related to the case and no probable outcome can be assumed at this time.

REQUIRED SUPPLEMENTARY INFORMATION

Parker Fire Protection District Volunteer Pension Plan
Schedule of Required Supplemental Information
Schedule of Changes in Net Pension Liability/(Asset) and
Related Ratios Multiyear Last 10 Fiscal Years
(to be built prospectively)

Measurement period ending December 31,	<u>2014</u>	<u>2015</u>	<u>2016</u>
Total Pension Liability			
Service Cost	\$ —	\$ —	\$ —
Interest on Total Pension Liability	48,963	48,346	46,295
Benefit Changes	-	-	-
Difference between Expected and Actual Experience	20,301	-	(14,675)
Assumption Changes	-	-	30,490
Benefit Payments	(77,243)	(77,742)	(73,559)
Net Change in Pension Liability	(7,979)	(29,396)	(11,449)
Total Pension Liability - Beginning	690,760	682,781	653,385
Total Pension Liability - Ending	682,781	653,385	641,936
Plan Fiduciary Net Position			
Employer Contributions	\$ 27,895	\$ 27,596	\$ 28,670
Pension Plan Net Investment Income	26,156	6,604	17,007
Benefit Payments	(77,243)	(77,742)	(73,559)
Pension Plan Administrative Expense	(978)	(1,865)	(788)
State of Colorado supplemental discretionary payment	—	—	—
Net Change in Fiduciary Net Position	\$ (24,170)	\$ (45,407)	\$ (28,670)
Plan Fiduciary Net Position - Beginning	413,501	389,331	343,924
Plan Fiduciary Net Position - Ending	\$ 389,331	\$ 343,924	\$ 315,254
Net Pension Liability/(Asset) Ending	293,450	309,461	326,682
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	57.02 %	52.64 %	49.11 %
Covered Employee Payroll	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Employee Payroll	N/A	N/A	N/A

South Metro Fire Rescue Volunteer Pension Plan
Schedule of Required Supplemental Information
Schedule of Changes in Net Pension Liability/(Asset) and
Related Ratios Multiyear Last 10 Fiscal Years
(to be built prospectively)

Measurement period ending December 31,	<u>2014</u>	<u>2015</u>	<u>2016</u>
Total Pension Liability			
Service Cost	\$ —	\$ —	\$ —
Interest on Total Pension Liability	23,088	23,439	22,781
Benefit Changes	—	—	—
Difference between Expected and Actual Experience	21,632	—	5,285
Assumption Changes	—	—	13,362
Benefit Payments	(47,577)	(32,220)	(32,220)
Net Change in Pension Liability	(2,857)	(8,781)	9,208
Total Pension Liability - Beginning	331,202	328,345	319,564
Total Pension Liability - Ending	\$ 328,345	\$ 319,564	\$ 328,772
Plan Fiduciary Net Position			
Employer Contributions	\$ —	\$ —	\$ —
Pension Plan Net Investment Income	24,758	6,357	16,253
Benefit Payments	(47,577)	(32,220)	(32,220)
Pension Plan Administrative Expense	(941)	(1,631)	(766)
State of Colorado supplemental discretionary payment	—	—	—
Net Change in Fiduciary Net Position	\$ (23,760)	\$ (27,494)	\$ (16,733)
Plan Fiduciary Net Position - Beginning	374,986	351,226	323,732
Plan Fiduciary Net Position - Ending	\$ 351,226	\$ 323,732	\$ 306,999
Net Pension Liability/(Asset) Ending	\$ (22,881)	\$ (4,168)	\$ 21,773
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.97 %	101.30 %	93.38 %
Covered Employee Payroll	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Employee Payroll	N/A	N/A	N/A

Cherry Hills Old Hire Plan
Schedule of Required Supplemental Information
Schedule of Changes in Net Pension Liability/(Asset) and
Related Ratios Multiyear Last 10 Fiscal Years
(to be built prospectively)

Measurement period ending December 31,	<u>2014</u>	<u>2015</u>	<u>2016</u>
Total Pension Liability			
Service Cost	\$ —	\$ —	\$ —
Interest on Total Pension Liability	323,296	317,279	321,975
Benefit Changes	—	—	—
Difference between Expected and Actual Experience	—	(151,064)	—
Assumption Changes	—	296,129	—
Benefit Payments	(404,573)	(402,436)	(396,933)
Net Change in Pension Liability	(81,277)	59,908	(74,958)
Total Pension Liability - Beginning	4,509,247	4,427,970	4,487,878
Total Pension Liability - Ending	\$ 4,427,970	\$ 4,487,878	\$ 4,412,920
Plan Fiduciary Net Position			
Employer Contributions	\$ 201,921	\$ 201,921	\$ 201,921
Employee Contributions	—	—	—
Pension Plan Net Investment Income	160,764	45,805	118,377
Benefit Payments	(404,573)	(402,436)	(396,933)
Pension Plan Administrative Expense	(6,875)	(3,687)	(5,643)
Net Change in Fiduciary Net Position	\$ (48,763)	\$ (158,397)	\$ (82,278)
Plan Fiduciary Net Position - Beginning	2,500,186	2,451,423	2,293,026
Plan Fiduciary Net Position - Ending	\$ 2,451,423	\$ 2,293,026	\$ 2,210,748
Net Pension Liability/(Asset) Ending	\$ 1,976,547	\$ 2,194,852	\$ 2,202,172
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	55.36 %	51.09 %	50.10 %
Covered Employee Payroll	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Employee Payroll	N/A	N/A	N/A

**Parker Fire Protection District Volunteer Pension Plan
Schedule of Contributions Multiyear
Last 10 Fiscal years (9 years available)**

FY Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2017	\$ 28,670	\$ 28,670	—	N/A	N/A
2016	28,670	28,670	—	N/A	N/A
2015	27,895	27,596	299	N/A	N/A
2014	27,895	27,895	—	N/A	N/A
2013	24,628	27,895	(3,267)	N/A	N/A
2012	24,628	24,628	—	N/A	N/A
2011	23,695	24,628	(933)	N/A	N/A
2010	23,695	23,695	—	N/A	N/A
2009	23,695	23,695	—	N/A	N/A

**South Metro Fire Rescue Volunteer Pension Plan
Schedule of Contributions Multiyear
Last 10 Fiscal years (9 years available)**

FY Ending December 31,	Acturially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2017	\$ —	\$ —	\$ —	N/A	N/A
2016	—	—	—	N/A	N/A
2015	—	—	—	N/A	N/A
2014	—	—	—	N/A	N/A
2013	—	—	—	N/A	N/A
2012	—	—	—	N/A	N/A
2011	—	—	—	N/A	N/A
2010	—	—	—	N/A	N/A
2009	—	—	—	N/A	N/A

**Cherry Hills Old Hire Pension Plan
Schedule of Contributions Multiyear
Last 10 Fiscal years**

FY Ending December 31,	Acturially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a % of Covered Payroll
2017	\$ 214,110	\$ 214,110	\$ —	N/A	N/A
2016	201,921	201,921	—	N/A	N/A
2015	201,921	201,921	—	N/A	N/A
2014	206,100	201,921	4,179	N/A	N/A
2013	206,100	206,100	—	N/A	N/A
2012	176,740	176,740	—	N/A	N/A
2011	176,740	176,740	—	N/A	N/A
2010	182,256	182,256	—	N/A	N/A
2009	182,256	182,256	—	N/A	N/A
2008	177,772	348,394	(170,622)	N/A	N/A

**SOUTH METRO FIRE RESCUE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2017**

NOTE 1 – SCHEDULE OF CONTRIBUTIONS

Significant actuarial methods and assumptions used to determine the contribution rates for the pension plans are as follows:

1. Parker Fire Protection District Volunteer Pension Fund

Valuation Date: Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2015 determine the contribution amounts for 2016 and 2017

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open
Remaining Amortization Period	19 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	3.00%
Salary Increases	N/A
Investment Rate of Return	7.50%
Retirement Age	50% per Year of Eligibility Until 100% at Age 65
Mortality	Pre-Retirement: RP-2000 Combined Mortality Table with Blue Collar Adjustment, 40% Multiplier for Off-Duty Mortality Post-Retirement: RP-2000 Combined Mortality Table, with Blue Collar Adjustment Disabled: RP-2000 Disabled Mortality Table All Tables Projected with Scale AA

2. South Metro Fire Rescue Volunteer Pension Fund

Valuation Date: Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2015, determines the contribution amounts for 2016 and 2017.

SOUTH METRO FIRE RESCUE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2017
(Continued)

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	3.00%
Salary Increases	N/A
Investment Rate of Return	7.50%
Retirement Age	50% per Year of Eligibility Until 100% at Age 65
Mortality	Pre-Retirement: RP-2000 Combined Mortality Table with Blue Collar Adjustment, 40% Multiplier for Off-Duty Mortality Post-Retirement: RP-2000 Combined Mortality Table, with Blue Collar Adjustment Disabled: RP-2000 Disabled Mortality Table All Tables Projected with Scale AA

3. Cherry Hills Old Hire Fire Pension Fund

Valuation Date: Actuarially determined contribution rates are calculated as of January 1 of even numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2014 determines the contribution amounts for 2015 and 2016.

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open
Remaining Amortization Period	18 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	3.00%
Salary Increases	N/A
Investment Rate of Return	7.50%
Retirement Age	Any remaining actives are assumed to retire immediately
Mortality	Post-Retirement: RP-2000 Combined Mortality Table, with Blue Collar Adjustment Disabled: RP-2000 Disabled Mortality Table All Tables Projected with Scale AA

**SOUTH METRO FIRE RESCUE
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GENERAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016**

	<u>2017</u>	<u>2016</u>
REVENUE		
Property taxes	\$ 53,829,411	\$ 58,074,069
Specific ownership taxes	5,243,327	-
Net investment earnings	364,250	423,816
Miscellaneous revenue	<u>4,146,454</u>	<u>3,343,628</u>
Total revenue	<u>63,583,442</u>	<u>61,841,513</u>
EXPENDITURES		
Public Safety		
Administration	7,367,842	7,077,211
Field operations	41,463,055	38,072,147
Preparedness	4,937,445	4,169,757
Life safety bureau	2,889,075	2,698,514
Metcom/Technical service	5,785,745	6,249,759
Fleet maintenance	2,284,781	2,641,530
Buildings and grounds maintenance	1,690,030	1,785,589
Capital outlay	<u>244,638</u>	<u>-</u>
Total expenditures	<u>66,662,611</u>	<u>62,694,507</u>
Excess (deficiency) of revenue over expenditures	(3,079,169)	(852,994)
OTHER FINANCING SOURCES (USES)		
Transfers from other funds	6,107,936	1,445,577
Transfers to other funds	-	(101,806)
Sale of capital assets	<u>71,745</u>	<u>47,236</u>
Net change in fund balance	3,100,512	538,013
Fund balances - beginning of year	<u>36,542,726</u>	<u>36,004,713</u>
Fund balances - end of year	<u>\$ 39,643,238</u>	<u>\$ 36,542,726</u>

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

**SOUTH METRO FIRE RESCUE
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
CHERRY HILLS PENSION SPECIAL REVENUE FUND
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016**

	<u>2017</u>	<u>2016</u>
REVENUE		
Property Taxes	\$ 240,454	\$ 192,050
Specific Ownership Tax	20,644	14,818
Net investment earnings	7,233	3,203
Total revenue	<u>268,331</u>	<u>210,071</u>
EXPENDITURES		
Administration	3,612	2,885
Pension contributions	214,110	201,921
Total expenditures	<u>217,722</u>	<u>204,806</u>
expenditures	50,609	5,265
Net change in fund balance	50,609	5,265
Fund balances - beginning of year	<u>448,375</u>	<u>443,110</u>
Fund balances - end of year	<u>\$ 498,984</u>	<u>\$ 448,375</u>

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

**SOUTH METRO FIRE RESCUE
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
CAPITAL PROJECTS FUND
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016**

	<u>2017</u>	<u>2016</u>
REVENUE		
Net investment earnings	\$ 10,056	\$ 129,220
Miscellaneous revenue	—	—
Total revenue	<u>10,056</u>	<u>129,220</u>
EXPENDITURES		
Administration	—	17,248
Vehicle capital outlay	3,322,868	4,052,888
Buildings and ground capital outlay	2,008,738	3,141,708
Total expenditures	<u>5,331,606</u>	<u>7,211,844</u>
expenditures	<u>(5,321,550)</u>	<u>(7,082,624)</u>
(USES)		
Transfers from other funds	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>
Net change in fund balance	(5,321,550)	(7,082,624)
Fund balances - beginning of year	<u>5,351,715</u>	<u>12,434,339</u>
Fund balances - end of year	<u>\$ 30,165</u>	<u>\$ 5,351,715</u>

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

**SOUTH METRO FIRE RESCUE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Capital Projects Fund		
	Original and Final Budget	Actual	Positive (Negative)
REVENUE			
Net investment earnings	\$ 115,000	\$ 10,056	\$ (104,944)
Total revenue	115,000	10,056	\$ (104,944)
EXPENDITURES			
Administration	28,000	—	28,000
Capital outlay	17,628,141	5,331,606	12,296,535
Total expenditures	17,656,141	5,331,606	12,324,535
Excess (deficiency) of revenue over expenditures	(17,541,141)	(5,321,550)	12,429,479
OTHER FINANCING SOURCES (USES)			
Transfers from other funds	7,000,000	—	(7,000,000)
Net change in fund balance	(10,541,141)	(5,321,550)	5,219,591
Fund balance - beginning of year	11,380,842	5,351,715	(6,029,127)
Fund balance - end of year	\$ 839,701	\$ 30,165	\$ (809,536)

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

**SOUTH METRO FIRE RESCUE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUNDS AVAILABLE
BUDGET TO ACTUAL - BUDGETARY BASIS
AMBULANCE TRANSPORT FUND
YEAR ENDED DECEMBER 31, 2017**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUE				
Ambulance fees	\$ 7,343,737	\$ 8,574,747	\$ 8,574,747	\$ —
Investment income	—	60,638	60,638	—
Miscellaneous revenue	—	928	928	—
Total revenue	<u>7,343,737</u>	<u>8,636,313</u>	<u>8,636,313</u>	<u>—</u>
EXPENDITURES				
Medical operations	3,865,491	3,125,249	3,125,249	—
Bad debt	3,304,682	3,998,760	3,998,760	—
Capital outlay	462,000	203,431	203,431	—
Total expenditures	<u>7,632,173</u>	<u>7,327,440</u>	<u>7,327,440</u>	<u>—</u>
Excess revenue over expenditures	(288,436)	1,308,873	1,308,873	—
Transfer (to)/from other funds	(1,054,000)	(6,041,936)	(6,041,936)	—
Net change in fund balances	<u>(1,342,436)</u>	<u>(4,733,063)</u>	<u>(4,733,063)</u>	<u>—</u>
Funds available - beginning of year	<u>4,235,538</u>	<u>4,733,063</u>	<u>4,733,063</u>	<u>—</u>
Funds available - end of year	<u>\$ 2,893,102</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

Reconciliation of Actual (Budgetary Basis) to Statement of Revenues, Expenses, and Changes in Net Position:

Excess of revenue over expenditures	\$ (4,733,063)
Asset transfer to general fund	(1,224,521)
Capital purchases	203,431
(Increase) or decrease in compensated absences	<u>167,917</u>
Net income - GAAP basis	<u>\$ (5,586,236)</u>

Funds available at December 31, 2017 is computed as follows:

Current assets	\$ —
Total current liabilities	<u>—</u>
	<u>\$ —</u>

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

**SOUTH METRO FIRE RESCUE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUNDS AVAILABLE
BUDGET TO ACTUAL - BUDGETARY BASIS
BUILDING RENTAL FUND
YEAR ENDED DECEMBER 31, 2017**

	Original Budget	Actual	Variance Positive (Negative)
REVENUE			
Rental Income	\$ 1,153,105	\$ 1,287,984	\$ 134,879
Investment income	1,200	33,209	32,009
Miscellaneous revenue	—	3,600	3,600
Total revenue	1,154,305	1,324,793	170,488
EXPENDITURES			
Fleet, buildings and grounds maintenance	588,175	620,905	(32,730)
Capital outlay	997,398	122,076	875,322
Total expenditures	1,585,573	742,981	842,592
expenditures	(431,268)	581,812	1,013,080
Transfer (to)/from other funds	(72,000)	(66,000)	6,000
Net change in fund balances	(503,268)	515,812	1,019,080
Funds available - beginning of year	2,433,680	2,157,437	276,243
Funds available - end of year	\$ 1,930,412	\$ 2,673,249	\$ 1,295,323
Reconciliation to GAAP basis			
Excess of revenue (under) expenditures		\$ 515,812	
Capital purchases		122,076	
Depreciation		(237,896)	
Net income - GAAP basis		\$ 399,992	
 Funds available at December 31, 2017 is computed as follows:			
Current assets		\$ 2,720,469	
Current liabilities		(47,220)	
		\$ 2,673,249	

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

SOUTH METRO FIRE RESCUE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	1/1/2017	Additions	Deductions	12/31/2017
<u>JSF Agency Fund</u>				
ASSETS				
Cash and deposits	\$ 15,437	\$ 4,404	\$ —	\$ 19,841
Receivable	20,601	—	20,601	—
Total assets	<u>\$ 36,038</u>	<u>\$ 4,404</u>	<u>\$ 20,601</u>	<u>\$ 19,841</u>
LIABILITIES				
Due to other governments	\$ 36,038	\$ —	\$ 16,197	\$ 19,841
Total liabilities	<u>\$ 36,038</u>	<u>\$ —</u>	<u>\$ 16,197</u>	<u>\$ 19,841</u>
<u>SMFRA Medical Self-Insurance Fund</u>				
ASSETS				
Cash and deposits	\$ 2,534,599	\$ —	\$ 304,486	\$ 2,230,113
Total assets	<u>\$ 2,534,599</u>	<u>\$ —</u>	<u>\$ 304,486</u>	<u>\$ 2,230,113</u>
LIABILITIES				
Held for medical claims	\$ 2,534,599	\$ —	\$ 304,486	\$ 2,230,113
Total liabilities	<u>\$ 2,534,599</u>	<u>\$ —</u>	<u>\$ 304,486</u>	<u>\$ 2,230,113</u>
<u>JACC Agency Fund</u>				
ASSETS				
Cash and deposits	\$ 187,744	\$ —	\$ 3,574	\$ 184,170
Receivable	(893)	893	—	—
Total assets	<u>\$ 186,851</u>	<u>\$ 893</u>	<u>\$ 3,574</u>	<u>\$ 184,170</u>
LIABILITIES				
Held for JACC	\$ 186,851	\$ —	\$ 2,681	\$ 184,170
Total liabilities	<u>\$ 186,851</u>	<u>\$ —</u>	<u>\$ 2,681</u>	<u>\$ 184,170</u>
<u>Totals-All Agency Funds</u>				
ASSETS				
Cash and deposits	\$ 2,737,780	\$ 4,404	\$ 308,060	\$ 2,434,124
Receivable	19,708	893	20,601	—
Total assets	<u>\$ 2,757,488</u>	<u>\$ 5,297</u>	<u>\$ 328,661</u>	<u>\$ 2,434,124</u>
LIABILITIES				
Due to other governments	\$ 36,038	\$ —	\$ 16,197	\$ 19,841
Held for JACC	186,851	—	2,681	184,170
Held for medical claims	2,534,599	—	304,486	2,230,113
Total liabilities	<u>\$ 2,757,488</u>	<u>\$ —</u>	<u>\$ 323,364</u>	<u>\$ 2,434,124</u>

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

**SOUTH METRO FIRE RESCUE
 COMBINING STATEMENT OF NET POSITION
 FIDUCIARY FUNDS
 DECEMBER 31, 2017**

	Castlewood Old Hire Pension Fund	Castlewood Volunteer Pension Fund	Total Pension Funds
ASSETS			
Cash and investments held by trustee	\$ 4,140	\$ 2,579	\$ 6,719
Total assets	4,140	2,579	6,719
NET POSITION			
Held in trust for pension benefits	4,140	2,579	6,719
Total net position	\$ 4,140	\$ 2,579	\$ 6,719

The accompanying notes are an integral part of the financial statements

**SOUTH METRO FIRE RESCUE
 COMBINING STATEMENT OF CHANGES IN NET POSITION
 FIDUCIARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Castlewood Old Hire Pension Fund	Volunteer Pension Fund	Total Pension Fund
ADDITIONS			
Contributions:			
Employer	\$ 10,000	\$ 4,400	\$ 14,400
Investment earnings:			
Interest	24	32	56
Total investment earnings	24	32	56
Total additions	10,024	4,432	14,456
DEDUCTIONS			
Operating expenses:			
Benefits	8,521	2,640	11,161
Administrative expenses	3,161	1,864	5,025
Total deductions	11,682	4,504	16,186
Changes in net position	(1,658)	(72)	(1,730)
Net position - beginning	5,798	2,651	8,449
Net position - ending	\$ 4,140	\$ 2,579	\$ 6,719

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

STATISTICAL SECTION

**South Metro Fire Rescue
Net Position by Component
Last Nine Fiscal Years**

	Fiscal Year								
	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental activities						Restated			
Net invested in capital assets	\$ 31,555,399	\$ 31,155,124	\$ 30,211,735	\$ 37,553,488	\$ 37,980,429	\$ 35,572,670	\$ 40,310,492	\$ 45,859,677	\$ 49,544,940
Restricted - Emergency Reserve	1,676,967	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,859,413	1,907,503
Unrestricted	22,920,497	32,024,528	43,751,919	39,648,568	45,390,957	46,813,523	41,729,011	33,889,278	31,389,744
Total governmental activities net position	<u>\$ 56,152,863</u>	<u>\$ 64,856,881</u>	<u>\$ 75,640,883</u>	<u>\$ 78,879,285</u>	<u>\$ 85,048,615</u>	<u>\$ 84,063,422</u>	<u>\$ 83,716,732</u>	<u>\$ 81,608,368</u>	<u>\$ 82,842,187</u>
Business-type activities									
Net invested in capital assets	\$ 6,914,351	\$ 6,189,147	\$ 5,775,640	\$ 7,436,201	\$ 7,264,343	\$ 7,533,403	\$ 7,080,071	\$ 6,760,140	\$ 5,623,230
Unrestricted	128,226	591,688	1,918,033	2,896,818	3,491,121	4,317,329	5,323,063	6,722,583	2,673,249
Total business-type activities net position	<u>\$ 7,042,577</u>	<u>\$ 6,780,835</u>	<u>\$ 7,693,673</u>	<u>\$ 10,333,019</u>	<u>\$ 10,755,464</u>	<u>\$ 11,850,732</u>	<u>\$ 12,403,134</u>	<u>\$ 13,482,723</u>	<u>\$ 8,296,479</u>
Primary government									
Net invested in capital assets	\$ 38,469,750	\$ 37,344,271	\$ 35,987,375	\$ 44,989,689	\$ 45,244,772	\$ 43,106,073	\$ 47,390,563	\$ 52,619,817	\$ 55,168,170
Restricted - Emergency Reserve	1,676,967	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,859,413	1,907,503
Unrestricted	23,048,723	32,616,216	45,669,952	42,545,386	48,882,078	51,130,852	47,052,074	40,611,861	34,062,993
Total primary government net position	<u>\$ 63,195,440</u>	<u>\$ 71,637,716</u>	<u>\$ 83,334,556</u>	<u>\$ 89,212,304</u>	<u>\$ 95,804,079</u>	<u>\$ 95,914,154</u>	<u>\$ 96,119,866</u>	<u>\$ 95,091,091</u>	<u>\$ 91,138,666</u>

Note: The District began operations in 2009 resulting in only nine years of data availability

**South Metro Fire Rescue
Changes in Net Position
Last Nine Fiscal Years**

Expenses	Fiscal Year								
	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental activities:						Restated			
Field operations	\$ 39,409,243	\$ 39,277,194	\$ 38,610,659	\$ 38,124,220	\$ 38,306,121	\$ 42,244,360	\$ 37,210,868	\$ 38,237,300	\$ 47,931,085
Preparedness	-	-	-	-	-	-	4,295,777	4,149,473	4,916,478
Intra-governmental-fleet service	341,979	322,736	286,688	-	-	-	-	-	-
Fleet services	-	-	-	3,348,158	3,363,994	3,844,680	3,753,049	4,125,614	(17,610)
Support services	9,313,907	9,260,627	8,352,836	10,443,672	9,049,321	10,057,504	12,200,292	9,750,459	8,892,556
Life Safety Bureau	3,768,763	3,549,175	3,006,924	3,023,428	3,080,050	3,383,915	2,430,675	2,699,413	2,862,739
Metcom/Technical Services	-	-	-	-	-	-	-	6,654,643	5,228,438
Capital lease interest	368,258	264,187	230,552	171,682	3,464	-	-	-	-
Total governmental activities expenses	\$ 53,202,150	\$ 52,673,919	\$ 50,487,659	\$ 55,111,160	\$ 53,802,950	\$ 59,530,459	\$ 59,890,661	\$ 65,616,902	\$ 69,813,686
Business-type activities:									
Building rental	\$ 1,324,113	\$ 1,327,309	\$ 1,316,922	\$ 1,100,047	\$ 1,047,679	\$ 1,096,244	\$ 1,087,384	\$ 864,682	\$ 858,801
Ambulance transports	3,422,257	3,355,837	3,079,904	3,267,603	3,607,107	3,798,215	3,960,029	3,776,570	3,125,249
Total business-type activities expenses	\$ 4,746,370	\$ 4,683,146	\$ 4,396,826	\$ 4,367,650	\$ 4,654,786	\$ 4,894,459	\$ 5,047,413	\$ 4,641,252	\$ 3,984,050
Total primary government expenses	\$ 57,948,520	\$ 57,357,065	\$ 54,884,485	\$ 59,478,810	\$ 58,457,736	\$ 64,424,918	\$ 64,938,074	\$ 70,258,154	\$ 73,797,736
Program Revenues									
Governmental activities:									
Field operations	\$ 430,040	\$ 550,481	\$ 920,800	\$ 1,289,828	\$ 947,793	\$ 723,404	\$ 647,132	\$ 544,856	\$ 848,205
Preparedness	-	-	-	-	-	-	79,679	170,598	274,106
Intra-governmental-fleet service	318,218	323,802	286,830	-	-	-	-	-	-
Fleet services	-	-	-	353,504	356,838	368,251	353,961	206,799	277,495
Support services	325,587	396,431	330,726	260,562	458,987	395,342	374,188	486,472	229,673
Life Safety Bureau	514,329	726,448	805,376	907,462	1,159,437	1,334,826	1,477,511	1,701,879	1,803,896
Metcom/Technical service	-	-	-	-	-	-	-	213,426	440,511
Total governmental activities program revenues	\$ 1,588,174	\$ 1,997,162	\$ 2,343,732	\$ 2,811,356	\$ 2,923,055	\$ 2,821,823	\$ 2,932,471	\$ 3,324,030	\$ 3,873,886
Business-type activities:									
Building rental	\$ 1,466,148	\$ 1,220,768	\$ 864,252	\$ 2,944,299	\$ 1,283,913	\$ 1,561,458	\$ 1,450,494	\$ 1,447,718	\$ 1,287,984
Ambulance transports	3,120,743	3,200,636	3,740,998	4,021,685	4,075,906	4,034,584	4,034,916	4,210,217	4,575,987
Total governmental activities program revenues	\$ 4,586,891	\$ 4,421,404	\$ 4,605,250	\$ 6,965,984	\$ 5,359,819	\$ 5,596,042	\$ 5,485,410	\$ 5,657,935	\$ 5,863,971
Total primary government program revenues	\$ 6,175,065	\$ 6,418,566	\$ 6,948,982	\$ 9,777,340	\$ 8,282,874	\$ 8,417,865	\$ 8,417,881	\$ 8,981,965	\$ 9,737,857
Net (Expense)/Revenue									
Governmental activities	\$(51,613,976)	\$(50,676,757)	\$(48,143,927)	\$(52,299,804)	\$(50,879,895)	\$(56,708,636)	\$(56,958,190)	\$(62,292,872)	\$(65,939,800)
Business-type activities	(159,479)	(261,742)	208,424	2,598,334	705,033	701,583	437,997	1,016,683	1,879,921
Total primary government net expense	\$(51,773,455)	\$(50,938,499)	\$(47,935,503)	\$(49,701,470)	\$(50,174,862)	\$(56,007,053)	\$(56,520,193)	\$(61,276,189)	\$(64,059,879)
General Revenues									
Governmental activities:									
Property tax	\$ 52,535,639	\$ 55,250,494	\$ 55,617,290	\$ 50,955,181	\$ 51,005,289	\$ 51,354,176	\$ 51,684,596	\$ 53,737,956	\$ 54,069,865
Specific ownership tax	3,859,914	3,751,846	3,618,371	3,697,554	3,964,219	4,197,425	4,485,684	4,542,980	5,263,971
Investment earnings	306,909	302,629	199,716	301,132	125,608	254,646	315,995	556,239	381,539
Sale of assets	-	62,617	-	2,000	876,929	(821,111)	85,914	47,236	71,745
Miscellaneous income	890,344	13,189	176,966	194,006	1,077,180	693,545	39,311	1,748,472	272,568
Transfers	32,846	-	(684,414)	-	-	(380,472)	-	-	7,164,540
Total governmental activities	\$ 57,625,652	\$ 59,380,775	\$ 58,927,929	\$ 55,149,873	\$ 57,049,225	\$ 55,298,209	\$ 56,611,500	\$ 60,632,883	\$ 67,224,228
Business-type activities:									
Miscellaneous income	\$ 19,118	\$ -	\$ 20,000	\$ 41,012	\$ 163,481	\$ 12,435	\$ 113,212	\$ 55,257	\$ 4,528
Investment earnings	-	-	-	-	-	778	1,193	7,649	93,847
Sale of assets	-	-	-	-	40,698	-	-	-	-
Transfers	32,846	-	684,414	-	-	380,472	-	-	(7,164,540)
Total business-type activities	\$ 51,964	\$ -	\$ 704,414	\$ 41,012	\$ 204,179	\$ 393,685	\$ 114,405	\$ 62,906	\$ (7,066,165)
Total primary government	\$ 57,677,616	\$ 59,380,775	\$ 59,632,343	\$ 55,190,885	\$ 57,253,404	\$ 55,691,894	\$ 56,725,905	\$ 60,695,789	\$ 60,158,063
Change in Net Position									
Governmental activities	\$ 6,011,676	8,704,018	10,784,002	2,850,069	6,169,330	(1,410,427)	(346,690)	(1,659,989)	1,284,428
Business-type activities	(107,515)	(261,742)	912,838	2,639,346	909,212	1,095,268	552,402	1,079,589	-5,186,244
Total primary government	\$ 5,904,161	\$ 8,442,276	\$ 11,696,840	\$ 5,489,415	\$ 7,078,542	\$ (315,159)	\$ 205,712	\$ (580,400)	\$ (3,901,816)

Note: The District began operations in 2009 resulting in only nine years of data availability
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**South Metro Fire Rescue
Fund Balances, Governmental Funds
Last Nine Fiscal Years**

	Fiscal Year								
	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund	Restated								
Non-spendable	\$ 117,873	\$ 651,756	\$ 672,803	\$ 283,797	\$ 207,902	\$ 289,979	\$ 248,845	\$ 1,421,568	\$ 2,996,772
Restricted	1,676,967	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,855,245	1,907,503
Unassigned	17,861,940	24,990,598	34,783,950	22,720,736	29,781,644	32,725,239	34,078,639	33,265,913	34,738,963
Total general fund	<u>\$ 19,656,780</u>	<u>\$ 27,319,583</u>	<u>\$ 37,133,982</u>	<u>\$ 24,681,762</u>	<u>\$ 31,666,775</u>	<u>\$ 34,692,447</u>	<u>\$ 36,004,713</u>	<u>\$ 36,542,726</u>	<u>\$ 39,643,238</u>
All Other Governmental Funds									
Non-spendable	—	—	—	218,684	—	—	—	—	—
Restricted: Cherry Hills Pension Fund	—	—	—	—	—	425,234	443,110	448,375	498,984
Assigned, reported in:									
Capital project funds	7,389,748	8,743,022	10,694,278	19,808,047	18,982,476	18,986,209	12,434,339	5,351,715	30,165
Special revenue funds:									
Parker Fire Protection District Fund	150,000	150,000	132,706	149,508	149,958	149,958	149,945	—	—
South Metro Fire Rescue Fund	150,000	150,000	132,793	149,584	149,949	149,949	150,006	—	—
Total all other governmental funds	<u>\$ 7,689,748</u>	<u>\$ 9,043,022</u>	<u>\$ 10,959,777</u>	<u>\$ 20,325,823</u>	<u>\$ 19,282,383</u>	<u>\$ 19,286,116</u>	<u>\$ 12,734,290</u>	<u>\$ 5,800,090</u>	<u>\$ 529,149</u>

Note: The District began operations in 2009 resulting in only nine years of data availability

South Metro Fire Rescue
Changes in Fund Balances, Governmental Funds
Last Nine Fiscal Years

	Fiscal Year								
	2009	2010	2011	2012	2013	2014 Restated	2015	2016	2017
Revenues									
Property taxes	\$ 52,535,639	\$ 55,250,495	\$ 55,617,290	\$ 50,955,181	\$ 51,005,289	\$ 51,354,176	\$ 51,684,596	\$ 53,737,957	\$ 54,069,865
Specific ownership taxes	3,859,914	3,751,846	3,618,371	3,697,554	3,964,220	4,197,425	4,485,684	4,542,980	5,263,971
Net investment earnings	306,909	302,627	199,714	301,131	125,609	254,646	315,995	556,239	381,539
Sale of assets	73,532	62,617	11,125	2,000	82,755	3,704,112	164,852	47,236	71,745
Rental income	176,677	191,661	201,124	197,761	198,708	247,862	203,673	217,357	155,553
Other	1,145,696	1,490,288	1,947,989	2,807,601	3,801,528	3,267,508	2,768,108	3,126,271	3,990,901
Total Revenues	58,098,367	61,049,534	61,595,613	57,961,228	59,178,109	63,025,729	59,622,908	62,228,040	63,933,574
Expenditures									
Public Safety									
Administration	4,119,528	4,823,890	4,478,882	4,343,370	4,417,199	4,754,912	6,460,264	6,837,944	7,371,454
Field operations	36,476,918	36,019,376	35,264,583	37,687,188	38,044,547	40,218,314	37,132,243	38,150,318	41,677,165
Preparedness	—	—	—	—	—	—	4,250,316	4,115,740	4,937,445
Community safety	3,669,791	3,553,243	3,011,330	3,004,002	3,072,077	3,369,134	2,484,518	2,698,514	2,889,075
Technology	2,135,240	1,697,055	1,590,990	1,673,354	1,684,270	2,392,347	3,169,623	6,249,759	5,785,745
Fleet maintenance	1,543,483	1,915,986	1,967,017	2,216,122	2,393,930	2,831,042	2,484,845	2,641,530	2,284,781
Building and grounds	2,078,569	1,604,474	1,208,652	3,366,314	1,799,461	1,823,027	1,589,541	1,652,585	1,690,030
Debt Service									
Principal	3,346,840	1,049,180	974,135	4,038,731	86,305	46,093	—	—	—
Interest	439,314	277,435	237,037	190,200	5,344	1,885	—	—	—
Capital outlay	958,170	1,092,818	447,419	5,207,962	1,733,403	4,179,098	7,273,541	7,764,767	5,576,244
Total expenditures	54,767,853	52,033,457	49,180,045	61,727,243	53,236,536	59,615,852	64,844,891	70,111,157	72,211,939
Excess of revenue over (under)	\$3,330,514	\$9,016,077	\$12,415,568	-\$3,766,015	\$5,941,573	\$3,409,877	\$(5,221,983)	\$(7,883,117)	\$(8,278,365)
(Uses)									
Transfer from other funds	61,904,541	60,084,743	60,472,497	67,532,954	54,228,710	58,286,717	55,182,986	1,445,577	6,107,936
Transfer (to) other funds	-61,937,387	-60,084,743	-61,156,911	-67,532,954	-54,228,710	-58,667,189	-55,182,986	-401,757	—
Total other financing	(32,846)	—	(684,414)	—	—	(380,472)	—	1,043,820	6,107,936
Net change in fund	\$3,297,668	\$9,016,077	\$11,731,154	\$(3,766,015)	\$5,941,573	\$3,029,405	\$(5,221,983)	\$ (6,839,297)	\$ (2,170,429)
Debt service as a of noncapital	7.6 %	2.7 %	2.5 %	8.1 %	0.2 %	0.1 %	—%	—%	—%

Note: The District began operations in 2009 resulting in only nine years of data availability

South Metro Fire Rescue
Tax Revenues by Source, Governmental Funds Last Nine Fiscal Years

Fiscal Year	Property Tax	Specific Ownership Tax	Total
2009	\$ 52,535,639	\$ 3,859,914	\$ 56,395,553
2010	55,250,495	3,751,846	59,002,341
2011	55,617,290	3,618,371	59,235,661
2012	50,955,181	3,697,554	54,652,735
2013	51,005,289	3,964,219	54,969,508
2014	51,354,176	4,197,425	55,551,601
2015	51,684,596	4,485,684	56,170,280
2016	53,737,957	4,542,980	58,280,937
2017	54,069,865	5,263,971	59,333,836

Source: Finance Division

Note: The District began operations in 2009 resulting in only nine years of data availability

**South Metro Fire Rescue
Assessed Value and Estimated Actual Value of Taxable Property
Last Nine Fiscal Years**

Fiscal Year	Real Assessed Value	Personal Assessed Value	Real Actual Value	Personal Actual Value	SMFR Mill Levy	Ratio of Total Assessed to Total Estimate Actual Value	Residential Property Assessment Ratio
2009	4,542,103,830	338,727,850	36,119,905,996	1,166,209,597	9.25	13.09 %	7.96 %
2010	4,795,521,320	484,904,886	38,446,604,585	1,672,075,146	9.25	13.16 %	7.96 %
2011	4,327,704,590	326,572,570	34,906,657,128	1,126,103,040	9.25	12.92 %	7.96 %
2012	4,323,118,690	342,813,740	34,830,938,981	1,182,105,978	9.25	12.96 %	7.96 %
2013	4,367,442,344	377,636,430	35,498,753,463	1,302,186,194	9.25	12.89 %	7.96 %
2014	4,492,201,404	432,556,019	35,928,957,116	1,491,624,062	9.25	13.16 %	7.96 %
2015*	4,850,713,475	544,797,418	40,930,196,129	1,886,348,738	9.25	12.60 %	7.96 %
2016*	5,663,707,647	585,259,348	48,575,497,159	2,033,871,376	9.25	12.35 %	7.96 %
2017*	5,543,892,547	641,955,954	44,661,458,566	2,216,474,060	9.25	13.20 %	7.96 %

The commercial property assessment ratio is 29% for all years.

Note: The 2017 Real Assessed Value includes \$9,824,938 of Assessed Value (Unknown amount of Real Value) that is part of a TIF District Increment

* 2015 and beyond includes Cherry Hills Fire Assessed and Actual values.

Source: Arapahoe and Douglas County Assessors

South Metro Fire Rescue
Direct and Overlapping Property Tax Rates
Last Nine Fiscal Years
(per \$1,000 of assessed value)

Government	2009	2010	2011	2012	2013	2014	2015	2016	2017
Parker Fire Protection District	13.978	13.978	13.978	13.978	13.978	12.978	12.978	—	—
South Metro Fire Rescue	9.2500	9.2500	9.2500	9.2500	9.2500	9.2500	9.2500	9.2500	9.2500
Cities and Towns									
City of Aurora	10.4940	10.5950	10.6530	10.2900	10.2900	8.8860	8.5690	8.6050	8.6050
Foxfield	21.8650	21.8650	23.2380	20.4000	20.4000	20.4000	20.4000	20.4000	20.4000
Town of Parker	2.6020	2.6020	2.6020	2.6020	2.6020	2.6020	2.6020	2.6020	2.6020
Centennial	5.0470	5.0770	5.1200	5.1290	5.0730	5.0150	5.0300	5.0260	2.0870
City of Lone Tree	-	-	-	-	-	-	-	-	-
Counties									
Arapahoe County	15.6720	15.9490	17.3160	17.1500	17.1300	16.9500	14.8560	14.0390	14.0390
Douglas County	19.7740	19.7740	19.7740	19.7740	19.7740	19.7740	19.7740	18.7740	24.2740
School Districts									
Cherry Creek School District #5	48.8250	50.9470	54.3670	58.0370	57.4920	56.7020	49.7030	53.2320	53.2320
Douglas County School District	46.6810	46.8900	48.7880	48.7270	48.2770	48.2770	42.4390	42.4390	41.0640
Littleton Public School	46.0810	55.3890	57.5300	56.9350	56.9850	56.6010	53.4240	53.0300	53.0300
Metropolitan Districts									
Chaparral Metropolitan District	11.2850	11.2600	12.0230	13.1720	12.5400	13.5400	12.1500	12.1500	12.4500
Parker Jordan Metropolitan District	24.0000	24.0000	23.0000	23.0000	21.5000	21.0000	20.6330	20.6330	19.6330
Parker Properties Metropolitan District	23.2350	15.0000	-	-	-	-	-	-	-
Stonegate Village Metropolitan District	27.4020	27.4020	28.9320	27.8030	27.8030	27.8030	25.7380	25.7380	25.7380
Lincoln Park Metropolitan District	50.0000	50.0000	50.0000	55.0000	59.0000	52.0000	49.5000	49.5000	49.5000
Inverness Metropolitan District	6.4000	8.7000	8.7200	6.6500	6.3500	6.6500	6.5000	6.7500	6.0500
Meridian Metropolitan District	39.0780	44.2390	37.9900	44.0000	46.0000	49.0000	50.6820	50.6820	49.9010
Piney Creek Metropolitan District	13.6560	13.6560	13.6560	13.6560	13.6560	1.0860	0.0000	-	-
Canteberry Crossing Metropolitan District #2	38.5000	38.5000	38.5000	38.5000	38.5000	38.5000	38.5000	35.0000	35.0000
Columbia Metropolitan District	8.1960	8.1960	8.1960	8.1960	8.1960	4.1960	3.7830	3.7810	3.7810
East Arapahoe Metropolitan District	9.7920	9.7920	9.7920	9.9720	9.7920	9.7920	9.7920	9.7920	9.7920
Liverpool Metropolitan District	25.0000	25.0000	28.2790	31.9730	28.2790	28.2790	28.2790	28.2790	28.2790
Cherry Creek South Metropolitan Districts #1-11	20.1140	20.1140	21.9140	21.9140	21.9140	-	-	-	12.5000
Goodman Metropolitan District	24.0000	25.0000	28.0000	31.0000	31.0000	33.0000	33.0000	34.0000	27.2500
Cottonwood Metropolitan District	8.8000	8.8000	8.8000	8.8000	8.8000	8.8000	8.8000	8.8000	8.8000
Concord Metropolitan District	48.0000	35.0000	29.0000	29.0000	23.0000	23.0000	20.5000	16.5000	14.5000
Other Special Districts									
Urban Drainage and Flood Control District	0.5440	0.5230	0.5660	0.5990	0.6080	0.6320	0.5530	0.6110	0.6200
Arapahoe County Recreation District	0.7950	0.8210	0.9190	0.9190	0.8830	0.8800	0.7740	0.7840	0.7840
Arapahoe Park & Recreation District	8.0000	8.0000	8.0000	8.0000	8.0000	8.0000	6.8820	6.8820	6.5950
Arapahoe Library District	4.7830	4.8690	4.9810	4.9030	4.8610	4.7940	5.9160	5.9260	5.9260
Arapahoe Water & Wastewater District	16.7000	18.1500	22.4000	23.2500	23.2500	22.9500	19.3000	19.3000	18.2000
East Cherry Creek Valley Water & Sanitation District	4.9800	5.0450	4.9990	5.0140	5.0080	4.9830	4.2200	0.0000	7.5230
Douglas County Library District	4.0160	4.0340	4.0370	4.0680	4.0290	4.0320	4.0350	4.0350	4.0160
Cottonwood Water & Sanitation District	27.0000	27.0000	27.0000	27.0000	27.0000	27.0000	23.0000	19.0000	16.0000
Inverness Water & Sanitation District	7.1000	7.3000	7.3000	8.3500	7.8000	6.4500	6.1000	5.2300	4.7500
Denver Southeast Water & Sanitation District	-	-	-	-	-	-	-	-	-
Parker Water and Sanitation District	14.9250	14.9250	10.2140	9.7270	9.7270	9.7270	8.6520	8.6520	7.5000
Authorities									
Cherry Creek Basin Authority	0.4050	0.4410	0.5000	0.5000	0.5000	0.5000	0.4490	0.4730	0.4730
Arapahoe County Law Enforcement Authority	4.9820	4.9820	4.9820	4.9820	4.9820	4.9820	4.9820	4.9820	4.9820

Source: Various Entities and Arapahoe & Douglas County Assessors Offices.

**South Metro Fire Rescue
Principal Property Tax Payers
Current Year and Year District was formed**

Taxpayer	2017			2009		
	Assessed Value	Rank	Per Cent of Total	Assessed Value	Rank	Per Cent of Total
Charles Schwab Lone Tree LLC	\$ 84,822,790	1	1.34%			
Park Meadows Mall	81,488,000	2	1.29%	\$ 62,144,660	1	1.18 %
HCAHealthone LLC	79,861,680	3	1.26%	49,552,030	2	0.94 %
SHLP Meadows at Meridian LLC	45,407,490	4	0.72%			
MIP KC Castle Pines LLC	41,011,200	5	0.65%			
Kaiser Foundation Hospitals	32,774,170	6	0.52%			
Greenwood Property Corp	32,332,970	7	0.51%	30,450,000	4	0.58 %
Portercare Adventist Health System	31,448,020	8	0.50%	18,329,450	7	0.35 %
Echostar Real Estate Corporation IV	29,789,690	9	0.47%			
Denver CB Center 2 LLC	28,502,940	10	0.45%			
Qwest Corp				22,901,700	6	0.43%
Verizion Wireless				46,119,470	3	0.87 %
Property Colorado OBJLYC				27,550,000	5	0.52 %
Legacy III Centennial LLC				16,965,000	8	0.32 %
CSHV Denver Tech Center				15,080,000	9	0.29 %
5251 DTC Parkway				14,500,010	10	0.27 %
	\$ 487,438,950		7.71 %	\$ 303,592,320		5.75 %

Source: Douglas County Assessor's Office
Arapahoe County Assessor's Office

Note: The District began operations in 2009 resulting in only nine years of data availability

**South Metro Fire Rescue
Property Tax Levies and Collections
Last Nine Fiscal Years**

Fiscal Year	Total Tax Levy	Current Tax Collections	% of Current Taxes Collected	Delinquent Tax Collection	Total Tax Collections	Ratio of Total Tax to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
2009	\$ 53,259,127	\$ 52,735,647	99.02 %	\$ (275,287)	\$ 52,460,360	98.50 %	(1)	(1)
2010	56,096,645	55,974,794	99.78 %	(723,951)	55,250,843	98.49 %	38,301	0.068 %
2011	57,566,618	56,523,150	98.19 %	(905,860)	55,617,290	96.61 %	55,115	0.096 %
2012	52,133,804	51,397,244	98.59 %	(442,063)	50,955,181	97.74 %	141,779	0.272 %
2013	51,790,046	51,289,058	99.03 %	(283,769)	51,005,289	98.48 %	32,664	0.063 %
2014	51,865,957	51,584,734	99.46 %	(230,558)	51,354,176	99.01 %	91,320	0.176 %
2015	51,944,348	51,898,770	99.91 %	(214,174)	51,684,596	99.50 %	125,705	0.242 %
2016	54,129,916	53,737,957	99.28 %	(13,654)	53,724,302	99.25 %	31,830	0.059 %
2017	54,235,662	54,128,981	99.80 %	(59,116)	54,069,865	99.69 %	335,944	0.619 %

Source: Parker Fire Protection District & South Metro Fire Rescue Record of Levies and Collections.

- (1) Douglas and Arapahoe Counties collect the taxes for all property tax levies. The record of delinquent taxes is maintained by the counties; however, the District's individual delinquent taxes were not available in 2009.

**South Metro Fire Rescue
Ratios of Outstanding Debt by Type
Last Nine Fiscal Years**

Fiscal Year	Governmental Activities			Business Type Certificates of Participation	Total Primary Government	Per Capita
	General Obligation Bonds	Capital Leases	Certificates of Participation			
2009	\$ —	\$ 971,576	\$ 5,222,750	\$ 2,812,250	\$ 9,006,576	45.49
2010	—	575,764	4,569,500	2,460,500	7,605,764	38.64
2011	—	284,129	3,887,000	2,093,000	6,264,129	32.16
2012	—	132,398	—	—	132,398	0.65
2013	—	46,093	—	—	46,093	0.23
2014	—	—	—	—	—	—
2015	—	—	—	—	—	—
2016	—	—	—	—	—	—
2017	—	—	—	—	—	—

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

Source: Finance Division

South Metro Fire Rescue
Direct and Overlapping Governmental Activities Debt
As of December 31, 2017

	Net Debt Outstanding	Percentage Applicable to District*	Amount Applicable to District
DIRECT:			
South Metro Fire Rescue	—	100 %	—
OVERLAPPING:			
Arapahoe Park and Rec	\$ 6,250,000	50 %	\$ 3,125,000
Arapahoe County Water and Wastewater PID	124,305,000	50 %	62,152,500
Centennial 25 Metro District	-	100 %	-
Cherry Creek Schools	641,890,000	50 %	320,945,000
Cherry Creek South Metro	2,175,000	100 %	2,175,000
Cherry Creek Vista Park & Rec District	2,770,000	50 %	1,385,000
Cottonwood Water and Sanitation	1,689,482	100 %	1,689,482
Country Homes Metro District	181,000	100 %	181,000
Devonshire Heights Water & Sanitation	-	100 %	-
Douglas County School	272,435,000	50 %	136,217,500
Dove Valley Metro District	46,740,000	100 %	46,740,000
Eagle Bend Metro	1,951,659	100 %	1,951,659
East Valley Metro District	350,045	100 %	350,045
Estancia Metro District	4,110,000	100 %	4,110,000
Fiddler's Business Improvement District	2,078,316	100 %	2,078,316
Foxfield Metro	580,000	100 %	580,000
Hills at Cherry Creek Metro District	1,510,000	100 %	1,510,000
Inverness Metro District	395,037	100 %	395,037
Inverness Water and Sanitation	548,544	100 %	548,544
Lincoln Park Metro District	30,395,000	100 %	30,395,000
Littleton School District	130,156,195	5 %	6,507,810
Liverpool Metro District	2,445,000	100 %	2,445,000
Meridian Metro District	72,890,000	100 %	72,890,000
North Meridian Metro District	7,237,000	100 %	7,237,000
Panorama Metro District	4,030,000	100 %	4,030,000
Parker Water & Sanitation District	84,720,000	100 %	84,720,000
Piney Creek Village Metro	317,742	14 %	44,484
Saddle Rock Metro District	8,285,000	100 %	8,285,000
Saddle Rock South Metro Districts	13,775,000	100 %	13,775,000
South Meridian Metro District	4,658,000	100 %	4,658,000
South Suburban Rec/Park	6,715,000	20 %	1,343,000
Sundance Hill Metro District	220,000	100 %	220,000
Southeast Public Improvement	2,835,000	100 %	2,835,000
Stonegate Village Metro	46,920,000	100 %	46,920,000
Tallyn's Reach Metro	52,188,150	25 %	13,047,038
Town of Foxfield	263,394	100 %	263,394
Valley Club Pointe Metro District	136,347	100 %	136,347
Total Overlapping Debt	<u>\$ 1,578,145,911</u>		<u>\$ 885,886,155</u>
Total Direct & Overlapping Debt			<u>\$ 885,886,155</u>

(continued)

South Metro Fire Rescue
Direct and Overlapping Governmental Activities Debt
As of December 31, 2017
(Continued)

Source: South Metro Fire Rescue Finance

Various entities provided outstanding debt information

Assessed value data used to estimate the applicable percentages provided by the Assessor's offices of Douglas and Arapahoe Counties

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of South Metro Fire Rescue District. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident - and therefore responsible for repaying the debt - of each overlapping government.

* For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the District's boundaries and dividing it by each unit's total taxable assessed value.

**South Metro Fire Rescue
Legal Debt Margin Information
Last Nine Fiscal Years**

	Fiscal Year				
	2009	2010	2011	2012	2013
Total Assessed Value	\$ 4,880,831,680	\$ 5,279,058,045	\$ 5,280,486,537	\$ 4,711,414,729	\$ 4,723,283,371
Debt Limit - 50% of total assessed value (1)	2,440,415,840	2,639,529,023	2,640,243,269	2,355,707,365	2,361,641,686
Amount of debt applicable to debt limit	-	-	-	-	-
Less amount available for debt service	-	-	-	-	-
Net amount of debt applicable to debt limit	-	-	-	-	-
Legal debt margin	\$ 2,440,415,840	\$ 2,639,529,023	\$ 2,640,243,269	\$ 2,355,707,365	\$ 2,361,641,686

	2014	2015	2016	2017
	Total Assessed Value	\$ 4,920,392,972	\$ 4,971,618,704	\$ 5,760,702,401
Debt Limit - 50% of total assessed value (1)	2,460,196,486	2,485,809,352	2,880,351,201	2,918,627,494
Amount of debt applicable to debt limit	-	-	-	-
Less amount available for debt service	-	-	-	-
Net amount of debt applicable to debt limit	-	-	-	-
Legal debt margin	\$ 2,460,196,486	\$ 2,485,809,352	\$ 2,880,351,201	\$ 2,918,627,494

Source: Douglas and Arapahoe County Assessors' Offices and South Metro Fire Rescue Finance Department.

(1) Colorado Revised Statutes.

**South Metro Fire Rescue
Demographic and Economic Statistics
Last Nine Fiscal Years (Douglas County)**

Fiscal Year	Population	Per Capita Income (3)	Median Age	Education Level (1)	School Enrollment (2)	Unemployment Rate
2009	114,369	\$ 60,361	35.0	49.0%	56,945	6.60%
2010	113,748	60,361	36.6	58.0%	61,465	7.00%
2011	112,252	50,544	33.6	NA	63,114	6.10%
2012	119,344	51,970	36.6	54.6%	63,934	6.20%
2013	119,344	52,971	36.6	54.6%	66,000	5.60%
2014	118,589	57,148	36.5	55.8%	67,000	3.40%
2015	118,589	60,821	38.5	61.0%	66,702	2.70%
2016	118,589	61,303	36.6	61.0%	67,000	2.20%
2017	120,995	47,062	36.0	57.5%	68,000	2.50%

(1) Percentage of population that has attained a Bachelor’s Degree or higher.

(2) Douglas County School District

(3) Douglas County Census

Sources: www.acn.net, Colorado Division of Local Government Demographics, Douglas County Schools Web Page and U.S Census Bureau- Douglas County

**South Metro Fire Rescue
Demographic and Economic Statistics
Last Nine Fiscal Years (Arapahoe County)**

Fiscal Year	Population	Per Capita Income (3)	Median Age	Education Level (1)	School Enrollment (2)	Unemployment Rate
2009	83,621	\$ 60,361	35.0	49.0%	56,945	7.70%
2010	83,091	50,908	36.6	58.0%	52,166	8.60%
2011	82,544	51,196	36.0	37.5%	52,589	7.70%
2012	82,972	51,759	36.0	38.3%	53,272	7.20%
2013	82,972	59,937	36.0	38.5%	52,681	7.40%
2014	84,911	60,443	35.0	38.8%	54,226	4.10%
2015	84,911	56,294	36.7	39.0%	54,449	3.20%
2016	84,911	63,265	36.1	39.0%	54,695	2.60%
2017	85,709	35,250	35.0	40.7%	54,175	2.80%

(1) Percentage of population that has attained a Bachelor’s Degree or higher.

(2) Cherry Creek School District

(3) Arapahoe County Census

Sources: Colorado Division of Local Government Demographics, Cherry Creek Schools Web Page, and U.S Census Bureau- Arapahoe County

**South Metro Fire Rescue
Principal Employers
December 31, 2017**

	2017		2009	
	Employees	Rank	Employees	Rank
HealthONE	5,120	1		
Comcast Corporation	4,540	2		
Charles Schwab	3,700	3		
Centura Health Corporation	3,210	4		
CenturyLink	2,830	5		
Great-West Financial	2,680	6	1,900	4
DISH Network	2,620	7	6,500	1
Raytheon Company	2,430	8		
Kaiser Permanente	2,210	9		
Arrow Electronics	1,930	10		
Western Union Fincl Svcs Inc			3,200	2
TW Telecom LP			2,400	3
Fascore Institutional Services			1,541	5
CH2M Hill			1,500	6
Campus Middle School Unit			1,500	7
Richfield Hospitality Inc			1,000	8
Xanterra Holding Corp			1,000	9
Starz Entertainment			1,000	10
	<u>31,270</u>		<u>21,541</u>	

Source: Metro Denver Economic Development Corporation (Arapahoe & Douglas Counties)

Note: The District began operations in 2009 resulting in only nine years of data availability

Data related to all employers within the District is unavailable; cannot calculate percentage of employees

South Metro Fire Rescue
Full-time Equivalent Authority Government Employees by Function/Program
Last Nine Fiscal Years

Function/Program	Full-time Equivalent Employees								
	2009	2010	2011	2012	2013	2014	2015	2016	2017
Field Operations	287.51	287.50	280.75	290.75	283.50	288.22	279.00	301.75	332.00
Administration	34.80	23.90	23.05	21.20	19.50	19.80	31.50	34.00	35.00
Community Safety Services	34.28	30.78	27.18	25.68	24.00	17.00	19.00	23.00	28.00
Fleet Services	10.35	12.15	12.00	11.00	11.00	11.00	10.00	10.00	12.00
Ambulance *	22.00	18.38	18.54	19.43	20.43	19.43	18.68	22.00	-
Total FTE	388.94	372.71	361.52	368.06	358.43	355.45	358.18	390.75	407.00

Source: South Metro Fire Rescue - Finance Department

* Ambulance FTE's are captured in the Field Operations line from 2017 forward

**South Metro Fire Rescue
Operating Indicators by Function/Program
Last Nine Fiscal Years**

	Fiscal Year								
	2009	2010	2011	2012	2013	2014	2015	2016	2017
Field Operations (in & out of district)									
Fire Calls	347	390	371	352	381	312	382	443	458
Emergency Medical Calls	7,626	7,820	8,729	10,131	10,457	11,322	11,458	11,552	12,139
Alarms	2,147	2,059	2,401	2,272	2,452	2,451	2,325	2,187	2,179
Others	3,766	3,615	4,257	4,259	4,514	1,873	1,766	1,751	1,442
Number of hours of firefighter training	15,478	25,351	20,261	45,311	58,910	56,914	65,664	80,035	52,472
Hours of officer trainings	7,461	3,105	3,731	8,750	8,954	7,443	7,222	5,770	3,761
Hours of driver/operator trainings	3,978	5,579	2,507	4,471	2,540	681	4,416	3,698	2,035
Support Services									
Square footage of building maintained	338,322	338,322	338,322	349,091	349,091	320,084	320,084	320,084	320,084
Life Safety Bureau & Preparedness									
Fire Investigations	141	200	305	267	281	301	286	330	310
Plan Reviews	2,741	2,994	3,527	3,662	4,400	4,872	4,877	3,517	4,189
Construction Inspections	-	-	-	4,973	5,703	7,038	6,772	3,799	5,568
Business Inspections	11,378	4,568	5,023	5,548	4,218	3,932	2,916	-	3,158
Burn/Firework Permits	87	51	36	27	22	34	37	-	38
South Metro Safety Foundation Classes	74	71	83	91	101	92	91	122	163
Car seat checks	525	460	417	397	502	386	269	366	326
Apparatus/Crew resident attended	13,000	26,000	35,348	25,143	-	26,270	-	-	-
Prevention staff community/school students	12,000	31,000	-	11,324	13,256	30,857	-	-	9,847
Juvenile Fire Setters	23	27	28	34	8	21	16	-	46
Fleet Services									
Total number of warranty repairs	25	70	46	28	68	37	62	28	13
Total billable shop labor hours	9,038	10,733	12,936	10,393	9,698	9,575	8,574	8,843	9,865
Shop productivity rate	87.6 %	83.5 %	82.5 %	80.3 %	75.0 %	74.0 %	71.4 %	83.5 %	85.5 %
Total number of repairs	5,404	4,911	3,877	3,273	2,984	2,854	2,501	2,911	3,198
Ambulance									
EMS Transports (in district only)	5,712	5,789	6,173	6,852	7,089	7,347	7,430	6,226	7,350
% of Transports to Skyridge Medical Center	40.40 %	39.43 %	39.67 %	39.25 %	41.02 %	43.42 %	43.42 %	47 %	53 %
% of Transports to Parker Adventist Hospital	30.50 %	29.53 %	29.18 %	28.75 %	27.78 %	27.85 %	30.86 %	34 %	37 %
% of Transports to Littleton Hospital	13.00 %	14.80 %	15.34 %	16.76 %	15.93 %	13.03 %	10.42 %	5 %	5 %
% of Transport to Swedish Medical Center	11.80 %	11.78 %	12.30 %	11.10 %	10.07 %	9.21 %	7.50 %	7 %	6 %
% of Transports to Porter Adventist Hospital	1.80 %	1.70 %	1.46 %	1.07 %	1.58 %	1.18 %	1.20 %	1 %	1 %
Collection Rate	63.62 %	62.84 %	57.91 %	54.90 %	53.94 %	54.14 %	55.73 %	52.71 %	51.99 %

Source: South Metro Fire Rescue various departments

**South Metro Fire Rescue
Capital Asset Statistics by Function/Program
Current Year**

	Fiscal Year									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	
Field Operations										
Fire Stations	17	17	17	17	17	17	17	17	17	17
Communication towers	2	2	2	4	4	4	4	4	4	4
Training Facility	1	1	1	1	1	1	1	1	1	1
Driving facility	1	1	1	1	1	1	1	1	1	1
Pumpers	18	18	18	18	19	19	19	18	23	
Tenders	5	5	5	5	6	6	6	6	6	
Quints	2	2	2	2	2	1	1	1	-	
Squirts	2	2	2	2	-	-	-	-	-	
Aerials	5	5	5	5	6	5	5	7	7	
ARFF vehicles	3	3	3	3	2	2	2	3	3	
Chief/Staff vehicles	15	15	15	15	15	15	15	15	16	
BC Vehicles	6	6	6	6	6	6	6	9	8	
Wildland vehicles	12	12	12	12	12	12	12	18	19	
Hazmat vehicles	1	1	1	1	2	2	2	2	2	
Utility vehicle	1	1	1	1	1	1	1	1	1	
Snow Cat	1	1	1	1	1	1	1	1	1	
Dive Unit	-	-	-	1	1	1	1	1	1	
Heavy Rescue	2	2	2	2	2	1	1	3	2	
Tow Vehicles	2	2	2	2	2	2	2	2	2	
Command vehicle	1	1	1	1	1	1	1	1	1	
Plow/Ladder testing truck	1	1	1	1	1	1	1	1	1	
Trailers	5	5	5	5	5	15	15	15	20	
Support Services										
Headquarters buildings	2	2	2	2	2	1	1	1	1	
Pool vehicles	2	2	2	1	-	1	1	1	1	
Chief/Staff vehicles	5	5	5	5	5	5	5	5	20	
Storage locations	2	2	2	2	2	1	1	1	2	
Community Safety Services										
Pool vehicles	31	31	31	31	4	2	2	2	1	
Assigned vehicles	-	-	-	-	21	22	22	22	22	
Fleet Services										
Repair shop	1	1	1	1	1	1	1	1	1	
Repair vehicles	2	2	2	2	2	2	2	2	3	
Parts/Warehouse vehicles	-	-	3	3	3	3	3	3	1	
Pool vehicles	7	7	7	7	11	7	7	7	5	
IMT Vehicle	1	1	1	1	1	1	1	1	1	
Lift	1	1	1	1	2	2	2	2	1	
Overhead crane	-	-	-	-	1	1	1	1	1	
Ambulance										
Medic units	17	17	17	17	17	17	17	18	22	
ARM vehicle	-	-	-	-	1	1	1	1	1	

Source: South Metro Fire Rescue various departments
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