

**Wiggins Rural Fire Protection District
Wiggins, Colorado**

**Financial Statements
With
Independent Auditors' Report**

**For the Year Ended
December 31, 2017**

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Office of the State Auditor

July 31, 2018

Wiggins Rural Fire Protection District

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FINANCIAL SECTION

Holscher, Mayberry & Company, LLC

Certified Public Accountants

Member of the American Institute of Certified Public Accountants
Governmental Audit Quality Center
and Private Company Practice Section

Board of Directors
Wiggins Rural Fire Protection District
Wiggins, Colorado

Independent Auditors' Report

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Wiggins Rural Fire Protection District, Colorado, as of and for the year ended December 31, 2017, and the related notes to the financial statements which collectively comprise the basic financial statements of the District, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Wiggins Rural Fire Protection District, Colorado, as of December 31, 2017, and the respective changes in financial position, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Wiggins Rural Fire Protection District's 2016 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 21, 2017. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2016 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Emphasis of Matter

As discussed in Note 11 to the financial statements, the 2016 financial statements have been restated to reflect changes related to the District's Volunteer Fire Pension Plan deferrals. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information – Management's Discussion and Analysis and Pension Schedules (Unaudited)
Accounting principles generally accepted in the United States of America require that a management's discussion and analysis and various pension schedules pages 24-26 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. The District has elected to omit the management discussion and analysis which is a violation of generally accepted accounting principles.

Required Supplementary Information – Budgetary Comparison Schedules and Other Supplementary Information
Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules on pages 27 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. In addition, the combining and budgetary comparison schedules on pages 28-33 and listed as other supplementary information are presented for purposes of additional analysis and are not a required part of the financial statements. The information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic 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.



Englewood, Colorado
July 25, 2018

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Basic Financial Statements

WIGGINS RURAL FIRE PROTECTION DISTRICT

Statement of Net Position December 31, 2017

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Invesments	\$ 2,076,037
Restricted Cash and Investments	12,244
Cash with Fiscal Agent	7,612
Property Tax Receivable	1,117,936
Prepaid Expenses	<u>15,651</u>
Total Current Assets	<u>3,229,480</u>
Noncurrent Assets	
Capital Assets Not Being Depreciated	51,752
Capital Assets Being Depreciated, net	1,570,269
Net Pension Asset	<u>455,616</u>
Total Noncurrent Assets	<u>2,077,637</u>
Total Assets	<u>5,307,117</u>
DEFERRED OUTFLOWS	
Contributions Subsequent to Measurement Date - net	100,000
Difference between Projected and Actual Investment Earnings - net	53,885
Difference between Projected and Actual Plan Experience - net	11,946
Difference between Changes in Assumptions - net	<u>12,784</u>
Total Deferred Outflows	<u>178,615</u>
Total Assets and Deferred Outflows	<u>5,485,732</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	14,322
Accrued Interest Payable	<u>2,512</u>
Total Current Liabilities	<u>16,834</u>
Noncurrent Liabilities	
Due Within One Year	20,690
Due in Excess of One Year	<u>47,663</u>
Total Noncurrent Liabilities	<u>68,353</u>
Total Liabilities	<u>85,187</u>
DEFERRED INFLOWS OF FINANCIAL RESOURCES	
Unavailable Property Taxes	1,117,936
Difference between Projected and Actual Plan Experience - net	<u>11,063</u>
Total Deferred Outflows	<u>1,128,999</u>
NET POSITION	
Invested in Capital Assets	1,553,668
Restricted Net Position	528,934
Unrestricted Net Position	<u>2,188,944</u>
Total Net Position	<u>4,271,546</u>
Total Liabilities and Net Position	<u>\$ 5,485,732</u>

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

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Statement of Activities
Year Ended December 31, 2017**

<u>Function/Program</u>	<u>Expenses</u>	<u>Program Revenues</u> <u>Operating Grants and Contributions</u>	<u>Net Governmental Activities</u>
Governmental Activities:			
Public Safety	\$ 392,581	\$ 90,000	\$ (302,581)
General Revenues:			
Property Taxes, levied for general purposes			637,294
Property Taxes, levied for capital purposes			516,378
Property Taxes, levied for pension purposes			93,534
Specific Ownership Taxes			106,440
Delinquent Taxes, Penalties and Interest			1,227
Investment Earnings			3,548
Other Revenues			29,665
Total General Revenues			<u>1,388,086</u>
Change in Net Position			<u>1,085,505</u>
Net Position, Beginning			3,130,364
Prior Period Restatement			55,678
Net Position, Beginning (As Restated)			<u>3,186,042</u>
Net Position, Ending			<u>\$ 4,271,547</u>

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

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Balance Sheet - Governmental Funds
December 31, 2017**

	<u>General Fund</u>	<u>Capital Equipment Fund</u>	<u>Other Funds</u>	<u>Total</u>
ASSETS				
Cash and Investments	\$ 1,482,783	\$ 593,254	\$ -	\$ 2,076,037
Restricted Cash and Investments	3,307	-	8,937	12,244
Cash with Fiscal Agent	4,461	3,151	-	7,612
Property Tax Receivable	301,845	816,091	-	1,117,936
Internal Balances	7,154	(4,294)	(2,860)	-
Total Assets	<u>\$ 1,799,550</u>	<u>\$ 1,408,202</u>	<u>\$ 6,077</u>	<u>\$ 3,213,829</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
LIABILITIES				
Accounts Payable	<u>\$ 14,322</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,322</u>
DEFERRED INFLOWS OF FINANCIAL RESOURCES				
Unavailable Property Taxes	<u>301,845</u>	<u>816,091</u>	<u>-</u>	<u>1,117,936</u>
FUND BALANCE				
Restricted for Emergencies	44,000	-	-	44,000
Restricted for Pensions	29,318	-	-	29,318
Committed for Fund Purposes		592,111	7,171	599,282
Unassigned	<u>1,410,065</u>	<u>-</u>	<u>(1,094)</u>	<u>1,408,971</u>
Total Fund Balance	<u>1,483,383</u>	<u>592,111</u>	<u>6,077</u>	<u>2,081,571</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 1,799,550</u>	<u>\$ 1,408,202</u>	<u>\$ 6,077</u>	<u>\$ 3,213,829</u>

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

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Reconciliation of Governmental Fund Balance to Governmental
Activity Net Position
December 31, 2017**

Fund Balance - Governmental Funds		\$ 2,081,571
Amounts reported for governmental activities in the statement of net position because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Capital Assets	2,703,689	
Accumulated Depreciation	<u>(1,081,668)</u>	1,622,021
Long-term liabilities, including capital leases and notes payable are not due and payable in the current period and, therefore, are not reported in the funds:		
Capital Leases Payable	(68,353)	
Accrued Interest Payable	<u>(2,512)</u>	(70,865)
Certain long-term pension related costs and		
Net pension asset (liability)	455,616	
Deferred Outflows		
Contributions subsequent to measurement date	100,000	
Difference between projected and actual investment returns on the pension plan	84,371	
Amortization of investment return difference	(30,486)	
Difference between projected and actual pension plan experience	28,731	
Amortization of experience difference	(16,785)	
Changes in Assumptions	15,715	
Amortization of changes in assumptions	(2,931)	
Deferred Inflows		
Difference between projected and actual pension plan experience	(13,600)	
Amortization of experience difference	<u>2,537</u>	623,168
Prepaid expenses used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Prepaid Insurance		<u>15,651</u>
Net Position - Governmental Activities		<u>\$ 4,271,546</u>

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

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Statement of Revenues, Expenditures and Changes in Fund Balance -
Governmental Funds
Year Ended December 31, 2017**

	General Fund	Capital Equipment Fund	Other Funds	Total
REVENUES				
Taxes	\$ 793,956	\$ 560,917	\$ -	\$ 1,354,873
Intergovernmental	90,000	-	-	90,000
Investment Earnings	2,402	1,136	9	3,547
Other Revenues	<u>529</u>	<u>26,403</u>	<u>2,733</u>	<u>29,665</u>
Total Revenues	<u>886,887</u>	<u>588,456</u>	<u>2,742</u>	<u>1,478,085</u>
EXPENDITURES				
General Government (Administration)	99,869	8,423	7,920	116,212
Public Safety (Operations)	105,834	36,577	-	142,411
Pension Expenses	210,025	-	-	210,025
Capital Outlay	-	606,445	-	606,445
Debt Service	-	5,037	-	5,037
Total Expenditures	<u>415,728</u>	<u>656,482</u>	<u>7,920</u>	<u>1,080,130</u>
Revenues in Excess (Deficiency) of Expenditures	471,159	(68,026)	(5,178)	397,955
OTHER FINANCING SOURCES				
Transfers In (Out)	<u>40,000</u>	<u>(40,000)</u>	<u>-</u>	<u>-</u>
Change in Fund Balance	511,159	(108,026)	(5,178)	397,955
Fund Balance, Beginning	<u>972,224</u>	<u>700,137</u>	<u>11,255</u>	<u>1,683,616</u>
Fund Balance, Ending	<u>\$ 1,483,383</u>	<u>\$ 592,111</u>	<u>\$ 6,077</u>	<u>\$ 2,081,571</u>

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

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Reconciliation of Governmental Fund Change in Fund Balance to Governmental Activity Change in Net Position
Year Ended December 31, 2017**

Change in Fund Balance - Governmental Funds \$ 397,955

Amounts reported for governmental activities in the statement of activities are different because:
Purchases of capital assets are expensed in the funds and depreciated for the statement of activities:

Capital Outlay	631,107	
Depreciation Expense	<u>(110,738)</u>	520,369

Principal payments are reported as expenses in the funds and reductions of liabilities on the statement of net position, while debt proceeds are reported as other financing sources in the funds and increases in liabilities for the statement of net position:

Capital Lease Principal	20,690
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Other long-term liabilities are expensed in the funds and recorded as liabilities on the statement of net position:

Change in Accrued Interest Payable	1,041
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Pension expense at the fund level represent

Change in net pension asset (liability)	141,708
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Deferred Outflows

Current year projected to actual investment return difference	23,613
Current year amortization of overall investment return differences	(16,874)
Current year amortization of overall pension plan experience differences	(5,595)
Current year changes in assumptions	15,715
Current year amortization of changes in assumptions	(2,931)

Deferred Inflows

Current year projected to actual pension plan experience difference	(13,600)	
Current year amortization of overall pension plan experience differences	<u>2,537</u>	144,573

Prepayments are reported as expenses in the funds and as assets for the statement of net position:

Change in Prepaid Expenses	<u>876</u>
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Change in Net Position - Governmental Activities	<u>\$ 1,085,504</u>
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The accompanying notes are an integral part of the financial statements.

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS December 31, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Wiggins Rural Fire Protection District have been prepared in conformity with 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 following summary of significant accounting policies is presented to assist the reader in evaluating the District's financial statements.

REPORTING ENTITY

Wiggins Rural Fire Protection District is a political subdivision of the State of Colorado governed by a five member board of directors. As required by generally accepted accounting principles, these financial statements present the Wiggins Rural Fire Protection District (the primary government) and its component units. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable, or other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the District's financial statements to be misleading or incomplete. Based upon the foregoing criteria, there are no component units included in the accompanying financial statements.

NATURE OF OPERATIONS

The District provides fire protection services for citizens in and around the community of Wiggins, Colorado.

BASIC FINANCIAL STATEMENTS

Basic financial statements are presented at both the government-wide and fund financial level. Both levels of statements categorize primary activities as either governmental or business-type. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Government-wide financial statements report information about the reporting government as a whole. For the most part, the effect of interfund activity has been removed from these statements. These statements focus on the sustainability of the District as an entity and the change in aggregate financial position resulting from the activities of the year. These aggregated statements consist of the Statement of Net Position and the Statement of Activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or business-type activities are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or business-type activity. 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 business-type activity and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or business type activity. Taxes and other items not included among program revenues are reported instead as general revenues.

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIC FINANCIAL STATEMENTS (Continued)

Fund financial statements report information at the individual fund level. Each fund is considered to be a separate accounting entity. Funds are classified as governmental, proprietary, and fiduciary. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds are consolidated into a single column in the financial section of the basic 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 the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. 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 60 days after year end. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is principal and interest on general long-term debt which is recognized when due.

The District reports the following major governmental funds:

General Fund

This fund accounts for the financial resources of the District which are not accounted for in any other fund. Principal sources of revenue are property taxes, intergovernmental revenue and interest. Primary expenditures are for fire protection and general administration. Beginning with these financial statements, this fund also accounts for the collection and remittance of the District's pension property tax and discretionary contribution to the District's agent multiple-employer pension plan.

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued)

Capital Equipment Fund

The Capital Equipment Fund was established to account for resources used for the acquisition and construction of capital facilities and equipment.

The District also reports the following nonmajor governmental funds, which consist of funds previously held by the Wiggins Fire Department and contributed to the District during 2010:

Community Assistance Fund

The Community Assistance Fund was established to account for resources used to sponsor different groups within the community.

Recruitment and Retention Fund

The Fireworks Fund was established to account for resources used for the fireworks show put on for the Town of Wiggins in celebration of 4th of July. This fund was changed to the Recruitment and Retention Fund for 2017.

Disaster Fund

The Disaster Fund was established to account for resources used for firemen, board members, or employees of the District should they experience medical or financial hardship. This fund is fully funded by donations.

BUDGETS

The District adopts an annual budget for all funds which are all prepared on the modified accrual basis of accounting. The District may authorize supplemental appropriations during the budget year. All budgetary appropriations lapse at year-end.

Colorado statutes provide the following timetable which is followed in the adoption of budgets:

- (1) Submission of the proposed budget to the local governing body by October 15 of each year.
- (2) Certification of mill levies to the Board of County Commissioners by December 15.
- (3) Final adoption of budget and appropriations by December 31 of each year.
- (4) Property taxes are due by April 30 of each year if paid in full, or in two installments due February 28 and June 15 of each year.
- (5) Liens are placed on property for which taxes are delinquent in November of each year.

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

ENCUMBRANCES

The District does not utilize encumbrance accounting.

ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION/FUND BALANCE

Cash and Investments

The District's includes cash in bank, certificates of deposit and liquid investments as part of its cash and cash equivalents.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received.

Governmental funds report deferred inflows of resources, as further described below in connection with receivables for revenues that are not considered to be available to liquidate liabilities for the current period. At the end of the current year, these receivables consisted of property taxes levied in 2017 and due in 2018.

Capital Assets

Capital assets, which include land, machinery and equipment (furniture, vehicles, computers, etc.), are reported in the Governmental Activities column of the Government-Wide Financial Statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated or annexed capital assets are recorded at estimated market value at the date of donation or annexation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation on exhaustible assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position. Depreciation on the remaining capital assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	40 years
Machinery and Equipment	10-20 years
Vehicles	10-15 years

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS December 31, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION/FUND BALANCE (Continued)

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents an use of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until that time. The government has pension related items, which arises only under the full accrual basis of accounting that qualifies for reporting in this category. Accordingly, the items, contributions subsequent to measurement date and difference between projected and actual investment returns and plan experience, are reported in the governmental activities statement of net position. The pension differences and changes are amortized based on the requirements of GASB Statement 68. These amounts are deferred and recognized as an outflow of resources in the period that the amounts become due.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element 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 government has two types of items, property taxes, which arises both under the full accrual and modified accrual basis of accounting, and pension related items that only are reported under full accrual, that qualify for reporting in this category. The property tax item, unavailable revenue, is reported in both the governmental activities statement of net position and in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred inflow is recorded at December 31. As the tax is collected in the succeeding year, the deferred inflow is recognized as revenue and the receivable is reduced. The pension differences and changes are amortized based on the requirements of GASB Statement 68.

Long-Term Obligation

Long-term debt is reported at face value, net of applicable discounts and deferred loss on refunding. Costs related to the issuance of debt are expensed when incurred. Long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statements of net position.

Interfund Transactions

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

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION/FUND BALANCE (Continued)

Net Position/Fund Balance

In the government-wide financial statements, net position is either shown as net investment in capital assets, with these assets essentially being nonexpendable; restricted when constraints placed on the net position are externally imposed; or unrestricted.

For the governmental fund presentation, fund balances that are classified as “nonspendable” include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts. The District currently does not have this category of fund balance.

Fund balance reported as “restricted” when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. The District’s restricted fund balance represents the funds set aside to satisfy the TABOR emergency reserve requirement discussed in Note 6.

Amounts 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, are reported as “committed” fund balance. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts. The District currently has no committed funds.

Amounts that are constrained by the government’s intent to be used for specific purposes, but are neither restricted nor committed, are reported as “assigned” fund balance. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes. The District currently has assigned fund balances for specific uses.

For the classification of fund and net position balances, the District considers an expenditure to be made from the most restrictive classification first, when more than one classification is available.

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION/FUND BALANCE (Continued)

Net Position/Fund Balance Flow Assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates that affect amounts reported in the financial statements during the reporting period. Actual results could differ from such estimates.

NOTE 2: CASH DEPOSITS

The District's cash investment balances are as follows:

	Bank Balance	Carrying Balance
FDIC Insured	\$ 250,000	\$ 250,000
PDPA Collateralized*	1,863,321	1,838,282
Total Cash Deposits	<u>\$2,113,321</u>	<u>\$2,088,282</u>

*Not in District's Name

DEPOSITS

Custodial Credit Risk - Deposits

In the case of deposits, this is the risk that in the event of bank failure, the government's deposits may not be returned to it. The District's deposit policy is in accordance with CRS 11-10.5-101, The Colorado Public Deposit Protection Act (PDPA), which governs the investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels (\$250,000) must be collateralized by eligible collateral as determined by the PDPA. The financial institution is allowed to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits.

WIGGINS RURAL FIRE PROTECTION DISTRICT

**NOTES TO FINANCIAL STATEMENTS
December 31, 2017**

NOTE 2: CASH DEPOSITS

DEPOSITS (Continued)

Custodial Credit Risk – Deposits (Continued)

The institution’s internal records identify collateral by depositor and as such, these deposits are considered uninsured but collateralized. The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and December 31, 2017, all of the District’s deposits as shown below were either insured by federal depository insurance or collateralized under PDPA and are therefore not deemed to be exposed to custodial credit risk.

The District's deposits are categorized as follows:

Cash	\$2,076,038
Restricted Cash - Pension	3,307
Restricted Cash - Donations	<u>8,937</u>
Cash and Investments	<u><u>\$2,088,282</u></u>

NOTE 3: CHANGES IN CAPITAL ASSETS

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

	Balance <u>12/31/2016</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>12/31/2017</u>
Capital Assets not Being Depreciated				
Land	\$ 51,752	\$ -	\$ -	\$ 51,752
Capital Assets Being Depreciated				
Buildings	782,043	-	-	782,043
Equipment	<u>1,566,692</u>	<u>631,107</u>	<u>327,905</u>	<u>1,869,894</u>
Total Capital Assets Being Depreciated	<u>2,348,735</u>	<u>631,107</u>	<u>327,905</u>	<u>2,651,937</u>
Less: Accumulated Depreciation				
Buildings	(304,118)	(19,551)	-	(323,669)
Equipment	<u>(994,717)</u>	<u>(88,454)</u>	<u>(327,905)</u>	<u>(755,266)</u>
Total Accumulated Depreciation	<u>(1,298,835)</u>	<u>(108,005)</u>	<u>(327,905)</u>	<u>(1,078,935)</u>
Capital Assets, Net	<u>\$ 1,101,652</u>	<u>\$ 523,102</u>	<u>\$ -</u>	<u>\$ 1,624,754</u>

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS December 31, 2017

NOTE 4: VOLUNTEER FIREMEN'S PENSION FUND - FPPA ADMINISTERED

Wiggins Rural Fire Protection District Volunteer Pension Fund

Plan Description. The Volunteer Pension Fund is a defined benefit, agent multiple-employer plan affiliated with the Colorado Fire and Police Pension Association (FPPA). Assets of the Plan are commingled for investment purposes in the Fire and Police Member's Benefit Fund, an agent multiple- employer defined benefit pension Plan administered by FPPA.

Description of Benefits. The Plan provides retirement benefits for Members and beneficiaries according to Plan provisions as enacted and governed by the Firefighters Pension Board. Colorado Revised Statutes (CRS), as amended, establishes basic benefit provisions under the Plan. In 2016, the regular benefit was \$275 per month. A participant becomes fully vested after 20 years of active service and reaching age 50. Disability and death benefits are only available if the disability occurred in the line of duty. The plan also provides for a lump-sum burial benefit upon the death of an active or retired firefighter. FPPA issues independent annual reports that may be obtained by calling FPPA at (303) 770-3772 in the Denver metro area and 1-800-332-FPPA (3772) from outside the metro area.

Contributions. The District funds the Plan per provisions in the Plan document and Colorado statutes. The District shall contribute amounts required to fund the benefits provided by the Plan on a sound actuarial basis. The District contributes to the Volunteer Pension Fund at a rate determined in the following manner: at least every three (3) years, the Volunteer Pension Fund shall have an actuarial study prepared to determine the funds required. The required funds will be paid annually from general revenues of the District into the Volunteer Pension Fund. The Volunteer Pension Fund receives contributions from the District in an amount equal to 7.5% of the District's property tax mill.

As established by the legislature, the State of Colorado contributes up to ninety percent of the District's contribution. The contributions are not actuarially determined.

The Plan is administered by a Retirement Board composed of seven members; the District's five elected board members plus two members elected by the volunteers.

The financial statements of the Volunteer Pension Fund are prepared using the accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. The investments are presented at fair value except for short-term investments that are recorded at cost, which approximates fair value.

Administrative costs of the Plan are paid from the pension fund (CRS 31-30.5-204(3)). There are no investments in, loans to, or leases with parties related to the Plan.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions. At December 31, 2017, the District reported a net pension asset of \$455,616. The net pension asset was measured as of December 31, 2016, and the total pension asset used to calculate the net pension asset was determined by an actuarial valuation as of that date.

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 4: VOLUNTEER FIREMEN'S PENSION FUND - FPPA ADMINISTERED (Continued)

Wiggins Rural Fire Protection District Volunteer Pension Fund (Continued)

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

For the year ended December 31, 2017, the District recognized pension income of \$44,573. 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	Deferred Inflows
Difference between expected and actual experience	\$ 11,946	\$ (11,063)
Changes of assumptions or other inputs	\$ 12,784	
Net difference between projected and actual earnings on pension plan investments	\$ 53,885	\$ -
Contributions subsequent to the measurement date	\$ 100,000	
Total	\$ 178,615	\$ (11,063)

\$100,000 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2018. 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 Ended December 31:	Amort. Amount
2018	\$ (22,863)
2019	(22,865)
2020	(16,563)
2021	(5,117)
2022	(143)
Total	\$ (67,552)

Actuarial Assumptions. The January 1, 2017 actuarial valuation was used to determine the Actuarially Determined Contribution for the fiscal year ending December 31, 2016. The valuation used the following actuarial assumption and other inputs:

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 4: VOLUNTEER FIREMEN'S PENSION FUND - FPPA ADMINISTERED (Continued)

Wiggins Rural Fire Protection District Volunteer Pension Fund (Continued)

Actuarial Method	Entry Age Normal
Amortization Method	Level Dollar, Open*
Amortization Period	20 Years*
Asset Valuation Method	5-Year Smoothed Fair Value
Long-term investment Rate of Return	7.50%
Mortality	Pre-retirement: RP-2000 Combined Mortality Table with Blue Collar Adjustment, 40% multiplier for off
	Post-retirement: RP-2000 Combined Mortality Table with Blue Collar Adjustment
	Disabled: RP2000 Disabled Mortality
Salary increase, including wage inflation	N/A
Retirement Age	50% per year of eligibility until 100% at age 65
Inflation	2.50%
* Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants	

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 expenses 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.

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 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 (H.15)); and the resulting Single Discount Rate is 7.50%.

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

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Net pension asset (liability)	\$ 378,705	\$ 455,616	\$ 519,193

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 4: VOLUNTEER FIREMEN'S PENSION FUND - FPPA ADMINISTERED (Continued)

Wiggins Rural Fire Protection District Volunteer Pension Fund (Continued)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FPPA financial report.

Changes in net pension liability for the District's agent multiple-employer plan is listed below:

Schedule of Changes in District's Net Pension Liability	
<u>Total Pension Liability</u>	<u>2017</u>
Service cost	\$ 4,417
Interest	46,843
Changes of benefit terms	-
Differences between expected and actual experience	(13,600)
Changes of assumptions	15,715
Benefit payments	<u>(46,200)</u>
Net changes in total pension liability	7,175
Total Pension Liability - beginning	<u>645,081</u>
Total Pension Liability - ending (a)	<u>\$ 652,256</u>
<u>Plan Fiduciary Net Position</u>	
Contributions - employer	\$ 100,000
Contributions - State of Colorado (discretionary)	45,000
Net investment Income	51,883
Benefit payments, including refunds of employee contributions	(46,200)
Administrative expense	(1,800)
Other	<u>-</u>
Net change in plan fiduciary net position	148,883
Plan fiduciary net position - beginning	<u>958,989</u>
Plan fiduciary net position - ending(b)	<u>\$ 1,107,872</u>
District's net pension liability/(asset) - ending (a)-(b)	<u>\$ (455,616)</u>

There were no changes in the benefit terms, assumptions or other inputs during the fiscal year.

Membership. As of the December 31, 2016 measurement date, pension plan membership consisted of the following:

Retirees and Beneficiaries	14
Inactive, Nonretired Members	2
Active Members	<u>21</u>
Total	<u>36</u>

WIGGINS RURAL FIRE PROTECTION DISTRICT

**NOTES TO FINANCIAL STATEMENTS
December 31, 2017**

NOTE 5: LONG-TERM OBLIGATIONS

Capital Leases Payable

2013 SCBA Equipment Lease

In December 2013, the District entered into a capital lease agreement for the purchase of SCBA equipment, with said equipment delivered in 2014. This lease agreement qualifies as a capital lease for accounting purposes and therefore, was recorded at the present value of the future minimum lease payments, or \$133,819. The equipment has not been capitalized as the individual units do not meet the capital asset threshold. This lease is subject to annual appropriation. Principal and interest payments are due in six annual payments of \$25,053 beginning in April 2015. The lease bears a 6.9% interest rate. The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2017 are as follows:

<u>Year</u>	<u>Payment</u>
2018	\$ 25,053
2019	25,053
2020	<u>25,053</u>
Total Payments	75,159
Less: Interest at 6.9%	<u>6,806</u>
Present Value of Future Minimum Lease Payments	<u><u>\$ 68,353</u></u>

Changes in Long-Term Debt

The following is a summary of changes in debt obligations of the District for December 31, 2017:

	<u>Balance</u> <u>12/31/2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/2017</u>	<u>Current</u> <u>Portion</u>
2013 Capital Lease - SCBA	<u>\$ 89,043</u>	<u>\$ -</u>	<u>\$ 20,690</u>	<u>\$ 68,353</u>	<u>\$ 21,704</u>

WIGGINS RURAL FIRE PROTECTION DISTRICT

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 6: FUND BALANCE RESERVATIONS/APPROPRIATIONS

Emergency Reserve

On November 3, 1992, the voters of Colorado approved Amendment 1, commonly known as the TABOR Amendment, which adds a new Section 20 to Article X of the Colorado Constitution. TABOR contains tax, spending, revenue and debt limitations, which apply to the State of Colorado, all local governments, and special districts.

The District's financial activity for the year ended December 31, 2017 will provide the basis for calculation of future limitations adjusted for allowable increases tied to inflation and local growth. Subsequent to December 31, 2017, revenue in excess of the District's "spending limit" must be refunded unless voters approve the retention of such excess revenue. TABOR generally requires voter approval for any new tax, tax increases, and new debt.

In November, 2014, the District's electorate approved a resolution allowing the District "to collect, retain and spend all revenues from any source, including revenues from grants and fund-raising activities, in excess of the spending, revenue and other limitations imposed by Article X, Section 20, of the Colorado Constitution, with such excess revenues to be used for fire protection and emergency services pursuant to the purposes and objectives of the Wiggins Rural Fire Protection District".

TABOR is extremely complex and subject to interpretation. Ultimate implementation may depend upon litigation and legislative guidance.

The District has made the following fund balance reservation as a result of Article X, Section 20 (TABOR) of the Colorado Constitution:

Emergency Reserve

The Article requires an emergency reserve be set aside for 2017 in the amount of 3% or more of its fiscal year spending. At December 31, 2017, the District has reserved \$44,000 in the General Fund for emergencies.

The District believes it is in compliance with the provisions of the TABOR Amendment.

Restricted for Pensions

Ending fund balances have been restricted within the General Fund for amounts collected or to be collected, but not yet remitted to the District's Volunteer Pension Fund administered by FPPA as further described in Note 4.

WIGGINS RURAL FIRE PROTECTION DISTRICT

**NOTES TO FINANCIAL STATEMENTS
December 31, 2017**

NOTE 7: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to firemen; and natural disasters. The District purchases commercial insurance and Colorado Compensation Insurance for all risks of loss. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

NOTE 8: INTERFUND RECEIVABLES AND PAYABLES

At December 31, 2017, amounts due from and to other funds are as follows:

	Due From <u>Other Funds</u>	Due To <u>Other Funds</u>
General Fund	\$ -	\$ 18,287
Pension Fund	25,441	-
Capital Fund	-	4,294
Fireworks Fun	-	2,860
	<u>\$ 25,441</u>	<u>\$ 25,441</u>

These amounts represent property tax allocations that have not been physically transferred between bank accounts as well as pending expense reimbursements.

NOTE 9: BUDGET VIOLATION

The District's expenditures in its Disaster, Community Assistance, and Recruitment and Retention Funds exceeded appropriations by \$498, \$697, and \$718 for the year ended December 31, 2017. The excess of expenditures over appropriations in these funds may be a violation of Colorado statutes.

NOTE 10: DEFICIT FUND BALANCE

The District's Recruitment and Retention fund has a deficit unassigned fund balance. This deficit is anticipated to be recovered through subsidies from the General Fund and potential donations.

NOTE 11: PRIOR YEAR RESTATEMENT

The District has restated the beginning net position in the Governmental Activities to reflect corrections to the pension related deferral amounts presented as of December 31, 2016. This restatement increased beginning net position by \$55,678.

REQUIRED SUPPLEMENTARY INFORMATION
(Pension Schedules Unaudited)

WIGGINS RURAL FIRE PROTECTION DISTRICT

SCHEDULE OF CHANGES IN THE DISTRICT'S NET PENSION LIABILITY

Volunteer Pension Plan

Last 10 Fiscal Years⁽¹⁾

	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>
<u>Total Pension Liability</u>			
Service cost	\$ 4,417	\$ 4,417	\$ 3,551
Interest	46,843	46,471	36,198
Changes of benefit terms	-	-	111,499
Differences between expected and actual experience	(13,600)	-	28,731
Changes of assumptions	15,715	-	-
Benefit payments	<u>(46,200)</u>	<u>(45,685)</u>	<u>(41,250)</u>
Net changes in total pension liability	7,175	5,203	138,729
Total Pension Liability - beginning	<u>645,081</u>	<u>639,878</u>	<u>501,149</u>
Total Pension Liability - ending (a)	<u>\$ 652,256</u>	<u>\$ 645,081</u>	<u>\$ 639,878</u>
 <u>Plan Fiduciary Net Position</u>			
Contributions - employer	\$ 100,000	\$ 50,000	\$ 25,000
Contributions - State of Colorado (Discretionary)	45,000	22,500	21,844
Net investment Income	51,883	16,322	57,139
Benefit payments, including refunds of employee contributions	(46,200)	(45,685)	(41,250)
Administrative expense	(1,800)	(2,541)	(1,707)
Net change in plan fiduciary net position	148,883	40,596	61,026
Plan fiduciary net position - beginning	<u>958,989</u>	<u>918,393</u>	<u>857,367</u>
Plan fiduciary net position - ending(b)	<u>\$ 1,107,872</u>	<u>\$ 958,989</u>	<u>\$ 918,393</u>
 District's net pension liability/ (asset) - ending (a)-(b)	<u>\$ (455,616)</u>	<u>\$ (313,908)</u>	<u>\$ (278,515)</u>

Note: There were no factors that significantly affected trends in the amounts reported.

(1) - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

WIGGINS RURAL FIRE PROTECTION DISTRICT

SCHEDULE OF THE DISTRICT'S NET PENSION LIABILITY AND RELATED RATIOS

Volunteer Pension Plan

Last 10 Fiscal Years⁽¹⁾

	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
Total Pension Liability	\$ 645,081	\$ 639,878	\$ 501,149
Plan's Fiduciary Net Position	<u>(958,989)</u>	<u>(918,393)</u>	<u>(857,367)</u>
Net Pension Liability/ (Asset)	<u>\$ (313,908)</u>	<u>\$ (278,515)</u>	<u>\$ (356,218)</u>
Plan's Fiduciary Net Position as % of Total Pension Liability	148.66%	143.53%	171.08%
Covered-Employee Payroll	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net Pension Liability as a % of Covered-employee Payroll	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

Note: There were no factors that significantly affected trends in the amounts reported.

(1) - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

WIGGINS RURAL FIRE PROTECTION DISTRICT

**SCHEDULE OF ACTUARIAL DETERMINED AND ACTUAL CONTRIBUTIONS
Volunteer Pension Plan
Last 10 Fiscal Years⁽¹⁾**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contributions	\$ -	\$ 75,406	\$ 75,406	\$ -
Actual contributions ⁽²⁾	<u>145,000</u>	<u>72,500</u>	<u>59,624</u>	<u>46,844</u>
Contribution deficiency (excess)	<u>\$ 145,000</u>	<u>\$ (2,906)</u>	<u>\$ (15,782)</u>	<u>\$ 46,844</u>
District's covered-employee payro	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Contributions as a percentage of covered-employee payro	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

Note: See Note 4 of the Basic Financial Statements for significant methods and assumptions used in calculating the actuarially determined calculations. There were no factors that significantly affected trends in the amounts reported.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

⁽²⁾ - Includes both employer and State of Colorado Discretionary Payment.

See the accompanying Independent Auditors' Report.

Required Supplementary Information

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Budgetary Comparison Schedule -
General Fund**

Year Ended December 31, 2017

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

	2017		Variance w/ Final Budget	2016
	Original & Final Budget	Actual		Actual
REVENUES				
Taxes				
Property Taxes	\$ 730,550	\$ 730,828	\$ 278	\$ 797,191
Specific Ownership Taxes	27,000	62,374	35,374	52,047
Delinquent Taxes, Penalties and Interest	-	754	754	635
Total Taxes	<u>757,550</u>	<u>793,956</u>	<u>36,406</u>	<u>849,873</u>
Intergovernmental				
State Matching Contribution	-	90,000	90,000	45,000
Investment Earnings	1,020	2,402	1,382	1,748
Other Revenues				
Donations	-	250	250	50
Fuel Tax Refunds	1,000	-	(1,000)	-
Miscellaneous Income	500	279	(221)	3,189
Total Other Revenues	<u>1,500</u>	<u>529</u>	<u>(971)</u>	<u>3,239</u>
Total Revenues	<u>760,070</u>	<u>886,887</u>	<u>126,817</u>	<u>899,860</u>
EXPENDITURES				
General Government (Administration)				
Insurance and Bonds	33,000	31,261	1,739	33,329
Legal and Accounting	13,000	12,265	735	12,194
Board Expenditures	3,200	1,670	1,530	780
Other Supplies and Expenses	49,820	13,458	36,362	7,023
Utilities and Telephone	35,220	22,486	12,734	33,615
Office and Postage	2,700	6,766	(4,066)	5,014
Election Expense	-	-	-	306
Treasurer's Fees	14,700	11,963	2,737	21,804
Travel and Entertainment	2,800	-	2,800	-
Total General Government (Administration)	<u>154,440</u>	<u>99,869</u>	<u>54,571</u>	<u>114,065</u>
Public Safety (Operations)				
Supplies and Expenses	20,000	12,826	7,174	6,124
Maintenance and Repair	72,000	77,875	(5,875)	44,557
Fuel and Oil	15,000	8,937	6,063	8,420
Training	7,000	4,242	2,758	6,841
Contract Lease Expense	200	-	200	-
Physical Exams, Wellness & Fitness	11,000	1,954	9,046	11,352
Total Public Safety (Operations)	<u>125,200</u>	<u>105,834</u>	<u>19,366</u>	<u>77,294</u>
Pension Expenses	60,000	210,025	(150,025)	145,025
Capital Outlay	5,000	-	5,000	-
Contingency	415,430	-	415,430	-
Total Expenditures	<u>760,070</u>	<u>415,728</u>	<u>344,342</u>	<u>336,384</u>
Revenues in Excess of Expenditures	-	471,159	471,159	563,476
Other Financing Sources (Uses)				
Transfers In (Out)	-	40,000	40,000	-
Change in Fund Balance	-	511,159	511,159	563,476
Fund Balance, Beginning	-	972,224	972,224	408,748
Fund Balance, Ending	<u>\$ -</u>	<u>\$ 1,483,383</u>	<u>\$ 1,483,383</u>	<u>\$ 972,224</u>

See the accompanying Independent Auditor's Report.

Other Supplementary Information

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Combining Balance Sheet - Nonmajor Governmental Funds
December 31, 2017**

	<u>Recruitment & Retention Fund</u>	<u>Disaster Fund</u>	<u>Community Assistance Fund</u>	<u>Total Nonmajor Funds</u>
ASSETS				
Restricted Cash and Investments	\$ 1,766	\$ 3,176	\$ 3,995	\$ 8,937
Internal Balances	<u>(2,860)</u>	<u>-</u>	<u>-</u>	<u>(2,860)</u>
Total Assets	<u>\$ (1,094)</u>	<u>\$ 3,176</u>	<u>\$ 3,995</u>	<u>\$ 6,077</u>
FUND BALANCE				
Committed for Fund Purposes	\$ -	\$ 3,176	\$ 3,995	\$ 7,171
Unassigned	<u>(1,094)</u>	<u>-</u>	<u>-</u>	<u>(1,094)</u>
Total Fund Balance	<u>\$ (1,094)</u>	<u>\$ 3,176</u>	<u>\$ 3,995</u>	<u>\$ 7,171</u>

See the accompanying Independent Auditor's Report.

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance -
Nonmajor Governmental Funds
Year Ended December 31, 2017**

	<u>Recruitment & Retention Fund</u>	<u>Disaster Fund</u>	<u>Community Assistance Fund</u>	<u>Total Nonmajor Funds</u>
REVENUES				
Investment Earnings	\$ 3	\$ 2	\$ 4	\$ 9
Other Revenues	<u>2,234</u>	<u>-</u>	<u>499</u>	<u>2,733</u>
Total Revenues	2,237	2	503	2,742
EXPENDITURES				
General Government (Administration)	<u>6,720</u>	<u>500</u>	<u>700</u>	<u>7,920</u>
Change in Fund Balance	(4,483)	(498)	(197)	(5,178)
Fund Balance, Beginning	<u>3,389</u>	<u>3,674</u>	<u>4,192</u>	<u>11,255</u>
Fund Balance, Ending	<u>\$ (1,094)</u>	<u>\$ 3,176</u>	<u>\$ 3,995</u>	<u>\$ 6,077</u>

See the accompanying Independent Auditor's Report.

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Budgetary Comparison Schedule -
Capital Equipment Fund
Year Ended December 31, 2017
(With Comparative Totals for the Year Ended December 31, 2016)**

	2017			Variance w/ Final Budget	2016 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
Taxes					
Property Taxes	\$ 516,100	\$ 516,100	\$ 516,378	\$ 278	\$ 561,484
Specific Ownership Taxes	21,000	21,000	44,066	23,066	36,770
Delinquent Taxes, Penalties and Interest	-	-	473	473	426
Total Taxes	537,100	537,100	560,917	23,817	598,680
Investment Earnings	1,200	1,200	1,136	(64)	1,129
Other Revenues					
Sale of Capital Assets	-	-	26,403	26,403	8,700
Total Revenues	538,300	538,300	588,456	50,156	608,509
EXPENDITURES					
General Government (Administration)					
Other Supplies and Expenses	1,000	1,000	-	1,000	-
Treasurer's Fees	9,000	9,000	8,423	577	-
Total General Government (Administration)	10,000	10,000	8,423	1,577	-
Public Safety (Operations)					
Supplies and Expenses	15,000	35,000	19,536	15,464	91,119
Maintenance and Repair	45,000	45,000	17,041	27,959	8,235
Total Public Safety (Operations)	60,000	80,000	36,577	43,423	99,354
Capital Outlay	648,000	648,000	606,445	41,555	10,630
Debt Service					
Principal	-	-	5,000	(5,000)	194,460
Interest	-	-	37	(37)	5,330
Total Debt Service	-	-	5,037	(5,037)	199,790
Total Expenditures	718,000	738,000	656,482	81,518	309,774
Revenues in Excess of Expenditures	(179,700)	(199,700)	(68,026)	131,674	298,735
Transfers In (Out)	179,700	179,700	(40,000)	(219,700)	-
Change in Fund Balance - Budget Basis	\$ -	\$ (20,000)	(108,026)	\$ (88,026)	298,735
Fund Balance, Beginning			700,137		401,402
Fund Balance, Ending			\$ 592,111		\$ 700,137

See the accompanying Independent Auditor's Report.

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Budgetary Comparison Schedule -
 Recruitment and Retention Fund
 Year Ended December 31, 2017
 (With Comparative Totals for the Year Ended December 31, 2016)**

	2017		Variance w/ Final Budget	2016
	Final Budget	Actual		Actual
REVENUES				
Investment Earnings	\$ 2	\$ 3	\$ 1	\$ 6
Other Revenues				
Donations	-	2,234	2,234	-
Total Revenues	<u>2</u>	<u>2,237</u>	<u>2,235</u>	<u>6</u>
EXPENDITURES				
General Government (Administration)				
Other Supplies and Expenses	6,002	6,037	(35)	6,000
Office and Postage	-	683	(683)	-
Total Expenditures	<u>6,002</u>	<u>6,720</u>	<u>(718)</u>	<u>6,000</u>
OTHER FINANCING SOURCES				
Transfers In (Out)	<u>6,000</u>	-	(6,000)	-
Change in Fund Balance	-	(4,483)	(4,483)	(5,994)
Fund Balance, Beginning	-	3,389	3,389	9,383
Fund Balance, Ending	<u>\$ -</u>	<u>\$ (1,094)</u>	<u>\$ (1,094)</u>	<u>\$ 3,389</u>

See the accompanying Independent Auditor's Report.

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Budgetary Comparison Schedule -
Disaster Fund**

Year Ended December 31, 2017

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

	2017			2016 Actual
	Original & Final Budget	Actual	Variance w/ Final Budget	
REVENUES				
Investment Earnings	\$ 2	\$ 2	\$ -	\$ 2
Other Revenues				
Donations	-	-	-	550
Total Revenues	<u>2</u>	<u>2</u>	<u>-</u>	<u>552</u>
EXPENDITURES				
General Government (Administration)				
Other Supplies and Expenses	<u>2</u>	<u>500</u>	<u>(498)</u>	<u>250</u>
Change in Fund Balance	-	(498)	(498)	302
Fund Balance, Beginning	-	<u>3,674</u>	<u>3,674</u>	<u>3,372</u>
Fund Balance, Ending	<u>\$ -</u>	<u>\$ 3,176</u>	<u>\$ 3,176</u>	<u>\$ 3,674</u>

See the accompanying Independent Auditor's Report.

WIGGINS RURAL FIRE PROTECTION DISTRICT

**Budgetary Comparison Schedule -
Community Assistance Fund
Year Ended December 31, 2017
(With Comparative Totals for the Year Ended December 31, 2016)**

	2017			2016 Actual
	Original & Final Budget	Actual	Variance w/ Final Budget	
REVENUES				
Investment Earnings	\$ 3	\$ 4	\$ 1	\$ 2
Other Revenues				
Donations	-	499	499	-
Total Revenues	3	503	500	2
EXPENDITURES				
Other Supplies and Expenses	3	700	(697)	-
Change in Fund Balance	-	(197)	(197)	2
Fund Balance, Beginning	-	4,192	4,192	4,190
Fund Balance, Ending	<u>\$ -</u>	<u>\$ 3,995</u>	<u>\$ 3,995</u>	<u>\$ 4,192</u>

See the accompanying Independent Auditor's Report.