

**Greater Eagle Fire Protection District
Eagle, Colorado**

**Financial Statements
December 31, 2017**



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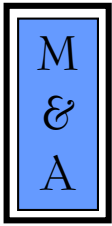
Office of the State Auditor

June 19, 2018

**Greater Eagle Fire Protection District
Financial Report
December 31, 2017**

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MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

CHAPEL SQUARE, BLDG C
245 CHAPEL PLACE, SUITE 300
P.O. Box 5850, AVON, CO 81620

WEB SITE: WWW.MCMAHANCPA.COM
MAIN OFFICE: (970) 845-8800
FACSIMILE: (970) 845-8108
E-MAIL: MCMAHAN@MCMAHANCPA.COM

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors Greater Eagle Fire Protection District

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Greater Eagle Fire Protection District (the "District") as of and for the year ended December 31, 2017, which collectively comprise the District's basic financial statements as listed in the table of contents, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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.

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
MICHAEL N. JENKINS, CA, CPA, CGMA
DANIEL R. CUDAHY, CPA, CGMA

AVON: (970) 845-8800
ASPEN: (970) 544-3996
FRISCO: (970) 668-3481

Summary of Opinions

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental activities	Qualified
General Fund	Unmodified
Special Revenue (Impact Fee) Fund	Unmodified
Capital Fund	Unmodified
Aggregate Discreetly Presented Component Unit	Unmodified
Aggregate Remaining Fund Information	Qualified

Basis for Qualified Opinion on the Governmental Activities and Aggregate Remaining Fund Information

The District did not have an actuarial study performed for its single-employer volunteer firefighter defined benefit pension plan as required under Statement No. 73 of the Governmental Accounting Standards Board, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. If the actuarial study had been performed, the District would have reported an actuarially determined pension liability and related deferred outflows and inflows, and an annual pension expense in the Statement of Net Position and Statement of Activities. The District would have also reported an adjustment to beginning Net Position to reflect the net effect of a change in accounting principle. The amounts by which this departure would affect the assets or liabilities, deferred outflows and inflows, revenues or expenses, and net position has not been determined.

Qualified Opinions

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion on the Governmental Activities and Aggregate Remaining Fund Information*, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, and the aggregate remaining fund information of Greater Eagle Fire Protection District, as of December 31, 2017, and the respective changes in financial position thereof and the respective budgetary comparisons for the general fund and the special revenue (impact fee) fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the major funds and the discreetly presented component unit of Greater Eagle Fire Protection District, as of December 31, 2017, and the respective changes in financial position thereof and the respective budgetary comparisons for the general fund and the special revenue (impact fee) fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis in Section B, the Pension Fund Schedules of Funding Progress and Employer Contributions, the Schedule of Employer's Proportionate Share of the Net Pension Liability/(Asset), and the Schedule of District Contributions in Section E 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.

Other Matters (continued)

We have applied certain limited procedures to the Management's Discussion and Analysis in Section B, the Pension Fund Schedules of Funding Progress and Employer Contributions, the Schedule of Employer's Proportionate Share of the Net Pension Liability/(Asset), and the Schedule of District Contributions in Section E 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.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The supplementary information in Section F, as listed in the Table of Contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information in Section F, as listed in the Table of Contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

McMahan and Associates, L.L.C.

**McMahan and Associates, L.L.C.
June 8, 2018**

MANAGEMENT'S DISCUSSION AND ANALYSIS



Greater Eagle Fire Protection District

Management's Discussion and Analysis December 31, 2017

As management of Greater Eagle Fire Protection District (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 year ended December 31, 2017.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of four components: 1) government-wide financial statements; 2) fund financial statements; 3) notes to the financial statements; and 4) required supplementary information.

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. Current year to prior year comparisons are presented below to help users evaluate the results of the District over the past two years.

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

The Statement of Activities presents information showing how the 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.

The governmental activities of the District relate to the general operations of the District and related equipment and facilities. The government-wide financial statements can be found on pages C1 and C2 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. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District utilizes both governmental funds and a fiduciary fund.

Governmental funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well 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. The governmental funds provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Fiduciary fund: Fiduciary funds are used to account for funds held by the District for the benefit of other parties. The District uses a Pension Trust Fund to report the investments of the volunteer pension, the balances of which are held in trust for the beneficiaries. Since the balances reported in this fund are not for the benefit of the District they are not reported in the government-wide financial statements.

The District adopts an annual appropriated budget for each of its funds. A budgetary comparison statement has been provided for the General Fund, Impact Fund, Capital Fund, and Pension Trust Fund on pages C3 through C5 and F1 and F2 of this report to demonstrate compliance with these budgets.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found starting on page D1 of this report.

Government-wide Financial Analysis: The following table shows a condensed statement of net position as of December 31, 2017 and December 31, 2016 derived from the government-wide financial statements.

**Greater Eagle Fire Protection District
Net Position**

	<u>Governmental Activities</u>	
	<u>2017</u>	<u>2016</u>
Assets:		
Current assets	5,609,610	4,999,517
Capital assets & deferred outflows	2,419,463	2,413,487
Total Assets & Def Outflows	8,029,073	7,413,004
Liabilities and Deferred Inflows:		
Current liabilities & deferred inflows	2,247,737	2,039,996
Long-term liabilities & deferred inflows	59,237	3,295
Total Liabilities & Def Inflows	2,306,974	2,043,291
Net Position:		
Net invested in capital assets	2,068,786	2,094,778
Restricted	912,733	761,476
Unrestricted	2,740,580	2,513,459
Total Net Position	5,722,099	5,369,713

The net asset balance for the investment in capital assets, net of related debt represents the land, buildings, vehicles, and equipment, net of the related debt owed from financing such assets. The District uses these assets to provide services to its citizens. Accordingly, these assets are not an available source for payment of future spending. A significant portion of the Districts net position is reflected as restricted, the details of restrictions are presented at page C1. The District also has significant unrestricted net position which can be used for any lawful purpose of the District.

At the end of the current fiscal year, the District has positive net position in all categories.

The changes in net position for the years ended December 31, 2017 and December 31, 2016 is summarized in the following table:

**Greater Eagle Fire Protection District
Change in Net Position**

	Governmental Activities	
	2017	2016
Revenues:		
Property & Other Taxes	1,997,159	1,992,686
Resource Assignments	249,347	-
Interest and other income	265,734	131,690
Total Revenues	2,512,240	2,124,376
Expenses:		
Operations	562,384	459,110
Administration	160,245	234,174
Personnel	1,437,225	1,436,961
Interest	-	13,812
Total Expenses	2,159,854	2,144,057
Change in Net Position	352,386	(19,681)
Net Position- Beginning	5,369,713	5,389,394
Net Position- Ending	5,722,099	5,369,713

In 2017 the District showed an increase in net position as revenues exceeded expenses, after incurring a minor net loss in 2016.

Financial Analysis of the District's Funds

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

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

General Fund revenues exceeded expenditures in 2017 by \$372,106, which was due to revenue from resource assignments and less than budgeted expenditures in most categories. The majority of these remaining funds were transferred to the capital fund.

Capital Fund expenditures exceeded revenues by \$121,977 due to purchases of vehicles, equipment and station repairs, however after the transfer from the General fund the fund showed an increase in fund balance of \$230,929.

Impact Fee Fund revenues exceeded expenditures by \$149,948 as there were limited expenditures and an increase in impact fee revenue over prior years.

Fiduciary Funds: The Volunteer Pension Fund Net Position increased \$34,084 during the fiscal year and according to the actuarial study, as of December 31, 2017, the Volunteer Pension fund was actuarially sound.

Budget variances: The General Fund expenditures were less than budget due to savings in most categories except for Resource Assignments which were more than offset by additional revenues. The Capital and General Funds budgets were amended to account for additional transfers from the General

Fund to the Capital Fund and additional Capital Expenditures. Budget to actual statements for the each of the funds can be found on pages C3 through C5 and F1 through F2 of this report.

Capital assets: The Districts total net capital assets decreased by \$25,992 due to capital additions being less than depreciation expense. Additional information as well as a detailed classification of the District's net capital assets can be found in Note C to the Financial Statements on page D11 of this report.

Long-term debt: The only long-term liabilities of the District are for compensated absences for accrued but unpaid employee vacation time and net pension liability for the Fire and Police Pension Fund. Details regarding the Districts long-term debt are located in Note E beginning on page D12 of this report.

Request for Information: This financial report is designed to provide a general overview of the 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 requests for additional financial information should be addressed to the Greater Eagle Fire Protection District, c/o Marchetti & Weaver, LLC, 28 Second Street, Suite 213, Edwards, CO 81632, (970) 926-6060.

GOVERNMENT-WIDE FINANCIAL STATEMENTS



Greater Eagle Fire Protection District
Balance Sheet/Statement of Net Position
December 31, 2017

	Primary Government				Adjustments	Statement of Net Position	Component Unit
	General Fund	Impact Fee Fund	Capital Fund	Total			Total
Assets:							
Cash and cash equivalents	374,165	1,939	1,337	377,441	-	377,441	54,978
Investments	2,558,572	246,959	241,797	3,047,328	-	3,047,328	-
Assessed taxes receivable	2,071,880	-	-	2,071,880	-	2,071,880	-
Property taxes receivable	4,641	-	-	4,641	-	4,641	-
Due from other governments	65,731	31,130	-	96,861	-	96,861	-
Prepaid expenses	11,459	-	-	11,459	-	11,459	-
Due from (to) other funds	(2,545,859)	565,405	1,980,454	-	-	-	-
Nondepreciable capital assets	-	-	-	-	90,000	90,000	-
Depreciable capital assets, net of accumulated depreciation	-	-	-	-	1,978,786	1,978,786	-
Total Assets	<u>2,540,589</u>	<u>845,433</u>	<u>2,223,588</u>	<u>5,609,610</u>	<u>2,068,786</u>	<u>7,678,396</u>	<u>54,978</u>
Deferred Outflows of Resources:							
Pension related deferred outflows	-	-	-	-	350,677	350,677	-
Total Deferred Outflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>350,677</u>	<u>350,677</u>	<u>-</u>
Total Assets and Deferred Outflow of Resources	<u>2,540,589</u>	<u>845,433</u>	<u>2,223,588</u>	<u>5,609,610</u>	<u>2,419,463</u>	<u>8,029,073</u>	<u>54,978</u>
Liabilities:							
Accounts payable	68,807	-	-	68,807	-	68,807	-
Accrued compensation	59,137	-	-	59,137	47,913	107,050	-
Net pension liability - cost share plan	-	-	-	-	56,370	56,370	-
Total Liabilities	<u>127,944</u>	<u>-</u>	<u>-</u>	<u>127,944</u>	<u>104,283</u>	<u>232,227</u>	<u>-</u>
Deferred Inflow of Resources:							
Unavailable property tax revenue	2,071,880	-	-	2,071,880	-	2,071,880	-
Pension related deferred inflows	-	-	-	-	2,867	2,867	-
Total Deferred Inflow of Resources:	<u>2,071,880</u>	<u>-</u>	<u>-</u>	<u>2,071,880</u>	<u>2,867</u>	<u>2,074,747</u>	<u>-</u>
Fund Balances/Net Position:							
Fund balance:							
Non-spendable	11,459	-	-	11,459	(11,459)		
Restricted for emergency	67,300	-	-	67,300	(67,300)		
Committed for Impact Activity	-	845,433	-	845,433	(845,433)		
Assigned for Capital Projects	-	-	2,223,588	2,223,588	(2,223,588)		
Unassigned	262,006	-	-	262,006	(262,006)		
Total fund balance	<u>340,765</u>	<u>845,433</u>	<u>2,223,588</u>	<u>3,409,786</u>	<u>(3,409,786)</u>		
Total Liabilities, Deferred Inflow of Resources and Fund Balance	<u>2,540,589</u>	<u>845,433</u>	<u>2,223,588</u>	<u>5,609,610</u>			
Net Position:							
Net investment in capital assets					2,068,786	2,068,786	-
Restricted for emergency					67,300	67,300	-
Restricted for impact activity					845,433	845,433	-
Unrestricted					2,740,580	2,740,580	54,978
Total Net Position					<u>5,722,099</u>	<u>5,722,099</u>	<u>54,978</u>

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

**Greater Eagle Fire Protection District
Statement of Revenues, Expenditures and
Changes in Fund Balances/Statement of Activities
For the Year Ended December 31, 2017**

	Primary Government					Statement of Activities	Component Unit
	General Fund	Impact Fee Fund	Capital Fund	Total	Adjustments		Total
Revenues:							
Property taxes	1,898,518	-	-	1,898,518	-	1,898,518	-
Specific ownership taxes	98,641	-	-	98,641	-	98,641	-
Plan review fees	20,420	-	-	20,420	-	20,420	-
Impact fees	-	146,488	-	146,488	-	146,488	-
Investment income	11,153	12,485	24,517	48,155	-	48,155	-
Lease revenue	27,984	-	-	27,984	-	27,984	-
Resource assignment income	249,347	-	-	249,347	-	249,347	-
Other operating income	22,687	-	-	22,687	-	22,687	4,337
Total Revenues	<u>2,328,750</u>	<u>158,973</u>	<u>24,517</u>	<u>2,512,240</u>	<u>-</u>	<u>2,512,240</u>	<u>4,337</u>
Expenditures/Expenses:							
Operations	380,873	-	-	380,873	167,957	548,830	8,883
Administration	160,245	-	-	160,245	-	160,245	-
Personnel	1,415,526	-	-	1,415,526	21,699	1,437,225	-
Capital outlay	-	9,025	146,494	155,519	(141,965)	13,554	-
Total Expenditures/Expenses	<u>1,956,644</u>	<u>9,025</u>	<u>146,494</u>	<u>2,112,163</u>	<u>47,691</u>	<u>2,159,854</u>	<u>8,883</u>
Excess (Deficiency) of Revenues Over Expenditures	372,106	149,948	(121,977)	400,077	(47,691)	352,386	(4,546)
Other Financing (Uses):							
Transfer In (Out)	(352,906)	-	352,906	-	-	-	-
Total Other Financing (Uses)	<u>(352,906)</u>	<u>-</u>	<u>352,906</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Financing (Uses)	19,200	149,948	230,929	400,077	(400,077)		
Change in Net Position					352,386	352,386	(4,546)
Fund Balance / Net Position:							
January 1	321,565	695,485	1,992,659	3,009,709	2,360,004	5,369,713	59,524
December 31	<u>340,765</u>	<u>845,433</u>	<u>2,223,588</u>	<u>3,409,786</u>	<u>2,312,313</u>	<u>5,722,099</u>	<u>54,978</u>

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

FUND FINANCIAL STATEMENTS



Greater Eagle Fire Protection District
Statement of Revenues and Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2017
(With Comparative Totals For the Year Ended December 31, 2016)

	<u>2017</u>			Final Budget Variance Positive (Negative)	<u>2016</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Property taxes	1,907,947	1,907,947	1,898,518	(9,429)	1,902,249
Specific ownership taxes	86,263	86,263	98,641	12,378	90,437
Plan review fees	8,000	8,000	20,420	12,420	8,233
Investment income	7,600	7,600	11,153	3,553	10,356
Lease revenue	19,578	19,578	27,984	8,406	19,008
Service income	1,000	1,000	-	(1,000)	-
Grants and contributions	-	-	-	-	21
Resource assignment income	-	200,000	249,347	49,347	459
Other operating income	23,000	23,000	22,687	(313)	3,901
Total Revenues	2,053,388	2,253,388	2,328,750	75,362	2,034,664
Expenditures:					
Operations:					
Fire fighting	142,690	142,690	98,003	44,687	68,835
Apparatus	72,200	72,200	55,922	16,278	56,950
Communication	55,360	55,360	42,433	12,927	49,769
Fire prevention	6,722	6,722	5,758	964	5,023
Insurance	6,200	6,200	30,292	(24,092)	30,579
General overhead	49,696	49,696	42,750	6,946	45,152
Resource assignment	-	103,000	105,715	(2,715)	-
Total Operations	332,868	435,868	380,873	54,995	256,308
Administration:					
Professional services	118,700	118,700	75,859	42,841	128,479
Board administration	10,920	10,920	6,671	4,249	8,818
Office equipment	15,340	15,340	3,385	11,955	12,347
General overhead	26,626	26,626	15,958	10,668	24,777
Treasurer's fees	57,508	57,508	57,070	438	57,212
Travel	5,000	5,000	1,254	3,746	1,400
Staff development	500	500	-	500	-
Miscellaneous	1,695	1,695	48	1,647	1,141
Total Administration	236,289	236,289	160,245	76,044	234,174

(Continued)

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

Greater Eagle Fire Protection District
Statement of Revenues and Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended December 31, 2017
(With Comparative Totals For the Year Ended December 31, 2016)
(Continued)

	<u>2017</u>			Final Budget Variance Positive (Negative)	<u>2016</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Expenditures (continued):					
Personnel:					
Payroll and benefits	1,278,285	1,278,285	1,274,330	3,955	1,306,157
Insurance	85,800	85,800	25,904	59,896	47,934
Volunteers	42,300	42,300	43,989	(1,689)	41,138
Pension	73,556	73,556	71,303	2,253	66,014
Total Personnel	<u>1,479,941</u>	<u>1,479,941</u>	<u>1,415,526</u>	<u>64,415</u>	<u>1,461,243</u>
Total Expenditures	<u>2,049,098</u>	<u>2,152,098</u>	<u>1,956,644</u>	<u>195,454</u>	<u>1,951,725</u>
Excess (Deficiency) of Revenues Over Expenditures	4,290	101,290	372,106	270,816	82,939
Other Financing Sources (Uses):					
Transfers out	-	(175,000)	(352,906)	(177,906)	(50,703)
Total Other Financing Sources (Uses):	<u>-</u>	<u>(175,000)</u>	<u>(352,906)</u>	<u>(177,906)</u>	<u>(50,703)</u>
Net Change in Fund Balance	4,290	(73,710)	19,200	92,910	32,236
Fund Balance - January 1	<u>256,696</u>	<u>321,565</u>	<u>321,565</u>	-	<u>289,329</u>
Fund Balance - December 31	<u><u>260,986</u></u>	<u><u>247,855</u></u>	<u><u>340,765</u></u>	<u><u>92,910</u></u>	<u><u>321,565</u></u>

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

Greater Eagle Fire Protection District
Statement of Revenues and Expenditures and Changes in Fund Balance - Budget and Actual
Special Revenue (Impact Fee) Fund
For the Year Ended December 31, 2017
(With Comparative Totals For the Year Ended December 31, 2016)

	<u>2017</u>			Final Budget Variance Positive (Negative)	<u>2016</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Intergovernmental - Impact fees	9,000	9,000	146,488	137,488	34,926
Investment income	7,000	7,000	12,485	5,485	11,196
Total Revenues	<u>16,000</u>	<u>16,000</u>	<u>158,973</u>	<u>142,973</u>	<u>46,122</u>
Expenditures:					
Capital outlay	20,000	20,000	9,025	10,975	-
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>9,025</u>	<u>10,975</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,000)	(4,000)	149,948	153,948	46,122
Other Financing Sources (Uses):					
Transfers out	(15,365)	(15,365)	-	15,365	(150,642)
Total Other Financing Sources (Uses):	<u>(15,365)</u>	<u>(15,365)</u>	<u>-</u>	<u>15,365</u>	<u>(150,642)</u>
Net Change in Fund Balances	(19,365)	(19,365)	149,948	169,313	(104,520)
Fund Balance - January 1	<u>690,655</u>	<u>690,655</u>	<u>695,485</u>	<u>4,830</u>	<u>800,005</u>
Fund Balance - December 31	<u>671,290</u>	<u>671,290</u>	<u>845,433</u>	<u>174,143</u>	<u>695,485</u>

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

**Greater Eagle Fire Protection District
Statement of Fiduciary Net Position
Pension Fund
For the Year Ended December 31, 2017**

Assets:	
Investments at fair value:	
Group annuity contracts on equity index account	<u>756,995</u>
Total Assets	<u>756,995</u>
Net Position:	
Held for pension benefits and administration	<u>756,995</u>
Total Net Position	<u><u>756,995</u></u>

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

**Greater Eagle Fire Protection District
Statement of Changes in Fiduciary Net Position
Pension Fund
For the Year Ended December 31, 2017**

Additions:	
State grant	18,194
Investment income	21,351
District contribution/transfer	21,738
Cash Surrender of Life Insurance	<u>481</u>
Total Additions	<u>61,764</u>
Deductions:	
Life insurance premiums	3,900
Benefits	22,500
Administrative fees	<u>1,280</u>
Total Deductions	<u>27,680</u>
Change in Net Position	34,084
Net Position - January 1	<u>722,911</u>
Net Position - December 31	<u><u>756,995</u></u>

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

**Greater Eagle Fire Protection District
Statement of Net Position
Component Unit
December 31, 2017**

	Eagle Volunteer Fire Department
Assets:	
Current:	
Cash and investments - Unrestricted	<u>54,978</u>
Total Assets	<u><u>54,978</u></u>
Liabilities and Net Position:	
Net Position:	
Unrestricted	<u>54,978</u>
Total Liabilities and Net Position	<u><u>54,978</u></u>

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

**Greater Eagle Fire Protection District
Statement of Revenues, Expenses
and Changes in Net Position
Component Unit
For the Year Ended December 31, 2017**

	<u>Eagle Volunteer Fire Department</u>
Operating Revenues:	
Donations/fundraising	<u>4,337</u>
Total Operating Revenues	<u>4,337</u>
Operating Expenses:	
Operations and maintenance	<u>8,883</u>
Total Operating Expense	<u>8,883</u>
Change in Net Position	(4,546)
Net Position - January 1	<u>59,524</u>
Net Position - December 31	<u><u>54,978</u></u>

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

NOTES TO THE FINANCIAL STATEMENTS



Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017

I. Summary of Significant Accounting Policies

The Greater Eagle Fire Protection District (the "District") is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act. The District was established to provide fire protection within its boundaries, which are located in Eagle County, Colorado.

The financial statements of the District have been prepared in conformity with U.S. generally accepted accounting principles ("GAAP") as applied to government units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant aspects of the government's accounting policies are described below.

A. Reporting Entity/Component Unit

The reporting entity consists of (a) the primary government; i.e., the District, and (b) organizations for which the District is financially accountable. The District is considered financially accountable for legally separate organizations if it is able to appoint a voting majority of an organization's governing body and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the District. Consideration is also given to other organizations which are fiscally dependent; i.e., unable to adopt a budget, levy taxes, or issue debt without approval by the District. Organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete are also included in the reporting entity.

As a result, the Eagle Volunteer Fire Department organization ("Volunteer Organization") is included in these financial statements as a component unit, as the sole purpose of the Volunteer Organization is to aid the District with needed funding to carry out operations.

B. Government-wide and Fund Financial Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type.

1. Government-wide Financial Statements

In the government-wide Statement of Net Position, the governmental activities columns are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts – net investment in capital; restricted and unrestricted net position.

The government-wide focus is on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

2. Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows, liabilities, deferred inflows, reserves, fund equity, revenues and expenditures/expenses. The fund focus is on current available resources and budget compliance.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

I. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

2. Fund Financial Statements (continued)

The District reports the following governmental funds:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources not required to be accounted for in another fund.

The *Special Revenue Fund (Impact Fee Fund)* accounts for impact fees collected for legally restricted expenditures to provide the facilities necessary to accommodate growth within the District's boundaries.

The *Capital Fund* is used to account for apparatus replacements and capital projects.

The District reports the following fiduciary fund which is not included in the government-wide statements since the resources of the fund are not available to the District:

The *Pension Fund* accounts for the volunteer pension investments.

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

Measurement focus refers to whether financial statements measure changes in current resources only (current financial focus) or changes in both current and long-term resources (long-term economic focus). Basis of accounting refers to the point at which revenues, expenditures or expenses are recognized in the accounts and reported in the financial statements.

1. Long-term Economic Focus and Accrual Basis

Governmental activities in the government-wide financial statements use the long-term economic focus and are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows.

2. Current Financial Focus and Modified Accrual Basis

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter (60 days) to be used to pay liabilities of the current period. Expenditures are generally recognized when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt, if any, is recognized when due.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts

1. Cash, Cash Equivalents and Investments

Cash and cash equivalents are defined as deposits that can be withdrawn at any time without notice or penalty and investments with maturities of three months or less.

Investments are stated at fair value. The change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

The District's investment policy permits investments in the following type of obligations which corresponds with state statutes:

- U.S. Treasury Obligations
- Federal Instrumentality Securities
- FDIC-insured Certificates of Deposit
- Corporate Bonds
- Prime Commercial Paper
- Eligible Bankers Acceptances
- Repurchase Agreements
- General Obligations and Revenue Obligations
- Local Government Investment Pools
- Money Market Mutual Funds

2. Restricted and Unrestricted Resources

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

3. Receivables

Receivables are reported net of an allowance for uncollectible accounts.

4. Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by the governmental entities until the subsequent year. In accordance with generally accepted accounting principles, the assessed but uncollected property taxes have been recorded as a receivable and as unavailable revenue.

5. Capital Assets

Capital assets, which include land, buildings, equipment, and vehicles, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

5. Capital Assets (continued)

Capital expenditures for projects are capitalized when construction in progress is complete.

Buildings, vehicles and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	40
Vehicles	15
Fire equipment (excluding vehicles)	5-10
Office equipment	5

6. Pensions

The District participates in the Statewide Defined Benefit Plan (the "SWDB") administered by the Fire and Police Pension Association of Colorado ("FPPA"). The Statewide Defined Benefit Plan is a cost-sharing multiple-employer defined benefit plan. The District also sponsors a single employer defined benefit plan for its volunteer firefighters. The net pension (asset) liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to / deductions from the fiduciary net position of the plans have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

7. Compensated Absences

Earned but unused paid time off is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Compensated absences are being paid from the General Fund.

8. Deferred Outflows and 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 the pension-related deferred outflow reported in the government-wide statement of net position.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

8. Deferred Outflows and Inflows of Resources (continued)

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(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has two items that qualify for this type of reporting, pension-related deferred inflows and unavailable revenues from property taxes.

9. Fund Balance

The District classifies governmental fund balances as follows:

Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority which is the Board of Directors.

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the Board of Directors or its management designee.

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The District uses restricted amounts first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the District first uses committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The District does not have a formal minimum fund balance policy. However, the District's budget includes a calculation of a targeted reserve positions and management calculates targets and reports them annually to Board of Directors.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

10. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund, are recorded as expenditures or expenses in the reimbursing fund and as reductions of expenditures or expenses in the fund that is reimbursed. All reimbursements are reported as transfers.

E. Significant Accounting Policies

1. Use of Estimates

The preparation of financial statements to conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

II. Reconciliation of Government-wide and Fund Financial Statements

A. Explanation of differences between the governmental fund Balance Sheet and the government-wide Statement of Net Position

The governmental fund Balance Sheet and the government-wide Statement of Net Position includes a reconciling column. One element of the reconciling column accounts for capital assets used in governmental activities that are not financial resources and, therefore, are not reported in the funds. \$2,068,786 represents the net book value of capital assets of \$4,656,362 net of accumulated depreciation of \$2,587,576 at December 31, 2017. Another adjustment represents the net pension (asset) liability of \$(56,370), representing the District's portion of the net pension asset of the cost-sharing multiple-employer defined benefit plan. This adjustment is required because long-term assets are not available for current period expenditures and therefore are not reported in the funds.

Another element of the reconciliation represents long-term liabilities that are not due and payable in the current period and, therefore, are not reported in the funds. The \$47,913 represents additional accrued compensation.

Deferred outflows of, \$350,677, and deferred inflows of, \$2,867, related to the District's pension plan, adjusted for changes in pension related actuarial assumptions, proportion of collective pension amounts, differences between actual and expected experience and investment earnings, and differences between actual and annualized contributions to the pension plan, are amortized over the average remaining service life of active and inactive plan participants.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

II. Reconciliation of Government-wide and Fund Financial Statements (continued)

B. Explanation of differences between the governmental fund Statement of Revenue, Expenditures and Changes in Fund Balance and the government-wide Statement of Activities

The governmental fund Statement of Revenue, Expenditures and Changes in Fund Balances and the government-wide Statement of Activities includes a reconciling column. One element of the reconciliation column accounts for governmental funds reporting capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. Depreciation expense of \$167,957 is reported. Additionally, the adjustment for capital outlay is \$141,965.

The change to personnel costs of \$21,699 is due to the change in the accrual for accrued compensation which resulted in an adjustment of \$(2,275) and the net adjustment for pension expense (revenue) of \$23,974.

III. Stewardship, Compliance, and Accountability

A. Budgets and Budgetary Accounting

In the fall of each year, the District's Board of Directors formally adopts a budget with appropriations by fund for the ensuing year pursuant to the Colorado Local Budget Law. The budget for the governmental fund and the fiduciary fund are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP).

- (1) For the 2017 budget, prior to August 25, 2016, the County Assessor sent to the District a certified assessed valuation of all taxable property within the District's boundaries. The County Assessor may change the assessed valuation on or before December 10, 2016 only once by a single notification to the District.
- (2) On or before October 15, 2016 the District's accountant submitted to the District's Board of Directors a recommended budget which detailed the necessary property taxes needed along with other available revenues to meet the District's operating requirements.
- (3) For the 2017 budget, prior to December 15, 2016, the District computed and certified to the County Commissioners a rate of a levy that derived the necessary property taxes as computed in the proposed budget.
- (4) After a required publication of "Notice of Proposed Budget" and a public hearing, the District adopted the proposed budget and an appropriating resolution, which legally appropriated expenditures for the upcoming year.
- (5) After adoption of the budget resolution, the District may make the following changes: (a) it may transfer appropriated monies between funds or between spending agencies within a fund, as determined by the original appropriation level; (b) supplemental appropriations to the extent of revenues in excess of the estimated in the budget; (c) emergency appropriations; and (d) reduction of appropriations for which originally estimated revenues are insufficient.
- (6) All appropriations lapse at a year-end.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

III. Stewardship, Compliance, and Accountability (continued)

A. Budgets and Budgetary Accounting (continued)

Taxes levied in one year are collected in the succeeding year. Thus taxes certified in 2016 were collected in 2017 and taxes certified in 2017 will be collected in 2018. Taxes are due on January 1st in the year of collection; however, they may be paid in either one installment (no later than April 30th) or two equal installments (not later than February 28th and June 15th) without interest or penalty. Taxes that are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 15th.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the District because it is at present considered not necessary to assure effective budgetary control or to facilitate effective cash planning and control.

B. TABOR Amendment - Revenue and Spending Limitation Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding section 20, commonly known as the Taxpayer's Bill of Rights ("TABOR"). TABOR contains revenue, spending, tax and debt limitation which apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increases, a mill levy above that of the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government.

TABOR also requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending (excluding bonded debt service) for the fiscal year ended December 31, 2017. The District has reserved a portion of its December 31, 2017, year-end fund balance in the General Fund for emergencies as required under TABOR in the amount of \$67,300, which is the approximate required reserve at December 31, 2017.

The initial base for local government spending and revenue limits is December 31, 1992, fiscal year spending. Future spending and revenue limits are determined based on the prior year's fiscal year spending adjusted for inflation in the prior calendar year plus annual local growth. Fiscal year spending is generally defined as expenditures and reserve increases with certain exceptions. Revenue, if any, in excess of the fiscal year spending limit must be refunded in the next fiscal year unless voters approve retention of such revenue.

In May 2006, the District's electorate approved an increase to the District's annual ad valorem property tax mill levy to allow up to a total of 10 mills and approved an exemption from the TABOR limitation on revenue.

The District's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions, including the interpretation of how to calculate fiscal year spending limits, will require judicial interpretation.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

IV. Detailed Notes on All Funds

A. Deposits and Investments

Pursuant to its charter, the District has adopted, by ordinance, an investment policy governing the types of institutions and investments with which it may deposit funds and transact business. Under this policy, the District may invest in federally insured banks, debt obligations of the U. S. Government, its agencies and instrumentalities, governmental mutual fund and pools including 2a7-like pools, and repurchase agreements subject to policy requirements.

The District's deposits are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). The FDIC insures the first \$250,000 of balances of the District's deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA. At year end, the District had the following deposits, investments and maturities:

	Standard and Poor's Rating	Carrying amounts	Maturities	
			Less than one year	Less than five years
Deposits:				
Checking	Not rated	\$ 324,543	-	-
Savings and money market	Not rated	52,898	-	-
Investments:				
Certificates of Deposit	Not rated	2,107,000	-	2,107,000
Investment pools	AAAm	940,328	-	-
		<u>\$ 3,424,769</u>	<u>-</u>	<u>2,107,000</u>
Investments Measured at Net Asset Value				
COLOTRUST		<u>\$ 940,328</u>		
Total		<u>\$ 940,328</u>		

The District's holdings in investment pools are comprised of balances with COLOTRUST, which is an investment vehicle, established for local government entities in Colorado to pool surplus funds. They operate similarly to money market funds, whereby each share is equal in value to \$1. Investments of the trusts consist of U. S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U. S. Treasury securities. The District has no regulatory oversight for the pools.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

IV. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Interest Rate Risk: As a means of limiting its exposure to interest rate risk, the District diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer. The District coordinates its investments maturities to closely match cash flow needs and restricts the maximum investments term to less than five years from the purchase date. As a result of the limited length on maturities, the District has limited its interest rate risk.

Credit Risk: State law and District policy limit investments to those authorized by State statutes including U.S. Agencies and 2a7-like pools. The District's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would expect to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Concentration of Credit Risk: The District diversifies its investments by security type and institution. Investment may only be made in those financial institutions which are insured by the Federal Deposit Insurance Corporation, the Federal Home Mortgage Association, the Federal Savings and Loan Insurance Corporation, congressionally authorized mortgage lenders and investments that are federally guaranteed. Financial institutions holding District funds must provide the District with a statement of collateral in the form of a listing of securities pledged, and a copy of the certificate from the Banking Authority that states that the institution is an eligible depository.

B. Receivables

The District had the following receivables, net of applicable uncollectible accounts:

	General Fund
Current Receivables:	
Property taxes, net	\$ 2,076,521
Intergovernmental	96,861
Gross Receivables	2,173,382
Less: Allowance for uncollectible	-
Total per Government-wide Financial Statements	\$ 2,173,382

Governmental funds report unearned revenue in connection with receivables for inflows of resources that are not considered to be available to liquidate liabilities of the current period. Unearned revenue is comprised of the following:

	General Fund
Deferred Inflow of Resources:	
Unavailable property tax revenue	\$ 2,071,880

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

IV. Detailed Notes on All Funds (continued)

C. Capital Assets

Capital asset activity for the year ended December 31, 2017 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 90,000	-	-	90,000
Total capital assets, not being depreciated	<u>90,000</u>	<u>-</u>	<u>-</u>	<u>90,000</u>
Capital assets, being depreciated:				
Fire stations and improvements	1,061,689	38,675	-	1,100,364
Vehicles	2,917,327	46,138	-	2,963,465
Equipment	445,381	57,152	-	502,533
Total capital assets, being depreciated	<u>4,424,396</u>	<u>141,965</u>	<u>-</u>	<u>4,566,362</u>
Less accumulated depreciation for:				
Fire stations and improvements	388,116	30,028	-	418,144
Vehicles	1,723,317	116,140	-	1,839,457
Equipment	308,186	21,789	-	329,975
Total accumulated depreciation	<u>2,419,618</u>	<u>167,957</u>	<u>-</u>	<u>2,587,576</u>
Total capital assets, being depreciated, net	<u>2,004,778</u>	<u>(25,992)</u>	<u>-</u>	<u>1,978,786</u>
Total capital assets, net	<u><u>\$ 2,004,778</u></u>	<u><u>(25,992)</u></u>	<u><u>-</u></u>	<u><u>2,068,786</u></u>

Depreciation expense was charged to functions of the District as follows:

Operations	<u><u>\$ 167,957</u></u>
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D. Tower Lease

On December 8, 1999, the District entered into a lease agreement with CommNet Cellular Inc. d/b/a Verizon Wireless ("Verizon") to provide Verizon a location to operate a communication tower. The agreement was amended May 29, 2013 and January 16, 2017. Effective with the second amendment, terms include rent at \$2,400 per month, continuing for five years. The agreement will automatically renew for four, five-year terms, with one-year terms following the final renewal period unless terminated per the agreement. Rent will increase by ten percent (10%) in each renewal term through the final renewal and then by two percent (2%) for one-year terms after the final renewal. For the year ended 2017, the District received rental payments of \$27,984

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

IV. Detailed Notes on All Funds (continued)

E. Long-term Obligations

1. Changes in Long-term Obligations

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Net Pension Liability	\$ -	\$ 56,370	\$ -	\$ 56,370	\$ -
Compensated absences	50,188	-	(2,275)	47,913	-
	<u>\$ 50,188</u>	<u>\$ 56,370</u>	<u>\$ (2,275)</u>	<u>\$ 104,283</u>	<u>\$ -</u>

F. Interfund Activity

Transfers between funds are as follows on the fund financials:

Transferred From:	Transferred To:	Amount	Purpose
General Fund	Capital Fund	<u>\$ 352,906</u>	Capital reserve funding
Total		<u>\$ 352,906</u>	

Balances due between funds at December 31, 2017 are as follows:

Due to:	Due from:	Amount	Purpose
Capital Fund	General Fund	\$ 1,795,932	Capital reserve funds
Impact Fee Fund	General Fund	749,927	Impact reserve funds
Capital Fund	Impact Fee Fund	184,522	Capital reserve funds

G. Pension (Asset) Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

1. FPPA Statewide Defined Benefit Plan

Plan Description: The Plan is a cost-sharing multiple-employer defined benefit pension plan covering substantially all full-time employees of participating fire or police departments in Colorado hired on or after April 8, 1978 (New Hires), provided they are not already covered by a statutorily exempt plan. As of August 1, 2003, the SWDB may include clerical and other personnel from fire districts whose services are auxiliary to fire protection.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Pension (Asset) Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

1. FPPA Statewide Defined Benefit Plan (continued)

Contributions: Determined by state statute or by election of the members, contributions are set at a level that enables all benefits to be fully funded at the retirement date of all members. Employees and employers are contributing at a rate of 8% and 9%, respectively of base salary for a total contribution rate of 17% through 2016. In 2014, the members elected to increase the member contribution rate 0.5% annually from 2015 through 2022 to a total of 12% of base salary. Employer contributions will remain at 8% resulting in a combined contribution rate of 20% in 2022. Contributions from members and employers of plans re-entering the system are established by resolution and approved by the FPPA Board of Directors. The reentry group has a combined contribution rate of 20.5% of base salary through 2015. It is a local decision on who pays the additional 4% contribution. Per the 2014 member election, the reentry group will also have their required member contribution rate increase 0.5% annually beginning in 2015 through 2022 for a total combined member and employer contribution rate of 24%.

Benefits: 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. The amended statutes state that retirement age should not be less than age 55 or more than age 60. The Trustees subsequently elected to amend the retirement provisions, effective July 1, 1983, such that any member with at least 25 years of service may retire at any time after age 55 and shall be eligible for a normal retirement pension.

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. Benefits paid to retired members are evaluated and may be re-determined every October 1.

The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Pension (Asset) Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

1. FPPA Statewide Defined Benefit Plan (continued)

Benefits (continued): In addition, upon retirement a member may receive additional benefits credited to the member's "Separate Retirement Account" each year after January 1, 1988. These are attributable to contributions in excess of the actuarially determined pension cost and the allocation of the net Fire & Police Members' Benefit Investment Fund earnings and losses thereon. Members do not vest in amounts credited to their Separate Retirement Account until retirement, and the Plan may use such stabilization reserve amounts to reduce pension cost in the event such cost exceeds contributions. It was previously mentioned that reentry members have a higher contribution rate. As a result, their Separate Retirement Account ("SRA") has two components; the standard SRA and the reentry SRA.

The component of a member's SRA attributable to the higher contribution rate is considered the reentry SRA. The reentry SRA cannot be used to subsidize the costs for the non-reentry members. Effective July 1, 2014, the standard Separate Retirement Account contribution rate for members of the Statewide Defined Benefit Plan was set at 0 percent. The reentry Separate Retirement Account contribution rate was set at 3.7%.

A member is eligible for an early retirement at age 50 or after 30 years of service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, an employee may elect to have member contributions, along with 5 percent as interest, returned as a lump sum distribution. Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 2 percent of the member's average highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter.

Net Pension Liability: At December 31, 2017, the District reported a liability of \$56,370 for its proportionate share of the net pension liability. The Plan's fiduciary net position currently is exceeded by the total pension liability, resulting in a liability reported by the District. The net pension liability was measured at of December 31 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2017. The District's proportion of the net pension liability was based on the District's contributions to the Plan for calendar year 2016, relative to the total contributions of participating employers to the Plan.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Pension Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

1. FPPA Statewide Defined Benefit Plan (continued)

Net Pension Liability (Asset) (continued): At December 31, 2016, The District's proportionate share was 0.156038%, compared to 0.158319% at December 31, 2015.

For the year ended December 31, 2017, the District recognized net pension expense of \$23,974.

At December 31, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 50,332	2,867
Change of assumptions or other inputs	38,505	-
Net difference between projected and actual earnings on pension plan investments	152,155	-
Changes in proportionate share of contributions	39,355	-
Difference between actual and reported contributions recognized	2,257	-
Contributions subsequent to measurement date	68,073	-
	\$ 350,677	2,867

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 an adjustment against the net pension liability (asset) in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized as a component of pension expense as follows:

Year Ended December 31,	Amortization
2018	\$ 63,198
2019	63,198
2020	59,728
2021	27,339
2022	15,327
thereafter	50,947
	\$ 279,737

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Pension (Asset) Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

1. FPPA Statewide Defined Benefit Plan (continued)

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

Actuarial Assumptions	Total Pension Liability	Actuarially Determined Contributions
Actuarial Valuation Date - January 1	2017	2016
Actuarial method	Entry Age Normal	Entry Age Normal
Amortization Method	Level % of Payroll, open	Level % of Payroll, open
Amortization Period	30 years	30 years
Asset Valuation Method	5-Year Smoothed Fair Value	5-Year Smoothed Fair Value
Long-term investment Rate of Return	7.5%	7.5%
Projected Salary Increases	4.0% - 14.0%	4.0% - 14.0%
Cost of Living Adjustments (COLA)	0.0%	0.0%
Includes inflation at	2.5%	2.5%

Effective January 1, 2016, the post-retirement mortality tables for non-disabled retirees is a blend of the Annuitant and Employee RP-2014 generational mortality tables with blue collar adjustment projected with Scale BB. The occupationally disabled post-retirement mortality assumption uses the same table as used for healthy annuitants, except that is a three-year set-forward, meaning a disabled member age 70 will be valued as if they were a 73 year old healthy retiree. The totally disabled post-retirement mortality assumption uses the RP-2014 generational mortality tables for disabled annuitants, except an additional provision to apply a minimum 3% mortality probability to males and 2% mortality probability for females is included to reflect substantial impairment for this population. The pre-retirement off-duty mortality tables are adjusted to 55% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00020.

At least every five years the Fire & Police Pension Association's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2015 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by the Fire & Police Pension Association's actuaries, Gabriel, Roeder, Smith & Co., based upon their analysis of past experience and expectations of the future.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Pension (Asset) Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

1. FPPA Statewide Defined Benefit Plan (continued)

Actuarial Assumptions (continued): The assumption changes were effective for actuarial valuations beginning January 1, 2016 and were used in the roll-forward calculation of total pension liability as of December 31, 2015. Actuarial assumptions effective for actuarial valuations prior to January 1, 2016 were used in the determination of the actuarially determined contributions as of December 31, 2015. The actuarial assumptions impact actuarial factors for benefits purposes such as purchases of service credit and other benefits where actuarial factors are used.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2016 are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Rate of Return
Global Equity	36.00%	9.25%
Equity Long / Short	10.00%	7.35%
Illiquid Alternatives	23.00%	10.45%
Fixed Income	15.00%	4.10%
Absolute Return	10.00%	6.55%
Managed Futures	4.00%	5.50%
Cash	2.00%	0.0%*
Total	100.00%	

**While the expected inflation exceeds the expected rate of return for cash, a 0.0 percent real rate of return is utilized.*

The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SWDB plan fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Pension (Asset) Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

1. FPPA Statewide Defined Benefit Plan (continued)

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 an 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 expected rate of return on pension plan investments is 7.50 percent; the municipal bond rate is 3.78 percent (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 (H.15)); and the resulting Single Discount Rate is 7.50 percent.

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

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Collective net pension liability (asset)	\$ 307,440,992	\$ 36,133,840	\$(189,200,101)
Proportionate share of net pension liability (asset)	\$ 479,724	\$ 56,382	\$ (295,223)

Pension plan fiduciary net position: Detailed information about the Plan's fiduciary net position is available in FPPA's comprehensive annual financial report which can be obtained at http://www.fppaco.org/annual_reports.htm

V. Other Information

A. Risk Management

The District is exposed to various risks of loss related to workers compensation; general liability, unemployment, torts, theft of, damage to, and destruction of assets; and errors and omissions. The District has acquired commercial coverage for these risks and claims, if any, are not expected to exceed the commercial insurance coverage.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

V. Other Information (continued)

B. Deferred Compensation Plan – Section 457 Plan

The District offers its employees an additional voluntary deferred compensation plan created in accordance with IRC section 457 (the “457 Plan”). The plan is administrated by FPPA. The 457 Plan is available to all paid staff and permits participants to defer a portion of their salary to future years. All compensation deferred under the 457 Plan, together with all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the participants and their designated beneficiaries. Compensation deferred under the 457 Plan is not available to participants until termination, retirement, death, or unforeseeable emergency.

Employees may elect to defer any percentage of their annual compensation, provided that the total annual contribution does not exceed limitations established by the Internal Revenue Service. The District does not contribute to the 457 Plan.

The individual participants determine investment decisions within the 457 Plan and, therefore, the 457 Plan’s investment concentration varies between participants. FPPA, as Trustee of the 457 Plan, has the duty of due care that would be required of an ordinary prudent investor, but has no liability for losses under the 457 Plan. Consequently, the 457 Plan is not part of the District’s financial statements.

C. Volunteer Firefighter’s Pension Plan

Plan Description: The District established a length of service award to provide retirement income for volunteer fire fighters in recognition of their service to the District. The plan provides for a monthly retirement benefit of \$22.50 for each year of past and future service up to a maximum monthly benefit of \$450. The plan also provides that the District is liable for the monthly retirement benefit of volunteers who have served in other districts. The plan, in addition to the monthly retirement benefit, provides \$10,000 of life insurance for each volunteer. The normal retirement date is age 50 and the completion of twenty years of service.

The plan provides for early retirement in the event of disability and provides for a death benefit of \$10,000 to the survivors in the event of death. The volunteers become fully vested at the end of ten years of service and reaching the age of 50 (normal retirement age).

The plan has no funding obligation, nor has a trust been created by setting aside plan assets.

The District did not have an actuarial study performed as required under Statement No. 73 of the Governmental Accounting Standards Board, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. If the actuarial study had been performed, the District would have reported an actuarially determined pension liability and related deferred outflows and inflows, and annual pension expense in the Statement of Net Position and Statement of Activities. The District would have also reported an adjustment to beginning Net Position to reflect the net effect of a change in accounting principle.

Greater Eagle Fire Protection District
Notes to the Financial Statements
December 31, 2017
(Continued)

V. Other Information (continued)

C. Volunteer Firemen's Pension Plan (continued)

The District did have an actuarial study performed under the superseded accounting standard, GASB Statement 27, information from which is presented below.

Actuarial Information: The following is the Pension Fund obligation based on an actuarial study dated June 29, 2017 the most recent actuarial studies available. The rate of return was assumed to be 4.75%.

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net assets available for benefits	\$ 691,573	\$ 691,217	660,856	627,094	583,529
Actuarial accrued liability	(605,381)	(514,933)	(529,581)	(509,561)	(494,594)
Surplus	<u>86,192</u>	<u>176,284</u>	<u>131,275</u>	<u>117,533</u>	<u>88,935</u>
Net pension obligation	-	-	-	-	-
Participants:					
Inactive receiving benefits	7	6	7	7	7
Inactive, entitled, not receiving benefits	3	3	2	1	1
Active	<u>21</u>	<u>19</u>	<u>26</u>	<u>25</u>	<u>25</u>
Total plan participants	<u>31</u>	<u>28</u>	<u>35</u>	<u>33</u>	<u>33</u>

D. Intergovernmental Agreements

Effective December 12, 2017 the District entered into an agreement with the Town of Gypsum (the "Town") for the District to issue permits for the installation of alarms and fire sprinklers for properties within the Town. The initial term of the agreement is through December 31, 2018 and will continue for up to five additional one-year terms unless terminated by either entity, subject to annual appropriations.

REQUIRED SUPPLEMENTARY INFORMATION



**Greater Eagle Fire Protection District
Pension Trust Fund
Schedule of Funding Progress
December 31, 2017**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Funded (Unfunded) AAL/(UAAL) (b - a)	Funded Ratio (a/b)
12/31/2008	427,233	328,035	99,198	130%
12/31/2009	455,560	365,798	89,762	125%
12/31/2010	437,688	361,746	75,942	121%
12/31/2011	514,957	375,995	138,962	137%
12/31/2012	552,720	365,661	187,059	151%
12/31/2013	583,529	494,594	88,935	118%
12/31/2014	627,094	509,561	117,533	123%
12/31/2015	660,856	529,581	131,275	125%
12/31/2016	691,217	514,933	176,284	134%
12/31/2017	691,573	605,381	86,192	114%

Note: There is no payroll for volunteer participants in the pension fund; therefore, information on covered payroll has been omitted.

**Greater Eagle Fire Protection District
Pension Trust Fund
Schedule of Employer Contributions
December 31, 2017**

Year Ended December 31,	Annual Required Contribution	Percentage Contributed
2008	24,292	173%
2009	20,154	242%
2010	10,453	439%
2011	22,772	136%
2012	22,772	173%
2013	44,794	85%
2014	44,611	47%
2015	50,117	55%
2016	33,044	107%
2017	37,842	106%

The accompanying notes are an integral part of these financial statements

Greater Eagle Fire Protection District
Schedule of Employer's Proportionate Share of Net Pension (Asset) Liability
Statewide Defined Benefit Plan
Fire and Police Pension Association of Colorado
Last 10 Fiscal Years *

<u>Measurement period ending December 31,</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's portion of the net pension (asset) liability	0.156038%	0.158319%	0.187187%	0.197674%
District's proportionate share of the net pension (asset) liability	56,370	(2,791)	(211,254)	(176,757)
District's covered-employee payroll	891,288	825,175	772,688	859,175
District's proportionate share of the net pension asset as a percentage of its covered-employee payroll	6.32%	-0.34%	-27.34%	-20.57%
Plan fiduciary net position as a percentage of the total pension asset	98.21%	100.10%	106.80%	105.80%

* The amounts presented for each fiscal year were determined as of the calendar year-end that occurred one year prior. Information is only available beginning in fiscal year 2015.

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

**Greater Eagle Fire Protection District
Schedule of District Contributions
Statewide Defined Benefit Plan
Fire and Police Pension Association of Colorado
Last 10 Fiscal Years ***

<u>Fiscal ending December 31,</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	66,014	61,815	68,734
Contributions in relation to the contractually required contribution	<u>(66,014)</u>	<u>(61,815)</u>	<u>(68,734)</u>
Contribution deficiency (excess)	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
District's covered-employee payroll	825,175	772,688	859,175
Contributions as a percentage of covered-employee payroll	8.00%	8.00%	8.00%

*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred one year prior. Information is only available beginning in fiscal year 2014

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

**Greater Eagle Fire Protection District
Notes to the Required Supplementary Information
December 31, 2017**

I. Schedule of Employer's Proportionate Share of the Net Pension Liability

A. Changes to assumptions or other inputs

1. Changes Since the January 1, 2015 Actuarial Valuation are as Follows:

- Effective January 1, 2016, the post-retirement mortality tables for non-disabled retirees is a blend of the Annuitant and Employee RP-2014 generational mortality tables with blue collar adjustment projected with Scale BB. The occupationally disabled post-retirement mortality assumption uses the same table as used for healthy annuitants, except that is a three year set-forward, meaning a disabled member age 70 will be valued as if they were a 73 year old healthy retiree. The totally disabled post-retirement mortality assumption uses the RP-2014 generational mortality tables for disabled annuitants, except an additional provision to apply a minimum 3% mortality probability to males and 2% mortality probability for females is included to reflect substantial impairment for this population. The pre-retirement off-duty mortality tables are adjusted to 55% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00020.

2. Changes Since the January 1, 2014 Actuarial Valuation are as Follows:

- For determining the total pension liability, the RP-2014 Mortality Tables for Blue Collar Employees, projected with Scale BB, 55 percent multiplier for off-duty mortality is used in the valuation for off-duty mortality of active members. On-duty related mortality is assumed to be 0.00020 per year for all members of post-retirement benefits for members under age 55. For post-retirement members ages 65 and older, the RP-2014 Mortality Tables for Blue Collar Healthy Annuitants, projected with Scale BB are used.

B. Changes of benefit terms

No changes during the years presented above

C. Changes of size or composition of population covered by benefit terms

No changes during the years presented above.

II. Notes to the Schedule of District Contributions

A. Changes to assumptions or other inputs

No changes during the years presented above.

B. Changes of benefit terms.

No changes during the years presented above.

C. Changes of size or composition of population covered by benefit terms.

No changes during the years presented above.

SUPPLEMENTARY INFORMATION



Greater Eagle Fire Protection District
Schedule of Revenues and Expenditures and Changes in Fund Balance - Budget and Actual
Capital Fund
For the Year Ended December 31, 2017
(With Comparative Totals For the Year Ended December 31, 2016)

	2017			Final Budget Variance Positive (Negative)	2016
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Grant proceeds	-	-	-	-	-
Investment income	14,350	14,350	24,517	10,167	22,890
Total Revenues	<u>14,350</u>	<u>14,350</u>	<u>24,517</u>	<u>10,167</u>	<u>22,890</u>
Expenditures:					
Capital outlay	106,600	170,400	146,494	23,906	33,022
Debt Service:					
Interest expense	-	-	-	-	13,812
Principal	-	-	-	-	416,593
Total Expenditures	<u>106,600</u>	<u>170,400</u>	<u>146,494</u>	<u>23,906</u>	<u>463,427</u>
Excess (Deficiency) of Revenues Over Expenditures	(92,250)	(156,050)	(121,977)	34,073	(440,537)
Other Financing Sources (Uses):					
Sale of capital asset	-	-	-	-	20,700
Transfers in	15,365	175,000	352,906	177,906	201,345
Total Other Financing Sources (Uses):	<u>15,365</u>	<u>175,000</u>	<u>352,906</u>	<u>177,906</u>	<u>222,045</u>
Net Change in Fund Balances	(76,885)	18,950	230,929	211,979	(218,492)
Fund Balance - January 1	<u>1,979,840</u>	<u>1,992,659</u>	<u>1,992,659</u>	<u>-</u>	<u>2,211,151</u>
Fund Balance - December 31	<u><u>1,902,955</u></u>	<u><u>2,011,609</u></u>	<u><u>2,223,588</u></u>	<u><u>211,979</u></u>	<u><u>1,992,659</u></u>

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

Greater Eagle Fire Protection District
Schedule of Additions, Deductions and Changes in Net Position - Budget and Actual
Pension Fund
For the Year Ended December 31, 2017
(With Comparative Totals For the Year Ended December 31, 2016)

	2017			Final Budget Variance Positive (Negative)	2016
	Original Budget	Final Budget	Actual		Actual
Additions:					
State grant	18,559	18,559	18,194	(365)	15,243
Investment income	20,370	20,370	21,351	981	20,437
District contribution/transfer	20,300	20,300	21,738	1,438	20,216
Cash Surrender of Life Insurance	1,049	1,049	481	(568)	1,059
Total Additions	60,278	60,278	61,764	1,486	56,955
Deductions:					
Life insurance premiums	3,500	3,500	3,900	(400)	3,356
Benefits	20,250	25,000	22,500	2,500	20,250
Administrative fees	1,400	1,400	1,280	120	1,165
Contingency	1,000	5,000	-	5,000	-
Total Deductions	26,150	34,900	27,680	7,220	24,771
Change in Net Position - Budget Basis	34,128	25,378	34,084	8,706	32,184
Net Position - January 1	722,327	722,911	722,911	-	690,727
Net Position - December 31	756,455	748,289	756,995	8,706	722,911

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