

APEX PARK AND RECREATION DISTRICT, COLORADO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended December 31, 2017

Report Prepared and Issued By
Apex Park and Recreation District, Finance Division

Available online at
Apexprd.org

Colorado



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September 28, 2018

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Introduction

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Letter of Transmittal

September 26, 2018

To the Board of Directors and Citizens of Apex Park and Recreation District:

State Law, Section 29-1-6 of the Colorado Revised Statutes, requires that all general-purpose local governments publish and file with the State Auditor's Office a complete set of financial statements, within seven months of the close of each fiscal year. Said financial statements must be presented in conformity with generally accepted accounting principles in the United States of America (US GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed, certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Apex Park and Recreation District for the fiscal year ended December 31, 2017.

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

Apex Park and Recreation District's financial statements have been audited by CliftonLarsonAllen LLP, a firm of licensed, certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of Apex Park and Recreation District for the fiscal year ended December 31, 2017, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

Based upon the audit, the independent auditor concluded that there was a reasonable basis for rendering unmodified ("clean") opinions that Apex Park and Recreation District's financial statements for the fiscal year ended December 31, 2017, are fairly presented in conformity with US GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

Letter of Transmittal

Apex Park and Recreation District did not receive any Federal grants during fiscal year 2017. Therefore, the independent audit of the financial statements of the District was not part of a broader, federally mandated "Single Audit" designed to meet the special needs of Federal grantor agencies.

US GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Apex Park and Recreation District's MD&A can be found immediately following the report of the independent auditors' in the financial section.

THE REPORT

The CAFR is presented in three sections:

- The Introduction section includes this letter of transmittal, an organizational chart, introduction to Board members and key staff, and certificates of achievements.
- The Financial section includes the independent auditors' report, MD&A, the basic financial statements, and the notes to the statements. This section also includes fund statements, required supplemental information and other supplemental information.
- The Statistical section includes selected financial and demographic information, on a multi-year basis.

The CAFR includes all funds for the District.

The annual budget serves as the foundation for the District's financial planning and control. The District maintains budgetary controls. The District's Executive Director is required by October 15 of each year to submit a proposed budget to the Board for the ensuing year. The deadline for the Board to adopt the new budget is December 15.

The appropriated budget is prepared by fund, function (e.g., Apex Center), and division (e.g., Ice). Division heads may make transfers of appropriations within a division, with the approval of the Executive Director. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

PROFILE OF THE GOVERNMENT

Apex Park and Recreation District has served its citizens the last 60 years and was incorporated in 1956. Located in the northwestern part of the greater Denver metropolitan area, of the State of Colorado. Specifically, the District's geographic boundaries encompass most of northern Jefferson County and the small portion of Broomfield County which at one time was part of Jefferson County. Apex Park and Recreation District is empowered to levy a property tax on both real and personal properties located within its boundaries. The District currently occupies a land area of 126 square miles and services a population of 125,702.

Letter of Transmittal

Per state statutes, Apex Park and Recreation District operates under an elected, at-large, five-member Board of Directors. The Board is elected on a non-partisan basis. Members of the board serve four-year staggered terms, with two or three board members elected every two years. Said Board has the power for the management, control and supervision of all business and affairs of the District, among other things, for passing resolutions, adopting the budget, appointing committees, and hiring the District's executive director, external auditor and attorney. The District's Executive Director is responsible for carrying out the policies, resolutions and motions approved by the board, for overseeing the day-to-day operations of the District, and for appointing the heads of the various divisions.

The District consists of 12 full-time centers and facilities and a number of part-time or seasonal facilities. With the new bond issuance, we will be adding two new full-time facilities and expanding two of our current facilities. Staff and programs provide a variety of recreational services for the youth, adults, and seniors of the community. The services encompass a broad range of activities, including, youth services, adult and youth sports, senior programs, racquet sports, fitness/wellness, gymnastics, aquatics, outdoor recreation, art, ice-skating, and golf.

The District's funding comes from property taxes, charges for services, and operating grants and contributions. The District has expanded through construction funded by bonded debt, certificates of participation and agreements with other local governments.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the District operates.

The District is located in Jefferson County where the local economic environment has been improving over the last four years. The average unemployment rate is 2.9%, while the State of Colorado overall is 3.0%. Property assessed valuations with the District increased by 14.3% in 2017.

MAJOR ACCOMPLISHMENTS AND INITIATIVES

In 2017, the District successfully carried out its mission to provide recreation services to District residents along with achieving broader goals and completing major facility renovation and construction projects. The final phase of the Simms Street Center was completed in 2017 with the final phase of Community Heroes Park set to be completed in 2018, bringing the District new programs and a more extensive facility.

The District citizens voted May 3, 2016, in favor of a \$25 million-dollar bond issuance and to extend the current mill levy to issue new debt. The Bonds were issued in September 2017 and the intended purpose of this debt is to develop six projects in the District. The projects are all underway with planned completion dates in 2018.

Letter of Transmittal

DISTRICT FINANCIAL POLICIES

Formal written policies were adopted by the Board of Directors in 2017. Our revenue sources are closely monitored, and our one-time revenues are only spent on one-time expenditures. Expenditures are tracked from budget to the actual expenditure by division managers and the Finance Division.

Cash management is monitored from safe guards at all points of collection and deposit to investing per State and District policies. The same attention is brought to debt administration to ensure timely payments and compliances with bonded debt and certificates of participation.

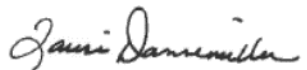
AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Apex Park and Recreation District for its CAFR for the fiscal year ended December 31, 2016. Apex Park and Recreation District has received this prestigious award since 1993. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report satisfied both US GAAP and applicable legal requirements.

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

The preparation of the CAFR on a timely basis was made possible by the cooperation and dedicated services of the entire staff of the finance and administrative divisions. We would like to express our appreciation to all members of the divisions who assisted and contributed to the preparation of this report. Credit must also be given to the District President and governing Board for their unfailing support for maintaining the highest standards of professionalism in the management of Apex Park and Recreation District's finances.

Respectfully submitted,



Lauri Dannemiller
Executive Director



Jim Reasor
Finance and Human Resources Director

GFOA Certificate of Achievement



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Apex Park and Recreation District
Colorado

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

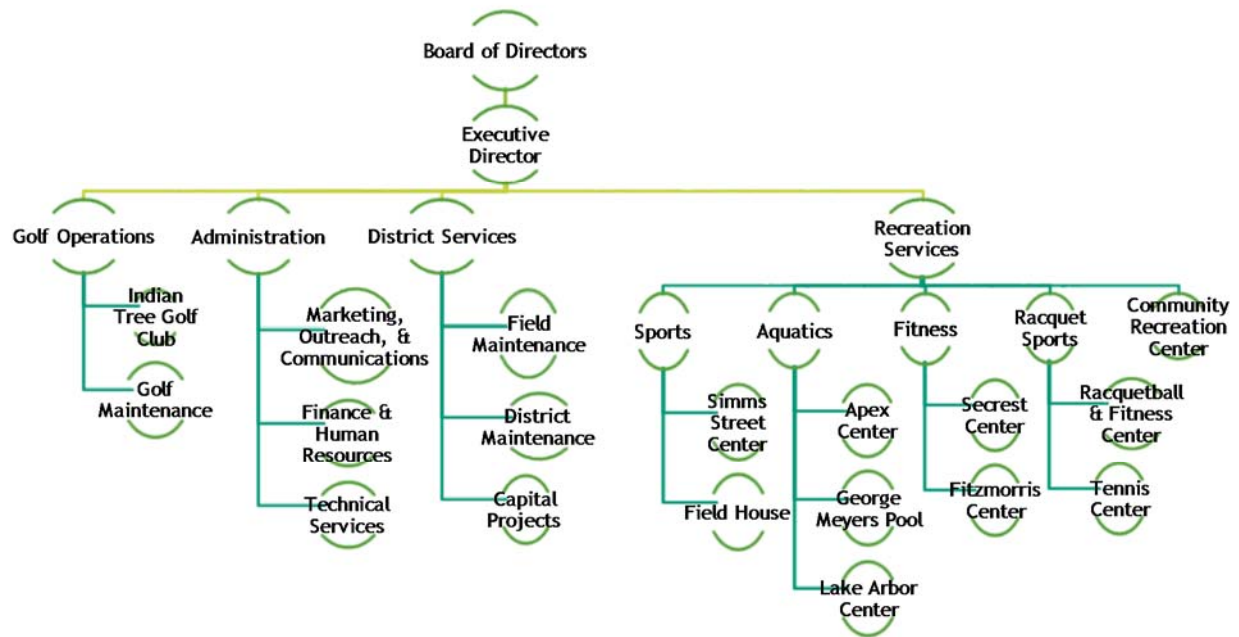
December 31, 2016

Christopher P. Morill

Executive Director/CEO

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Organizational Chart



Director and Key Staff

Executive Director

Deputy Director- District Services

Deputy Director- Recreation Services

Finance and Human Resources Director

Marketing and Communications Director

Technical Services Director

Apex Recreation Center and Aquatics Director

Apex Field House, Simms Street Center, and Sports Director

Indian Tree Golf Club Director

Aquatics Manager

Racquet Sports Manager

Community Recreation Center Manager

Accounting Supervisor

Staff Accountant

Accounting Technician II

Lauri Dannemiller

Bob Roby

JoAnn Gould

Jim Reasor

Katie Groke Ellis

Gabriel Hale

Terry Goldwater

Carrie Gomer

Alan Abrams

Beth Graf

Brent Anderson

Nancy Wellnitz

Lore Nusser

Sakura Rohleder

Amanda Soper

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District Board Members

Apex Park and Recreation District has an elected five-member Board of Directors. The Directors serve four-year terms with elections held every two years in May. For the year ended December 31, 2017, the following were the members of the Board of Directors:

President	Jim Whitfield
Vice President	Jeff Glenn
Secretary / Treasurer	Kristen Larington
Director	Tommy Skul
Director	Vicki Pyne



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Financial

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Auditor Letter



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INDEPENDENT AUDITORS' REPORT

Board of Directors
Apex Park and Recreation District
Arvada, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of Apex Park and Recreation District, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

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

Board of Directors
Apex Park and Recreation District

Emphasis of a Matter

Change in Accounting Principle

As discussed in Note IV.B. to the financial statements, Apex Park and Recreation District restated its net position for governmental activities and business-type activities and its fund balance for the General Fund as of January 1, 2017 due to a change in accounting principle regarding the recognition of the former Apex Fund as a governmental fund within the General Fund. A summary of the restatement is presented in Note IV.B.

Correction of an error

Apex Park and Recreation District also restated net position for governmental activities and its fund balance for the Capital Fund as of January 1, 2017 due to a correction of an error regarding revenue and accounts receivable. A summary of the restatement is presented in Note IV.B.

Our auditors' opinions were not modified with respect to the restatements.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the budgetary comparison information for the General Fund on pages 15-23 and 61-62 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Apex Park and Recreation District's basic financial statements. The supplementary information (budgetary comparison information for the Conservation Trust Fund, Capital Project Fund, Debt Service Fund and Golf Fund) are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Broomfield, Colorado
September 26, 2018

Management Discussion and Analysis

As management of Apex Park and Recreation District, (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found beginning on page 1.

Financial Highlights

- The assets and deferred inflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$40,788,128 (net position). Of this amount, \$1,801,138 (unrestricted net position) may be used to meet the District's ongoing obligations to citizens and creditors.
- The District's total net position increased by \$2,782,736.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$22,743,594, a decrease of \$13,381,191 in comparison with the prior year. Approximately 10.1% of the \$22,743,594, \$2,297,782, is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, unrestricted fund balance (the total of the committed, assigned and unassigned components of fund balance) for the general fund equaled \$5,067,999 or 40% of total General Fund operating expenditures.
- During the current fiscal year, the District's total bonded debt decreased by \$900,000 (3%) related to the District's final payment of the 1999 bond issuance and 2015 bond refinancing.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required and other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The district-wide financial statements are designed to provide readers with a broad overview of the District's finances in a manner like a private-sector business.

The *statement of net position* presents financial information on all the District's assets and liabilities, and deferred inflows/outflows of resources, with the difference between the four 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 District'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 (e.g., uncollected taxes and earned but unused vacation leave).

Both government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities include general government, racquet sports/ fitness, recreation services, community center, and aquatics. The business-type activities of the District include the Indian Tree Golf Course.

Management Discussion and Analysis

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

Governmental Funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, however, 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 evaluation of a government's near-term financing requirements.

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

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, and the Capital Project Funds (Conservation Trust Fund, Capital Fund) all of which are considered major funds. The District adopts an annual appropriated budget for its governmental fund types (General Fund, Conservation Trust Fund, Capital Fund and Debt Service Fund). A budgetary comparison schedule has been provided for each of the governmental fund types.

Proprietary Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District maintains one proprietary fund, using proprietary funds to account for the Indian Tree Golf Course operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the golf course operations, which is a major fund of Apex Park and Recreation District.

Notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information in this report, in addition to the basic financial statements and accompanying notes, presents certain required supplementary information concerning the District's budgetary comparison schedule for the General Fund. In addition, other budgetary schedules are included as other supplemental information.

Government-Wide Overall Financial Analysis

As noted earlier, net position over time, may serve as a useful indicator of a government's financial position. Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$40,788,128, at the close of the most recent fiscal year, an increase of \$2,782,736. The District's net position has increased each year over the last ten years with a current increase of 7% for 2017.

Management Discussion and Analysis

Table 1 - reflects the District's net position as of December 31, 2017, and 2016:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2017	2016*	2017	2016*	2017	2016*
Current and other assets	\$ 38,930,507	\$ 44,432,751	\$ 559,609	\$ 1,530,368	\$ 39,490,116	\$ 45,963,119
Capital assets	49,789,614	17,640,186	4,118,357	18,756,461	53,907,971	36,396,647
Total assets	88,720,121	62,072,937	4,677,966	20,286,829	93,398,087	82,359,766
Deferred Outflows of Resources	241,235	-	-	-	241,235	-
Noncurrent liabilities	36,608,177	34,529,308	362,264	259,511	36,970,441	34,788,819
Other liabilities	7,673,635	1,959,979	45,170	205,433	7,718,805	2,165,412
Total Liabilities	44,281,812	36,489,287	407,434	464,944	44,689,246	36,954,231
Deferred Inflows of Resources	8,161,948	7,313,755	-	-	8,161,948	7,313,755
Net Position						
Net investment in capital assets	34,069,780	13,414,699	3,819,107	18,636,042	37,888,887	32,050,741
Restricted	1,098,103	1,259,534	-	-	1,098,103	1,259,534
Unrestricted	1,349,713	3,595,662	451,425	1,185,843	1,801,138	4,781,505
Total net position	\$36,517,596	\$18,269,895	\$ 4,270,532	\$19,821,885	\$40,788,128	\$38,091,780

*2016 amounts were not restated for MD&A purposes due to information not being available for all components. See Note IV.B. for further details.

By far, the largest portion of the District's net position, \$37,888,887 (92.9%), reflects its net investment in capital assets (e.g. land, buildings, machinery, equipment, and vehicles including any unspent debt proceeds) less any debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of net position, \$1,801,138 or 4.4%, represents resources that are not subject to any external restrictions on how they may be used and may be used to meet the government's ongoing obligations to its citizens and creditors. In 2017, unrestricted resources decreased for the year from 2016, in the amount of \$2,980,367. The remaining balance of \$1,098,103 is subject to external restrictions on how they may be used.

At the end of the current fiscal year, the District can report positive balances in all three categories of net position for governmental activities, business type activities and the District as a whole.

Management Discussion and Analysis

Table 2 - reflects the District's changes to net position as of December 31, 2017, and 2016:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2017	2016*	2017	2016*	2017	2016*
Revenues:						
Program revenues:						
Charges for services	\$ 7,779,777	\$ 3,606,691	\$ 2,134,241	\$ 6,369,797	\$ 9,914,018	\$ 9,976,488
Operating grants and contributions	44,129	56,278	2,020	9,226	46,149	65,504
Capital grants	2,460,945	71,360	-	-	2,460,945	71,360
General revenues:						
Property taxes	7,268,174	7,297,705	-	-	7,268,174	7,297,705
Other taxes	752,609	618,869	-	-	752,609	618,869
Grants contributions not restricted to specific programs	631,768	123,680	-	-	631,768	123,680
Unrestricted investment earnings	406,203	691,403	-	-	406,203	691,403
Miscellaneous	61,569	5,557	168,749	11,673	230,318	17,230
Total revenues	19,405,174	12,471,543	2,305,010	6,390,696	21,710,184	18,862,239
Expenses:						
General government	5,859,953	3,580,502	-	-	5,859,953	3,580,502
Recreation	5,012,218	3,241,764	-	-	5,012,218	3,241,764
Fitness	733,581	124,020	-	-	733,581	124,020
Aquatics	1,811,981	847,413	-	-	1,811,981	847,413
Sports	1,847,739	1,600,413	-	-	1,847,739	1,600,413
Interest on long-term debt	1,225,485	607,039	-	-	1,225,485	607,039
Apex center	-	-	-	5,301,359	-	5,301,359
Indian tree golf course	-	-	2,277,606	2,258,577	2,277,606	2,258,577
Total expenses	16,490,957	10,001,151	2,277,606	7,559,936	18,768,563	17,561,087
Changes in net position before transfers	2,914,217	2,470,392	27,404	(1,169,240)	2,941,621	1,301,152
Transfers	(158,885)	(544,478)	158,885	544,478	-	-
Changes in net position	2,755,332	1,925,914	186,289	(624,762)	2,941,621	1,301,152
Net position -Beginning January 1, as restated*	33,762,264	16,343,981	4,243,128	20,446,647	38,005,392	36,790,628
Net position - Ending December 31	\$ 36,517,596	\$ 18,269,895	\$ 4,270,532	\$ 19,821,885	\$ 40,788,128	\$ 38,091,780

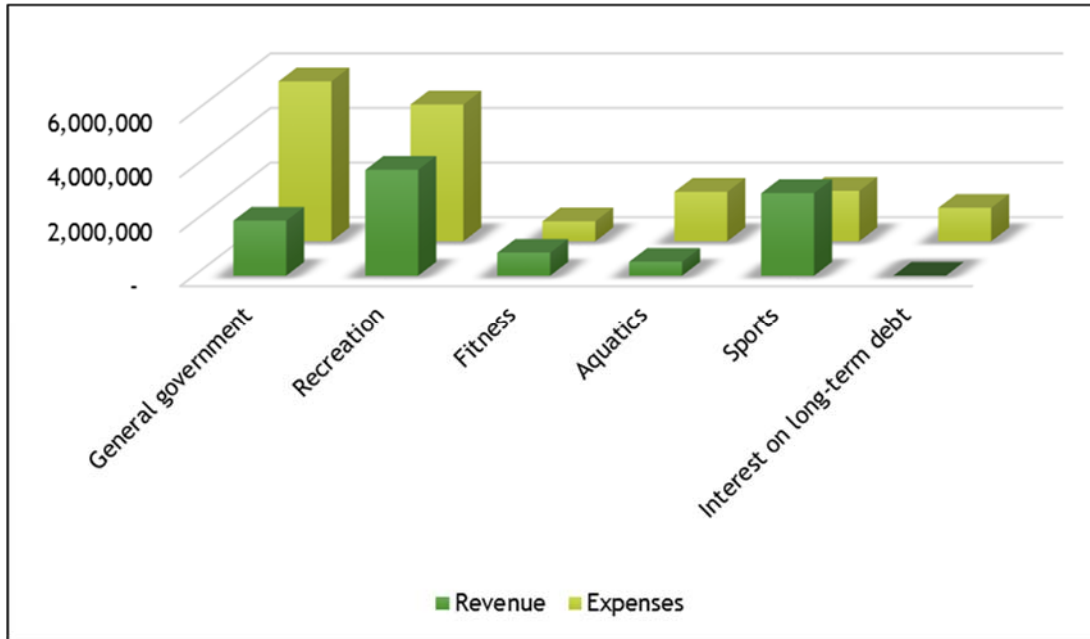
*2016 amounts were not restated for MD&A purposes due to information not being available for all components. See Note IV.B. for further details.

The District's program and general revenues of \$21,710,184 exceeded expenses of \$18,768,563, by \$2,941,621, an increase of 126% from 2016. The District's total net position continues to increase each year mainly from the one mill property tax levy approved in 2006.

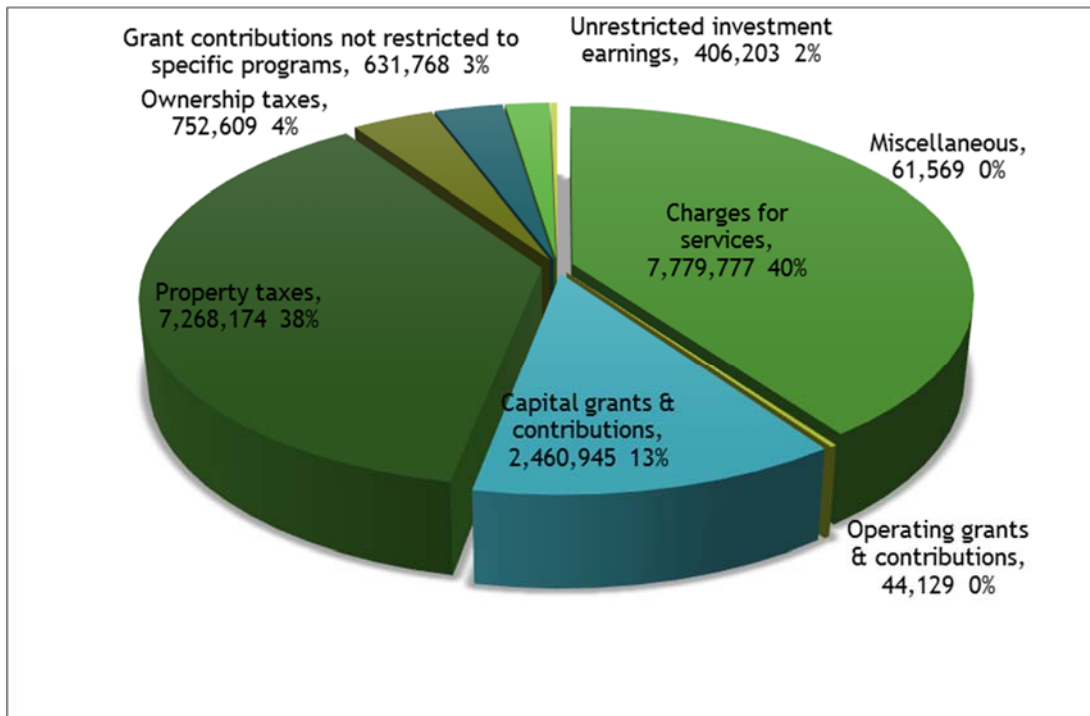
Governmental activities general revenue for governmental activities exceeded expenses by \$2,755,332 due to the transfer of the apex fund from a business-type fund to the general fund. As a result, program revenue, excluding capital contributions, increased by 116%, which provided increased resources for governmental activities. This increase also reflects the District management's drive to provide services desired, and therefore utilized, by the public. However, program charges are not set to cover program costs in governmental activities. Governmental activities rely greatly on property tax collections to help subsidize program expenses and ensure affordable participation rates. Property tax collections decreased by 0.4% in 2017 because it was a generally flat non-assessment year for property valuations.

Management Discussion and Analysis

Graph 1 - Illustrates the expenses and program revenues - Governmental Activities



Graph 2 - Illustrates the revenues by source - Governmental Activities

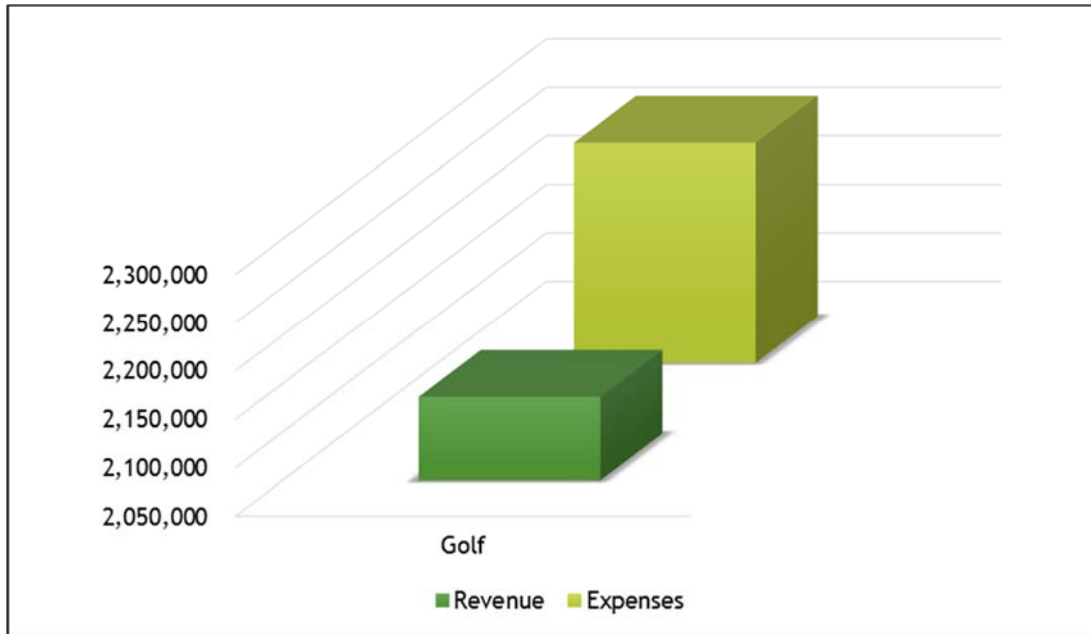


Business-type activities reflected an increase of net position of \$27,404, after capital transfers in of \$158,885. The transfer-in was for capital expenditures from the Conservation Trust Fund. Other elements of the changes in net position are as follows:

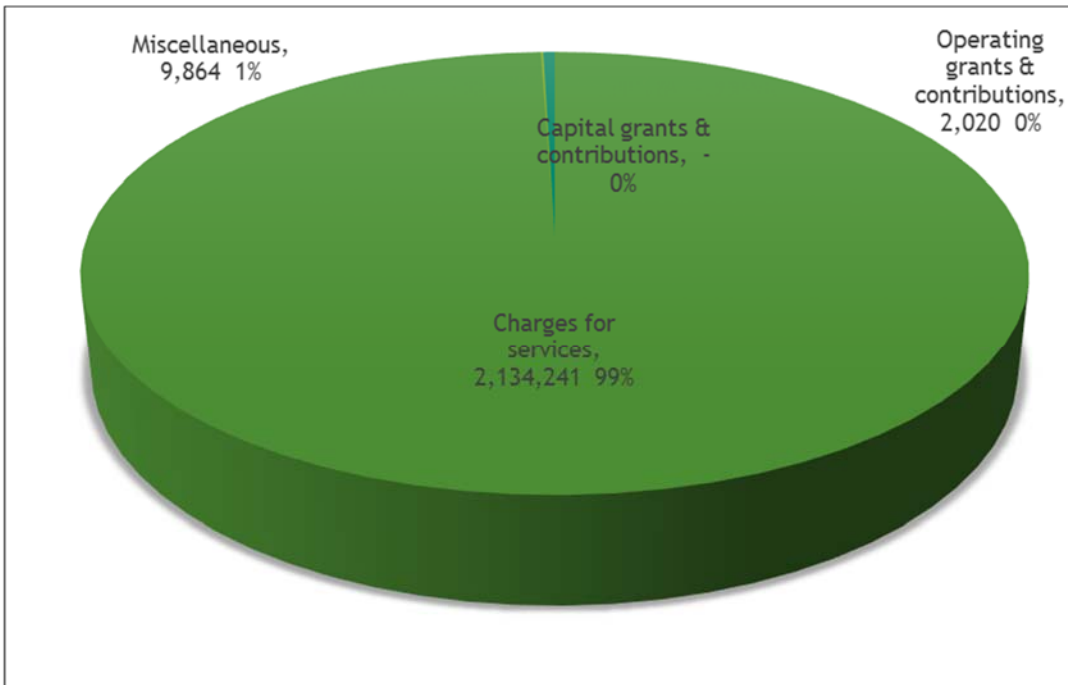
- Golf Fund showed an operating revenue increase of 6% over the prior year, while expenses increased by 0.7% resulting in a smaller operating loss than the prior year

Management Discussion and Analysis

Graph 3 - Illustrates the expenses and program revenues - Business Activities



Graph 4 - Illustrates the revenues by source- Business-Type Activities



Financial Analysis of the Government's Funds

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

Governmental funds

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$22,743,594, a decrease of \$13,381,191, in comparison with the prior year's restated net position. More information on this restatement can be found in Footnote IV.B. Of this total amount \$2,297,782, constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is either

Management Discussion and Analysis

unspendable, restricted, committed or assigned to indicate that it is 1) not in spendable form \$119,930, 2) restricted for specific purposes \$17,843,014 and 3) assigned for a particular purpose \$2,482,868. The TABOR reserve of \$424,935, is available for spending but must be replenished over a three-year period of time.

General Fund is the chief operating fund of the District. The fund balance for the district's General Fund increased by \$3,469,028, during the current fiscal year due primarily to unspent newly issued COP proceeds (\$3.4M). In addition, Fund Balance increased by \$251,966 due to additional program revenue exceeding expenses. This increase is from charges for services through fee increases and increased participation. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$2,585,131, of the total fund balance of \$9,081,487. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 28.5% of the total fund balance and is 20.5% of the General Fund expenditures.

Conservation Trust Fund revenues are programmed each year for constructing/renovating district facilities and/or to purchase property and equipment. The fund balance in the Conservation Trust Fund of \$443,565, increasing by \$148,984 in 2017. During the year, total expenditures were \$479,404, of which \$319,575, were capitalized.

Capital Fund has a fund balance of \$(287,349). The decrease of \$573,740, was the result of planned projects being completed during the 2017 year, particularly the Simms Street Recreation Center renovation and completion of Heroes Park. The ½ mill of property tax generated \$739,646, in revenue used in 2017, to complete several capital purchases and projects. There were no donations for use in 2017. The District's policy is to allocate the capital fund revenues annually for repair and renovation of District facilities. During the year, total capital expenditures were \$1,325,828. As of December 31, 2017, the District had an outstanding upcoming grant receipt due to be paid to the District in 2018 totaling \$430,945.

Debt Service fund, the remaining major governmental fund, had decrease in fund balance of \$16,425,463, during the current year to bring the year-end fund balance to \$13,505,891. This decrease results from the \$25 million general obligation bond resolution passed in May 2016 and issued at a premium in September 2016 and related spending of these proceeds in 2017. This bond resolution called for the building of two new District facilities, one at a current District site and one new site, and renovations/expansions of four current District facilities.

Proprietary funds

Apex Park and Recreation District's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail. The proprietary fund, the Golf fund, unrestricted net position increased by \$206,122 in 2017. Total unrestricted net position was \$451,425. Factors concerning the finances of the fund are addressed in the discussion of the District's business-type activities.

General Fund Budgetary Highlights

The difference between the original and the final amended budget is a \$269,000 increase in appropriations.

- Revenues were on track with the budget in 2017 as actual revenue of \$12,979,220 was slightly lower than budgeted revenue of \$13,100,073. Although this number was slightly below the budgeted amount, it was anticipated because the Apex Center's middle pool was closed for renovations and annual pass sales were placed on hold in fall 2017 until we could complete implementation of a new recreation software management system.
- The charges for services revenue and tax collections held steady and were in alignment with budget

Management Discussion and Analysis

- Expenditures were \$373,343 below the final budget number due to budget management and staff position vacancies, as well as the District not experiencing any significant unbudgeted items.

Capital Assets

Apex Park and Recreation District's investment in capital assets for its governmental and business-type activities as of December 31, 2017, amounts to \$53,907,971, (net of accumulated depreciation). This investment in capital assets includes land, buildings, water rights, machinery and equipment, and park improvements. The District's capital assets by type at December 31, 2017, and 2016, are shown in Table 3 below:

Table - 3

	Governmental Activities		Business-type Activities		Total Primary Government	
	2017	2016	2017	2016	2017	2016
Assets (net accumulated depreciation)						
Land and land rights	\$ 3,547,254	\$ 2,854,743	\$ 698,670	\$ 1,391,181	\$ 4,245,924	\$ 4,245,924
Construction in progress	19,887,051	1,682,095	-	-	19,887,051	1,682,095
Buildings	23,006,891	9,602,533	738,181	14,291,665	23,745,072	23,894,198
Improvements other than buildings	2,662,224	2,900,871	1,988,016	2,261,276	4,650,240	5,162,147
Equipment and other	686,194	599,945	693,490	812,339	1,379,684	1,412,284
Total	\$ 49,789,614	\$ 17,640,186	\$ 4,118,357	\$ 18,756,461	\$ 53,907,971	\$ 36,396,647

The District receives revenue from the 1/2 mill property tax increase as well as the funds from the 2016 bond issuance that is dedicated to capital expenditures as referenced above. Major capital asset events during the current fiscal year included the following:

- Governmental activities capital assets - Expenditures amounted to \$19,874,439, which included \$184,257, for equipment replacements, \$1,517,396, for building improvements, \$134,788, in land improvements, and \$158,885, in transfers of assets to Business-type activities. The remaining \$17,879,113 in expenditures were for bond project construction.
- Business-type activities capital assets - No expenses for 2017 in addition to the Governmental transfer for equipment and machinery replacements at Indian Tree Golf Club.

Additional information on the District's capital assets can be found in Note III-D notes section following the basic financial statements.

Debt Administration

At the end of the current fiscal year, Apex Park and Recreation District had an outstanding bonds payable balance of \$25,000,000 for the bond issuance in September 2016, \$930,000 of that is due in 2018 (within the next fiscal year). This amount comprises debt backed by the full faith and credit of the District. During fiscal year 2010, the District issued \$3,645,000, of Certificates of Participation to fund the turf arena. These certificates were refinanced to fund in 2017 with maturity dates from 2018 to 2037. The outstanding balance at the end of the current fiscal year was \$5,640,000, an increase of 102.88% due to the debt refinancing. The 2017 COP Proceeds will be used to repair a portion of the Apex Center's roof and to replace the Apex Center's HVAC system, both critical repairs identified in our Facility Condition Assessment. The District also has one capital lease for golf carts at the Indian Tree Golf Club. That lease was also refinanced in 2017 with an ending balance due of \$301,518, an increase of 150.39% of which \$61,018 is due in 2018.

Additional information on the District's long-term debt can be found in notes section following the basic financial statements. Outstanding long-term debt at December 31, 2017, and 2016, is reflected in Table 4 below.

Management Discussion and Analysis

Table - 4

	2017 Balances	2016 Balances
Governmental Activities		
Bonds Payable	\$ 25,000,000	\$ 25,900,000
Certificates of Participation	5,640,000	2,780,000
Total Governmental activities	30,640,000	28,680,000
Business-Type Activities		
Capital leases	299,250	120,419
Total Business-type activities	299,250	120,419
Total long-term debt	\$ 30,939,250	\$ 28,800,419

Additional information on the District's bonded debt for the year can be found in Section III Note F in the notes to the basic financial statements.

Economic Factors and Next Year's Budgets and Rates

- The District is located in Jefferson County, which is part of the greater Denver metropolitan area. The unemployment rate, according to the Bureau of Labor Statistics, for Jefferson County, as of December 31, 2017, is 2.4%, 0.5% lower than last year, which is a 17.24% decrease. The 2017 average for Jefferson County is 3.0%. The greater Denver metropolitan area, as of December 31, 2017, was 2.6%, which is 0.6% lower and an 18.80% decline from a year ago.
- The retail and commercial occupancy rate of the City of Arvada (Apex Park and Recreation District service boundaries encompasses 99% of the City of Arvada) continues to remain strong at 85%.
- Residential permit growth increased for the 2017 fiscal year. The City of Arvada issued 921 single-family home building permits, which was a 17% increase over 2015.

Requests for Information

This financial report is designed to provide a general overview of Apex Park and Recreation District's finances for all those with an interest in the district's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Office, 13150 West 72nd Avenue, Arvada, Colorado 80005-3116.

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Basic Financial Statements

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Basic Financial Statements

Statement of Net Position

December 31, 2017

	Governmental Activities	Business-type Activities	Total
Assets			
Cash on hand	\$ 18,075	\$ 4,200	\$ 22,275
Cash	1,494,079	-	1,494,079
Investments	7,298,666	-	7,298,666
Restricted cash	60,234	-	60,234
Restricted investments	21,220,606	-	21,220,606
Receivables (net of allowances)	931,290	341	931,631
Property taxes receivables	8,231,181	-	8,231,181
Internal balances	(443,554)	443,554	-
Inventories	51,924	111,514	163,438
Prepaid items and other assets	68,006	-	68,006
Capital assets:			
Land and construction in progress	23,434,305	698,670	24,132,975
Buildings, improvements, infrastructure, and equipment, net of accumulated depreciation	26,355,309	3,419,687	29,774,996
Total Assets	88,720,121	4,677,966	93,398,087
Deferred Outflows of Resources			
Loss on refunding	241,235	-	241,235
Total Deferred Outflows of Resources	241,235	-	241,235
Liabilities			
Accounts payable and other current liabilities	6,804,214	42,830	6,847,044
Accrued interest	109,615	2,340	111,955
Unearned revenue	759,806	-	759,806
Noncurrent liabilities:			
Due within one year	1,180,676	68,760	1,249,436
Due in more than one year	35,427,501	293,504	35,721,005
Total Liabilities	44,281,812	407,434	44,689,246
Deferred Inflows of Resources			
Deferred property tax revenues	8,161,948	-	8,161,948
Total Deferred Inflows of Resources	8,161,948	-	8,161,948
Net Position			
Net investment in capital assets	34,069,780	3,819,107	37,888,887
Restricted for:			
TABOR reserve	424,935	-	424,935
Other purposes	673,168	-	673,168
Unrestricted	1,349,713	451,425	1,801,138
Total Net Position	\$ 36,517,596	\$ 4,270,532	\$ 40,788,128

See accompanying notes to the basic financial statements

Basic Financial Statements

Statement of Activities

For the Year Ended December 31, 2017

Functions/Programs	Expenses	Program Revenues			Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
General government	\$ 5,859,953	\$ 17,380	\$ -	\$ 2,000,000	\$ 2,017,380
Recreation	5,012,218	3,376,350	44,129	460,945	3,881,424
Fitness	733,581	845,150	-	-	845,150
Aquatics	1,811,981	512,780	-	-	512,780
Sports	1,847,739	3,028,117	-	-	3,028,117
Interest on long-term debt	1,225,485	-	-	-	-
Total governmental activities	16,490,957	7,779,777	44,129	2,460,945	10,284,851
Business-type Activities:					
Golf	2,277,606	2,134,241	2,020	-	2,136,261
Total business-type activities	2,277,606	2,134,241	2,020	-	2,136,261
Total Primary government	\$ 18,768,563	\$ 9,914,018	\$ 46,149	\$ 2,460,945	\$ 12,421,112

General Revenues
 Property taxes
 Ownership taxes
 Grants contributions not restricted to specific programs
 Unrestricted investment earnings
 Miscellaneous
 Transfers
 Total general revenues and transfers
 Change in net position
 Net position - January 1
 Prior period adjustments (see Note IV.B), for 2017 only
 Net position - January 1 restated, for 2017
 Net position - December 31

See accompanying notes to the basic financial statements

Basic Financial Statements

Statement of Activities

For the Year Ended December 31, 2017

Primary Government		
Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
\$ (3,842,573)	\$ -	\$ (3,842,573)
(1,130,794)	-	(1,130,794)
111,569	-	111,569
(1,299,201)	-	(1,299,201)
1,180,378	-	1,180,378
(1,225,485)	-	(1,225,485)
<u>(6,206,106)</u>	<u>-</u>	<u>(6,206,106)</u>
-	(141,345)	(141,345)
-	(141,345)	(141,345)
<u>\$ (6,206,106)</u>	<u>\$ (141,345)</u>	<u>\$ (6,347,451)</u>
7,268,174	-	7,268,174
752,609	-	752,609
631,768	-	631,768
406,203	-	406,203
61,569	9,864	71,433
(158,885)	158,885	-
<u>8,961,438</u>	<u>168,749</u>	<u>9,130,187</u>
2,755,332	27,404	2,782,736
18,269,895	19,821,885	38,091,780
15,492,369	(15,578,757)	(86,388)
<u>33,762,264</u>	<u>4,243,128</u>	<u>38,005,392</u>
<u>\$ 36,517,596</u>	<u>\$ 4,270,532</u>	<u>\$ 40,788,128</u>

Basic Financial Statements

Balance Sheet - Governmental Funds

December 31, 2017

	General	Conservation Trust	Capital	Debt Service	Total
Assets					
Cash	\$ 1,512,154	\$ -	\$ -	\$ -	\$ 1,512,154
Investments	7,298,666	-	-	-	7,298,666
Receivables:					
Taxes	5,326,494	-	824,444	2,080,243	8,231,181
Accounts	444,345	-	-	-	444,345
Grants	26,000	-	430,945	30,000	486,945
Due from other funds	2,797,179	443,565	-	-	3,240,744
Restricted cash	60,234	-	-	-	60,234
Restricted investments	3,408,389	-	-	17,812,217	21,220,606
Inventories	51,924	-	-	-	51,924
Prepaid items and other assets	68,006	-	-	-	68,006
Total Assets	20,993,391	443,565	1,255,389	19,922,460	42,614,805
Liabilities					
Accounts payable	5,693,677	-	26,073	892,417	6,612,167
Accrued Liabilities	188,258	-	2,064	1,725	192,047
Due to other funds	-	-	269,456	3,414,842	3,684,298
Unearned revenue	759,806	-	-	-	759,806
Total Liabilities	6,641,741	-	297,593	4,308,984	11,248,318
Deferred Inflows of Resources					
Grants	-	-	430,945	30,000	460,945
Property tax revenue	5,270,163	-	814,200	2,077,585	8,161,948
Total Deferred Inflows of Resources	5,270,163	-	1,245,145	2,107,585	8,622,893
Fund Balance					
Nonspendable:					
Inventories	51,924	-	-	-	51,924
Prepays	68,006	-	-	-	68,006
Restricted	3,893,558	443,565	-	13,505,891	17,843,014
Assigned	2,482,868	-	-	-	2,482,868
Unassigned	2,585,131	-	(287,349)	-	2,297,782
Total Fund Balance	9,081,487	443,565	(287,349)	13,505,891	22,743,594
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 20,993,391	\$ 443,565	\$ 1,255,389	\$ 19,922,460	\$ 42,614,805

See accompanying notes to the basic financial statements

Basic Financial Statements

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position

December 31, 2017

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

Total fund balance- governmental funds		\$ 22,743,594
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds		49,789,614
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds		
Bonds payable	(25,000,000)	
Certificates of participation	(5,640,000)	
Debt premium	(5,623,185)	
Deferred loss on refunding	241,235	
Compensated absences	(344,992)	
Accrued interest payable	(109,615)	
		(36,476,557)
Certain revenues reported as deferred inflows of resources in governmental funds are not considered to be current and available, therefore, reported as revenues on the statement of activities		460,945
Net position of governmental activities		<u>\$ 36,517,596</u>

See accompanying notes to the basic financial statements

Basic Financial Statements

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

For the Year Ended December 31, 2017

	General	Conservation Trust	Capital	Debt Service	Total
Revenues					
Taxes:					
Property	\$ 4,456,532	\$ -	\$ 739,646	\$ 2,063,766	\$ 7,259,944
Ownership	751,025	-	-	1,584	752,609
Payment in lieu of taxes	5,064	-	842	2,324	8,230
Intergovernmental	4,858	626,910	-	-	631,768
Charges for services	7,436,368	-	-	-	7,436,368
Merchandise/Concessions/Vending	184,524	-	-	-	184,524
Donations/Corporate sponsorships	44,129	-	-	-	44,129
Interest	96,720	1,479	-	308,004	406,203
Miscellaneous	-	-	11,600	3,601	15,201
Total Revenues	12,979,220	628,389	752,088	2,379,279	16,738,976
Expenditures					
General government	3,287,356	159,830	166,241	131,489	3,744,916
Recreation	4,888,356	-	-	58,450	4,946,806
Fitness	705,744	-	-	-	705,744
Aquatics	1,714,997	-	-	-	1,714,997
Sports	1,813,731	-	-	-	1,813,731
Debt service:					
Principal	-	-	-	900,000	900,000
Interest	54,525	-	-	1,112,200	1,166,725
Fees	132,898	-	-	400	133,298
Capital outlay:					
Buildings, leasehold, and equipment	7,189	319,575	1,159,587	18,602,203	20,088,554
Total Expenditures	12,604,796	479,405	1,325,828	20,804,742	35,214,771
Excess (deficiency) of revenues over expenditures	374,424	148,984	(573,740)	(18,425,463)	(18,475,795)
Other financing sources (uses)					
Proceeds from certificates of participation refinance	5,640,000	-	-	-	5,640,000
Payment to escrow agent	(3,002,537)	-	-	-	(3,002,537)
Premium on certificates of participation sold	410,773	-	-	-	410,773
Proceeds from sale of capital assets	3,550	-	-	-	3,550
Insurance proceeds	42,818	-	-	-	42,818
Capital Contributions	-	-	-	2,000,000	2,000,000
Total Other financing sources (uses)	3,094,604	-	-	2,000,000	5,094,604
Net changes in fund balances	3,469,028	148,984	(573,740)	(16,425,463)	(13,381,191)
Fund balances- January 1	4,592,462	294,581	372,779	29,931,354	35,191,176
Prior period adjustments (see Note IV.B), for 2017 only	1,019,997	-	(86,388)	-	933,609
Fund balances- December 31	\$ 9,081,487	\$ 443,565	\$ (287,349)	\$ 13,505,891	\$ 22,743,594

See accompanying notes to the basic financial statements

Basic Financial Statements

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds to the Statement of Activities

For the Year Ended December 31, 2017

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

Net change in fund balance- governmental funds	\$ (13,381,191)
--	-----------------

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period:

Capital outlay	19,924,460	
Capital transfer to proprietary funds	(158,885)	
Depreciation expense in the current period	<u>(2,254,363)</u>	
Excess capital outlay over depreciation expense		17,511,212

The issuance of long-term debt and other obligations (e.g., bonds, certificates of participation, and capital leases) provides current financial resources to governmental funds, while the issuing debt increases long-term liabilities in the statement of net position.

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Payment of principal includes:

Repayment of debt	900,000
-------------------	---------

Issuance and refunding of new debt includes:

Payment to escrow agent	3,002,537
Certificates of participation premium received	(410,773)
Certificates of participation proceeds	<u>(5,640,000)</u>

Net effect		(2,148,236)
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Revenues that do not provide current financial resources are unavailable in the governmental fund financial statements but are recognized in the government-wide financial statements. This amount represents the change in unavailable grant revenue.

460,945

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

Compensated absences	(32,679)
Accrued interest payable	(58,760)
Amortization of Certificates of participation discount	(19,708)
Amortization of certificates of participation and debt premiums	<u>423,749</u>

Net effect		312,602
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Change in net position of governmental activities

\$ 2,755,332

See accompanying notes to the basic financial statements

Basic Financial Statements

Statement of Net Position- Proprietary Funds

December 31, 2017

Business-type Activities-Enterprise Funds	Golf
Assets	
Current Assets:	
Cash on hand	\$ 4,200
Receivables (net of allowances)	341
Due from other funds	443,554
Inventories	111,514
Total current assets	<u>559,609</u>
Noncurrent Assets:	
Capital assets:	
Land	698,670
Buildings and improvements	1,876,933
Improvements other than buildings	3,162,699
Machinery, equipment and vehicles	1,535,581
Less: accumulated depreciation	<u>(3,155,526)</u>
Net Capital Assets	<u>4,118,357</u>
Total Assets	<u><u>4,677,966</u></u>
Liabilities	
Current Liabilities:	
Accounts payable	30,965
Accrued interest	2,340
Accrued wages	11,865
Compensated absences	10,082
Capital leases payable	58,678
Total current liabilities	<u>113,930</u>
Noncurrent liabilities:	
Compensated absences	52,932
Capital leases	240,572
Total noncurrent liabilities	<u>293,504</u>
Total Liabilities	<u><u>407,434</u></u>
Net Position	
Net investment in capital assets	3,819,107
Unrestricted	451,425
Total Net Position	<u><u>\$ 4,270,532</u></u>

See accompanying notes to the basic financial statements

Basic Financial Statements

Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds For the Year ended December 31, 2017

<u>Business-type Activities-Enterprise Funds</u>	<u>Golf</u>
Revenues	
Charges for services	\$ 1,516,332
Merchandise and concession sales	617,909
Donations and corporate sponsorships	2,020
Miscellaneous	2,212
Total Revenues	<u>2,138,473</u>
Expenses	
Personnel services	1,058,965
Operating supplies	587,813
Purchased services	216,606
Fixed charges	2,827
Miscellaneous	253
Capital outlay	-
Depreciation	408,802
Total Expenses	<u>2,275,266</u>
Operating Income (Loss)	<u>(136,793)</u>
Non-Operating Revenue (Expenses)	
Gain or (loss) on sale on an asset	7,652
Interest expense	(2,340)
Total Non-Operating Revenue (Expenses)	<u>5,312</u>
Capital contribution	158,885
Transfer in (out)	-
Net changes in net positon	<u>27,404</u>
Fund balances- January 1	4,243,128
Fund balances- December 31	<u>\$ 4,270,532</u>

See accompanying notes to the basic financial statements

Basic Financial Statements

Statement of Cash Flows - Proprietary Funds

For the Year Ended December 31, 2017

Business-type Activities-Enterprise Funds	Golf
Cash Flows from Operating Activities:	
Receipts from customers and users	\$ 2,134,244
Payments to suppliers	(799,294)
Payments to employees	(1,058,963)
Other operating revenues/(expenses)	(213,734)
Net cash provided(used) by operating activities	<u>62,253</u>
Cash Flows from Capital and Related Financing Activities:	
Exchange of property, plant and equipment	(9,188)
Capital lease payable	(61,018)
Proceeds from exchange of property, plant and equipment	<u>7,653</u>
Net cash provided by capital and related activities	<u>(62,553)</u>
Net (decrease) in cash and cash equivalents	(300)
Cash and cash equivalents January 1	<u>4,500</u>
Cash and cash equivalents December 31	<u>\$ 4,200</u>
Reconciliation of operating income to net cash provided by operating activities	
Operating income (loss)	<u>\$ (136,793)</u>
Adjustments to reconcile	
Depreciation expense	408,802
(Increase) decrease in receivables	3
(Increase) decrease due from other funds	(217,785)
(Increase) decrease in inventory	(2,638)
(Decrease) increase in accrued expenses	8,324
(Decrease) increase in accrued interest	2,340
Total adjustments	<u>199,046</u>
Net cash provided (used) by operating activities	<u>62,253</u>
Schedule of non-cash capital and related financing activities	
Contribution of capital assets	\$ 158,885
New capital lease for golf carts	\$ 299,178

See accompanying notes to the basic financial statements

Notes to the Basic Financial Statements

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Notes to the Basic Financial Statements

I. Summary of Significant Accounting Policies

Note A- Reporting Entity

The Apex Park and Recreation District ("District") is a quasi-municipal corporation and political subdivision of the State of Colorado. The District has the responsibility of planning, promoting, developing, maintaining, supervising, and administering all recreation facilities and programs necessary to serve the present and future residents of the District. A five-member Board of Directors, elected at large by the voters of the District, governs the District. The District does not have any component units and therefore the accompanying financial statements represent only Apex Park and Recreation District.

Note B- Government-Wide and Fund Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) report information of the District. Governmental activities, which normally are supported by taxes and intergovernmental revenues and other non-exchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services.

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

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds.

As a rule, the effect of the interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are transfers and other charges between the governmental activities and business-type activities.

The fund financial statements provide information about the government's funds. The Government has no fiduciary funds or blended component units. Separate statements for each fund category - governmental and proprietary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The government reports the following major governmental funds:

- The general fund is the District's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund. This fund also includes the activities of the District's Apex Recreation Center.
- The debt service fund (also known as the debt fund) accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Notes to the Basic Financial Statements

- The conservation trust fund (a capital project fund) accounts for lottery proceeds that are legally restricted by state statute to expenditures for improvements or maintenance of facilities and equipment used for park and recreation purposes.
- The capital fund (a capital project fund) accounts for property tax revenues legally restricted by the qualified electors of the District in 2006 for the sole purpose of maintenance and improvements to District facilities.

The District reports the following major enterprise fund:

- The golf fund accounts for the activities of the District's Indian Tree Golf Course.

During the course of operations, the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in the governmental activities are eliminated so that only the net amount is included as transfer in the governmental activities column. Similarly, balances between the funds included in the business-type activities are eliminated so that only the net amount is included as transfer in the business-type activities column.

Note C- Measurement, Basis of Accounting and Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources measured such as current financial resources or economic resources.

The government-wide financial statements report using the economic resources measurement-focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which levied. Grants and similar items are recognized as revenue 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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Notes to the Basic Financial Statements

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. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered measurable and available only when the government receives cash.

Note D- Assets, Deferred Outflows, Liabilities, Deferred inflows and Net Position or Fund Balances

1. Cash, cash equivalents, and Investments

The District's cash and cash equivalents are considered to be cash on hand and demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

The District pools cash resources for all funds to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as part of the District's investments. Cash overdrafts from pooled cash and investments are reported as an interfund receivable/payable.

Colorado State Statutes require that the District use an eligible public depository as defined by the Public Depository Protection Act (PDPA). Under the PDPA, the depository is required to pledge a pool of eligible collateral having a market value at all times equal to at least 102% of the aggregate public deposits held by the depository not insured by Federal Depository Insurance. The pool for all of the uninsured public deposits as a group is to be maintained by another institution or held in trust. Each institution designated as a public depository can be assessed a portion of the losses of a public entity's deposits in a failed public depository. Thus, all public deposits are fully collateralized. Eligible collateral as defined by the PDPA primarily includes obligations guaranteed by the U.S. Government, the State of Colorado or any subdivision thereof and obligations evidenced by notes received by first lien mortgages or deeds of trust on real property.

The District adheres to the Colorado State Statutes with regard to allowable investments. Specifically, the District has chosen to limit its investment purchases to the following types:

- Fully insured and/or collateralized certificates of deposit issued by qualified commercial banks and savings and loan associations within the State of Colorado.
- Direct obligation of the United States Government.
- Obligations of certain U.S. Government agencies.

During the prior fiscal year 2016, the District implemented the provisions of GASB No. 72, *Fair Value Measurement and Application* (GASB No. 72). This statement addressed accounting and financial reporting issues related to fair value measurements. The fair value of the District's investments is based upon values provided from significant other observable inputs. Net Asset Value (NAV), which approximates fair value, is used for ColoTrust. See Section III Note A for additional details.

Notes to the Basic Financial Statements

2. Receivables and Payables

All outstanding balances between funds are reported as “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). Any residual balance outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.” Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade receivables are reported net of allowances for uncollectibles. No allowance for uncollectibles is included in the property tax receivable. Property taxes attach an enforceable lien on property as of the 1st of January, of each year. Taxes are levied on January 1st and are payable in either one installment on or before April 30th, or in two installments due on or before February 28th and June 15th of each year. The collections and the assessments are made by Jefferson County and are remitted to the District monthly. District property taxes which are due to be paid in the next period and representing an enforceable lien at January 1st of next year, have been recorded as a receivable and deferred inflow of resources in the appropriate funds.

3. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The District uses the consumption method to account for prepaid items, where the expenditures are recorded in the applicable future period rather than when the payment is made.

4. Capital Assets

Capital assets, which include property, plant, improvements, equipment and intangibles, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

The District defines capital assets as assets with an initial, individual cost of at least \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their acquisition value on the date donated.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, improvements, and equipment (other than leased equipment) of the primary government, is depreciated using the straight-line method over the following estimated useful lives:

Buildings	20 - 40 years
Improvements	7 - 20 years
Equipment	3 - 10 years

Leased equipment is depreciated per the lease contract period.

Notes to the Basic Financial Statements

5. Compensated absences

It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits (within maximum carryover limits). No liability is reported for unpaid accumulated sick leave since benefits are not paid upon termination. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, employee resignations and retirement.

6. Long-Term Obligations

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

7. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that is applicable to a future reporting period, which has a positive effect on net position, similar to assets. The District has one type of item that qualifies for reporting in this category. The item, loss on refunding, is equal to the difference in the carrying value of refunded debt and reacquisition price. The District amortizes this amount using the effective interest method.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has two types of item that qualifies for reporting in this category. The items, deferred property tax revenue and deferred grants, are deferred and recognized as an inflow of resources in the period that the resources are required to be used for deferred property tax revenue, and are deferred for grants as they were not available due to the current financial resources measurement focus.

8. Fund balance policies

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

- Nonspendable fund balance - The portion of fund balance in a nonspendable form (such as prepaid amounts or inventory) or legally or contractually required to remain intact.
- Restricted fund balance - The portion of fund balance that is constrained to be used for a specific purpose by external parties, constitutional provisions or enabling legislation.
- Committed fund balance - The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by the Board of Directors through a formal resolution passed by a quorum of the elected Board. The constraints may be removed or changed only through a formal resolution by the Board of Directors.

Notes to the Basic Financial Statements

- Assigned fund balance - The portion of fund balance that is constrained by the government's intent to be used for specific purposes but is neither restricted nor committed. Intent is expressed by the Board of Directors to be used for a specific purpose. Constraints imposed on the use of assigned amounts are easily removed or modified compared to amounts that are classified as committed.
- Unassigned fund balance - The residual portion of fund balance that does not meet any of the criteria described above. Positive unassigned fund balance can only be reported for the General Fund.

9. Net position flow assumption

Sometimes the government will fund outlays for a particular purpose from both the restricted (e.g., restricted bond or grant proceeds), and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. Due to the nature of the restricted resources, it is the government's policy to apply net position-unrestricted resources until the conditions of the restrictions have been met. Once the conditions of the restrictions have been met, the restricted net position funds will be depleted.

10. Fund balance flow assumption

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 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.

11. Revenue and expenditures/expenses

Amounts reported as program revenues include 1) charges to customers for goods, services, or privileges provided; 2) operating grants and contributions (including sponsorships and donations); and 3) capital grants and contributions (including donations). Internally dedicated resources, such as property taxes, are reported as general revenues rather than as program revenues.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the apex fund and golf fund are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Notes to the Basic Financial Statements

II. Stewardship, Compliance, and Accountability

Note A- Excess Expenditures over Authorizations

The District Board approved 2017 supplementary budgetary appropriations, which are detailed in the operating budgets below:

Table 1

Excess Expenditures over Authorizations

December 31, 2017

Fund	Original Budget	Budget Revisions	Final Budget
General	\$ 12,709,139	\$ 269,000	\$ 12,978,139
Transfer to other funds	-	-	-
Total Appropriated	12,709,139	269,000	12,978,139
Capital Project Funds:			
Conservation trust	958,150	-	958,150
Capital	1,139,762	277,700	1,417,462
Debt Service	26,943,714	-	26,943,714
Enterprise Funds:			
Golf	1,948,526	-	1,948,526
Total	\$ 43,699,291	\$ 546,700	\$ 44,245,991

The District did not exceed appropriated expenditures for the budget year ending December 31, 2017.

However, it is noted that the Capital fund reported a deficit fund balance at December 31, 2017 for \$(287,349). The revenue to offset the deficit is currently reported as deferred inflows of resources because it is unavailable but will be recognized as earned revenue as soon as the funds are collected.

Note B- Compliance with State Constitutional Amendment

On November 3, 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 limitations that apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, voter approval prior to imposing new taxes, increasing a tax, imposing a mill levy that will produce property tax revenue in excess of the amount collected in the previous year adjusted by the growth factor, extending an expiring tax, or implementing a tax policy change which directly causes a net tax revenue gain. Except for bond refinancing at lower interest rates or adding new employees to existing pension plans, TABOR specifically prohibits the creation of multiple fiscal year debt or other financial obligations without voter approval and without irrevocably pledging present cash reserves for all future payments.

TABOR also requires local governments to establish an emergency reserve to be used for declared emergencies only. The reserve is calculated at 3% of fiscal year spending. Fiscal year spending, excluding bonded debt services, conservation trust and enterprise spending when the enterprise receives less than 10% of its annual revenue in grants from all state and local governments combined. The District's management is of the opinion that its Golf Fund qualifies

Notes to the Basic Financial Statements

for this exclusion. The District has reserved \$424,935, for TABOR reserve purposes. This is shown as a reservation of fund balance (Emergencies) in the General Fund Balance Sheet and a restriction of net position (Emergencies) on the Statement of Net position.

On November 4, 1997, the qualified electors of the District approved Ballot Issue 5A, which reads as follows:

Shall North Jeffco Park and Recreation District be authorized to collect, retain and spend all revenues and other funds collected from any sources, effective January 1, 1997, and continuing thereafter; provided that the Districts' property tax levy shall not be increased without voter approval and shall the revenues be collected and spent by the District without regard to any expenditure, revenue raising or other limitation contained within Article X, Section 20 of the Colorado Constitution or any other law.

On November 7, 2006, the qualified electors of the District approved Ballot issue 5A, which reads as follows:

Shall North Jeffco Park and Recreation District taxes be increased up to \$1.2 million in 2007 (first year of such tax increase) and by such other amount as permitted by Article X Section 20 of the Colorado constitution in each year thereafter by the imposition of an additional mill levy of not more than one (1) mill, for the following purposes:

One-half of the revenue of which shall be utilized by the District solely for maintenance and improvement projects to District Facilities;

One-half of the revenue of which shall be utilized for operation of the District and routine upkeep of the District facilities, including but not limited to supporting senior programs, youth programs, and aquatics operations.

The Amendment requires that the additional one (1) mill is subject to revenues being collected and spent per Article X, Section 20 of the Colorado Constitution (TABOR).

The District believes it complies with the financial provisions of TABOR. However, due to the broad general terms of TABOR, the District has been required to make certain interpretations of the Amendment's language in order to determine its compliance. Ultimately, the courts may be required to determine the appropriate interpretations of TABOR's terms and provisions.

III. Detailed Notes for all Funds

Note A- Deposits and Investments

At December 31, 2017, the District had the following cash and investments:

Cash on Hand	\$	22,275
Deposits		1,494,079
Investments		7,298,666
Restricted cash		60,234
<u>Restricted Investments</u>		<u>21,220,606</u>
Total	\$	30,095,860

The District's restricted investment total includes those funds held in separate accounts to comply with the legal requirements of the 2016 bond issuance and 2017 certificates of participation.

Notes to the Basic Financial Statements

The District's deposits are entirely covered by federal depository insurance (FDIC) or by collateral held under Colorado Public Deposit Protection Act ("PDPA"). The FDIC insurance covers the first \$250,000, of the District's deposits at each financial institution. Deposit balances over \$250,000, are collateralized as required by PDPA. At December 31, 2017, the State regulatory commissions had indicated that all financial institutions holding deposits for the District are eligible public depositories. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The fair value of the collateral must be at least equal to the aggregate uninsured deposits:

- Bank Deposits - At December 31, 2017, the District had bank deposits of \$1,244,079, covered by PDPA.

The District is required to comply with State statutes, which specify investment instruments meeting defined rating, maturity, custodial and concentration risk criteria in which local governments may invest, which include;

- Obligations of the United States and certain U.S. Agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. government entities
- Bankers' acceptance of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

The investment policy adopted by the Board of Directors of the District establishes additional restrictions to the requirements specified by the state statutes.

Interest Rate Risk

In accordance with its investment policy, the District manages its exposure to declines in fair values by investing operating funds in short-term securities, money market mutual funds, or similar investment pools and limiting the weighted average maturity to one year or less.

Credit Risk

In accordance with its investment policy, the District will minimize credit risk by limiting investments to only the types of securities defined within the Colorado Revised Statutes, pre-qualifying the financial institutions, and diversifying the investment portfolio by the types of investment securities. The District's general investment procedure is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and in general, avoid speculative investments.

Concentration of Credit Risk

Colorado Revised Statutes and the District's investment policy do not limit the amount of investments in any one issuer. At December 31, 2017, the District's investment in the Colorado Local Government Liquid Asset Trust (COLOTRUST) was 100% of the District's total investments. Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by nationally recognized statistical rating organizations, including Standards & Poor's (S&P), Moody's Investor Service (Moody's) and Fitch Ratings (Fitch). Presented below are the minimum ratings required

Notes to the Basic Financial Statements

by (where applicable) the Colorado Revised Statutes, the county's investment policy, or debt agreements, and the actual rating as of year-end for each investment type.

Local government investment pool	AAAm	Aaa	\$ 28,516,665
UMB Bank	AAAm	Aaa	\$ 2,607

Local Government Investment Pool

As summarized above with credit ratings, at December 31, 2017, the District had invested \$28,516,665, in the Colorado Local Government Liquid Asset Trust (ColoTrust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The UMB Bank investment of \$2,607, is also invested in ColoTrust for the District as a reserve fund. The State Securities Commissioner administers and enforces the requirements of creating and operating ColoTrust. ColoTrust operates similarly to a money market fund with each share equal in value to \$1.00. Investments of ColoTrust are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned are held by the Federal Reserve Bank in the account maintained for the custodial banks. The custodian's internal records identify the investments owned by the participating governments.

Investment Fair Value Hierarchy

The District categorizes its fair value measurements within the fair value hierarchy established by general accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The District has the following recurring fair value measurements as of December 31, 2017:

Local government investment pool of \$28,519,272, measured at net asset value (NAV).

The District has no nonrecurring fair value measurements as of December 31, 2017.

Table 2

Investment Fair Value Hierarchy

December 31, 2017

	12/31/2017	Unfunded Commitment s	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Investments measured at the NAV				
Local government investment pool	\$ 28,519,272	-	Daily	None
Total investments measured at the NAV	\$ 28,519,272			

Note B-Receivables

The District reviews its accounts receivables periodically and allowances are established based upon management's assessment of collection. Table 3 represents the accounts receivables and allowances for doubtful accounts at December 31, 2017.

Notes to the Basic Financial Statements

Table 3

Accounts Receivables and Allowances Summary

December 31, 2017

Receivable	Total			
	General	Capital	Debt Service	Governmental
Taxes	\$ 5,326,494	\$ 824,444	\$ 2,080,243	\$ 8,231,181
Accounts	455,367	-	-	455,367
Grants	26,000	430,945	30,000	486,945
Gross Receivable	5,807,861	1,255,389	2,110,243	9,173,493
Allowances	11,022	-	-	11,022
Net Receivable	\$ 5,796,839	\$ 1,255,389	\$ 2,110,243	\$ 9,162,471

Receivable	Business-Type
	Golf
Accounts	\$ 166
Grants	300
Gross Receivable	466
Allowances	125
Net Receivable	\$ 341

Note C-Interfund Receivables, Payables, and Transfers

The District operates under a pooled cash and investment environment. The interfund balances composition as of December 31, 2017, is as follows:

Table 4

Interfund Receivables and Payables

December 31, 2017

Fund	Receivable	Payable
General	\$ 2,797,179	\$ -
Conservation Trust	443,565	-
Capital	-	269,456
Debt Service	-	3,414,842
Golf	443,554	-
Total	\$ 3,684,298	\$ 3,684,298

Transfers are indicative of funding for capital projects and subsidies of various District operations. There were no transfers for the year ended December 31, 2017.

Note D- Capital Assets

Capital asset activity for the year ended December 31, 2017, is illustrated in the following Tables:

See Footnote IV.B for prior year beginning balance restatement information

Notes to the Basic Financial Statements

Table 6

Governmental Activities- Capital Assets

December 31, 2017

	Restated January 1	Additions	Deletions	Transfers	December 31
Capital Assets not being depreciated:					
Land and land rights	\$ 3,547,254	\$ -	\$ -	\$ -	\$ 3,547,254
Construction in progress	1,682,095	19,817,202	(1,612,246)	-	19,887,051
Total capital assets not being depreciated	5,229,349	19,817,202	(1,612,246)	-	23,434,305
Capital assets being depreciated					
Buildings	43,058,724	1,517,396	(70,127)	-	44,505,993
Improvements other than buildings	10,759,562	134,788	(911,438)	-	9,982,912
Equipment and other	3,196,036	184,258	(25,820)	(158,885)	3,195,589
Total capital assets being depreciated	57,014,322	1,836,442	(1,007,385)	(158,885)	57,684,494
Less accumulated depreciation for:					
Buildings	(19,971,771)	(1,539,291)	11,960	-	(21,499,102)
Improvements other than buildings	(7,736,319)	(439,836)	855,467	-	(7,320,688)
Equipment and other	(2,257,179)	(275,236)	23,020	-	(2,509,395)
Total accumulated depreciation	(29,965,269)	(2,254,363)	890,447	-	(31,329,185)
Total capital assets being depreciated, net	27,049,053	(417,921)	(116,938)	(158,885)	26,355,309
Government Activities Capital Assets, net	\$32,278,402	\$19,399,281	\$ (1,729,184)	\$ (158,885)	\$49,789,614

The transfers reported are for assets paid for by the Governmental Funds to be used in the business-type activities of the Golf Fund in their operations.

Note: see Footnote IV.B for prior year restatement information

Table 7

Business-Type Activities- Capital Assets

December 31, 2017

	Restated January 1	Additions	Deletions	Transfers	December 31
Capital Assets not being depreciated:					
Land and land rights	\$ 698,670	\$ -	\$ -	\$ -	\$ 698,670
Construction in progress	-	-	-	-	-
Total capital assets not being depreciated	698,670	-	-	-	698,670
Capital assets being depreciated					
Buildings	1,876,933	-	-	-	1,876,933
Improvements other than buildings	3,162,699	-	-	-	3,162,699
Equipment and other	1,445,887	305,428	(374,619)	158,885	1,535,581
Total capital assets being depreciated	6,485,519	305,428	(374,619)	158,885	6,575,213
Less accumulated depreciation for:					
Buildings	(1,069,689)	(69,063)	-	-	(1,138,752)
Improvements other than buildings	(1,023,796)	(150,887)	-	-	(1,174,683)
Equipment and other	(972,461)	(188,852)	319,222	-	(842,091)
Total accumulated depreciation	(3,065,946)	(408,802)	319,222	-	(3,155,526)
Total capital assets being depreciated, net	3,419,573	(103,374)	(55,397)	158,885	3,419,687
Business-Type Activities Capital Assets, net	\$ 4,118,243	\$ (103,374)	\$ (55,397)	\$ 158,885	\$ 4,118,357

Notes to the Basic Financial Statements

Table 8

Depreciation Expense

December 31, 2017

Governmental

General government	\$ 2,046,335
Recreation	60,720
Fitness	27,837
Aquatics	86,852
Sports	32,619
Total governmental	\$ 2,254,363

Business-Type

Golf	\$ 408,802
------	------------

Note E- Lease Obligations

The District has one lease agreement in business-type activities (Golf Fund) for financing the acquisition of golf carts for the Indian Tree Golf Course. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the inception date.

The assets acquired through the capital lease are as follows:

Golf Carts	\$ 299,178
Less: Accumulated Depreciation	(37,397)
Total Book Value	\$ 261,781

The minimum lease obligations and net present value of these minimum lease payments as of December 31, 2017, were as follows:

Table 9

Capital Leases- Golf Cart

December 31, 2017

Date	Principal Due	Interest Due	Payment Due
5/15/2018	\$ 58,678	\$ 6,280	\$ 64,958
5/15/2019	57,346	7,612	64,958
5/15/2020	59,160	5,798	64,958
5/15/2021	61,032	3,926	64,958
5/15/2022	63,034	1,995	65,029
Total	299,250	25,611	324,861

Notes to the Basic Financial Statements

Note F- Long-term Debt

1. Changes in long-term liabilities

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

See Footnote IV.B for prior year beginning balance restatement information

Table 10

Changes in Long-Term Liabilities

December 31, 2017

	Restated Beginning Balances	Additions	Reductions	Transfers	Ending Balances	Due within One Year
Governmental Activities						
Bonds Payable	\$ 25,900,000	\$ -	\$ (900,000)	\$ -	\$ 25,000,000	\$ 930,000
Certificates of Participation	2,780,000	5,640,000	(2,780,000)	-	5,640,000	190,000
Compensated absences	312,312	202,944	(170,264)	-	344,992	60,676
Total long-term obligations	28,992,312	5,842,944	(3,850,264)	-	30,984,992	1,180,676
Premiums	5,636,161	410,773	(423,749)	-	5,623,185	
Discounts	(19,708)	-	19,708	-	-	
Total Governmental Activities	34,608,765	6,253,717	(4,293,721)	-	36,608,177	
Business- Type Activities						
Compensated absences	59,635	26,587	(23,208)	-	63,014	10,082
Capital leases	120,419	299,250	(120,419)	-	299,250	58,678
Total Business- Type Activities	\$ 180,054	\$ 325,837	\$ (143,627)	\$ -	\$ 362,264	\$ 68,760

2. Legal Debt Margin and Arbitrage Compliance

The 2017 legal debt margin of the District is \$999,581,671. The computation for the debt margin may be found with the Statistical Section, Computation of Legal Debt Margin schedule (schedule C-4 in the Statistical Section).

All bond issues for the District have been evaluated to determine arbitrage compliance and liability position. The District has spent all bond proceeds of the 1998 bond issuance and does not have any resulting arbitrage liability. As of December 31, 2017, the District has not entered the arbitrage calculation period of the 2017 bond issuance and does not have any current arbitrage liability.

3. General Obligation Bonds

In May 1998, District voters approved the issuance of \$25,000,000 general obligation bonds for providing funds for the acquisition and construction of major capital facilities (Apex Recreation Center and athletic fields). On August 1, 1998, the District issued the sale on the Series 1998 General Obligation bonds and began construction of the District facilities.

On June 9, 2015, the District issued \$5,010,000 of bonds as a refunding of the \$4,965,000 of the 2008 Series General Obligation bonds.

On September 14, 2016, the District issued \$25,000,000 general obligation bonds for 20 years at an average interest rate of 4.763%. The purpose of this bond is to provide funds for the renovation/expansion/construction of six facilities in various locations around the district.

General obligation bonds are direct obligations and pledge the full faith and credit of the District. The bonds are generally issued as 20-year serial bonds with equal amounts of principal maturing each year. Annual debt service requirements to maturity for general obligation bonds are as follows:

Notes to the Basic Financial Statements

Table 11
Series 2016
 December 31, 2017

Year Ending December 31	Principal	Interest
2018	\$ 930,000	\$ 1,100,950
2019	945,000	1,082,350
2020	965,000	1,063,450
2021	995,000	1,034,500
2022	1,015,000	1,014,600
2023-2027	5,730,000	4,409,100
2028-2032	7,230,000	2,917,000
2033-2036	7,190,000	920,500
Total	\$ 25,000,000	\$ 13,542,450

4. Certificates of Participation

The District issued Certificates of Participation in the amount of \$5,640,000 evidencing proportionate interests in base rental and other revenues under an annually renewable Lease Agreement with UMB Bank, N.A., Trustee and the District dated November 15, 2017. These certificates carry interest rates from 2% to 5% due semi-annually. The certificates mature beginning in 2018 and continue through 2037. Due to the issuance and refunding transactions of the new Certificates of Participation, this resulted in savings of \$192,567 in debt service payments for the District, calculated as \$170,189 on a present value basis. Annual debt service requirements to maturity for the 2017 Certificates of Participation are as follows:

Table 13

2017 Certificates of Participation

December 31, 2017

Year Ending December 31	Principal	Interest
2018	\$ 190,000	\$ 214,427
2019	205,000	200,150
2020	215,000	194,000
2021	220,000	187,550
2022	225,000	180,950
2023 -2027	1,255,000	783,600
2028-2032	1,520,000	515,150
2033-2037	1,810,000	212,100
Total	\$ 5,640,000	\$ 2,487,927

Notes to the Basic Financial Statements

Note G- Fund Balances

In accordance with GASB Statement No. 54, fund balances are classified as nonspendable, restricted, committed, assigned or unassigned. When expenditures are incurred that use funds from more than one classification, the District will generally determine the order, which the funds are used on a case-by-case basis, taking into account any application requirements of grant agreements, contracts, business circumstances, or other constraints. If no restrictions otherwise exist, the order of spending of resources will be restricted, committed, assigned and lastly, unassigned. Fund balances by classification are detailed below.

Table 14

Fund Balance Classifications

December 31, 2017

	Conservation			Debt	Total
	General	Trust	Capital	Service	Governmental Funds
Non Spendable	\$ 119,930	\$ -	\$ -	\$ -	\$ 119,930
Restricted:					
TABOR reserve	424,935	-	-	-	424,935
Capital Project Covenants	3,468,623	443,565	-	13,505,891	17,418,079
Total Restricted	3,893,558	443,565	-	13,505,891	17,843,014
Assigned:					
Board reserve	2,482,868	-	-	-	2,482,868
Total Assigned	2,482,868	-	-	-	2,482,868
Unassigned	2,585,131	-	(287,349)	-	2,297,782
Total Fund Balances	\$ 9,081,487	\$ 443,565	\$ (287,349)	\$13,505,891	\$22,743,594

1. Nonspendable Fund Balances - Nonspendable fund balances are amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact. The District has \$119,930 in prepaid expenses and inventory.

2. Restricted Fund Balances - Restricted fund balances represent amounts constrained by external parties, enabling legislation and/or constitutional provisions.

- The Colorado State Constitution, Article X, Section 20, requires local governments to establish an emergency reserve to be used for declared emergencies only. The reserve is calculated at 3% of fiscal year spending. Fiscal year spending, excluding bonded debt services, conservation trust and enterprise spending when the enterprise receives less than 10% of its annual revenue in grants from all state and local governments combined. The total restricted is \$424,935
- Conservation Trust funds are restricted by the State of Colorado and the voters of the District restrict expenditures from the Capital fund. The District has established two capital project funds, the Capital Fund and the Conservation Trust Fund, to account for these funds and restricted balances are \$443,565.
- Debt funds are restricted by the covenants of the 1998 and 2017 bond issuances as well as the 2017 COP issuance and the District has a designated fund that has a restricted balance of \$13,505,891 in the Debt Service fund and a balance of \$3,468,623 in the General fund.

Notes to the Basic Financial Statements

3. Assigned- Assigned fund balances are intended for specific purposes but do not require an action by the Executive Director or Board.

- There is an assigned \$2,482,868, or 16.7% of the 2017 budgeted General Fund expenditures, to comply with the board approved fiscal reserve policy to be used for cash flow purposes, unanticipated expenditures of a non-recurring nature, or to meet unexpected increases in service delivery costs.

4. Unassigned Fund Balance - Unassigned fund balance is the residual classification for the General Fund. A negative unassigned fund balance occurs when expenditures exceed amounts that are nonspendable, restricted, committed, or assigned. The General Fund has \$2,585,131 in unassigned fund balance.

Note H- Net Position

Table 15

Net Investment in Capital Assets

December 31, 2017

	Governmental Activities	Business-type Activities	Total
Capital assets, net of depreciation	\$ 49,789,614	\$ 4,118,357	\$ 53,907,971
Unspent bond proceeds	21,220,606	-	21,220,606
Loss on refunding	241,235	-	241,235
Outstanding bond debt	(30,623,185)	-	(30,623,185)
Certificates of participation	(5,640,000)	-	(5,640,000)
Outstanding contracts payable	(918,490)		(918,490)
Outstanding capital leases	-	(299,250)	(299,250)
Net investment in capital assets	<u>\$ 34,069,780</u>	<u>\$ 3,819,107</u>	<u>\$ 37,888,887</u>

IV. Other Disclosures

Note A- Risk Management

In 1988, the District joined the Colorado Special Districts Property and Liability Pool. The pool was established to provide insurance coverage to participants in the areas of general property and liability, automobile physical damage and liability, and public officials' liability. As the District did not have sufficient control over the pool activities, the pool is not a component unit of the District and only the District's share of contributions to the pool is recorded as expenses. The District has no unfunded liability in excess of premiums paid.

At December 31, 2017, there were 1,432 local government special districts as members of the pool for property and liability insurance coverage and 870 special districts that were members of the pool for workers' compensation insurance coverage. The District's share in the pool is estimated to be less than 1%. The District's share, if calculated, would not be material to the pool's financial information at December 31, 2017. An audited summary of the Colorado Special District's Property and Liability Pool financial information at December 31, 2017 and 2016 respectively follows:

Notes to the Basic Financial Statements

Table 16

Summary of Audited Financials of Colorado Special District's Property and Liability Pool

December 31, 2017

	2017	2016	Net Difference
Total Assets	\$ 56,602,888	\$ 52,645,796	\$ 3,957,092
Total Liabilities	30,815,521	28,757,242	2,058,279
Total Equity	25,787,367	23,888,554	1,898,813
Total Revenues	20,082,198	18,932,979	1,149,219
Total Expenditures	18,721,378	14,100,230	4,621,148
Underwriting income (loss)	1,360,820	4,832,749	(3,471,929)
Other Financing Sources:			
Invested income	631,496	405,790	225,706
Net income (Loss)	1,992,316	5,238,539	(3,246,223)
Change in non-admitted assets	(93,503)	(664,948)	571,445
Net Increase/Decrease in surplus	\$ 1,898,813	\$ 4,573,591	\$ (2,674,778)

Note B- Prior Year Restatements

Apex Fund to General Fund Restatement Summary

On January 1, 2017, the District implemented an accounting change associated with the District's fund structure. The Apex Fund, formerly accounted for as an Enterprise Fund was integrated into the General Fund in 2017. The accounting change was reviewed and approved by the Board of Directors in 2016.

In accordance with GASB 62, the resulting financial adjustments are classified as Changes in Accounting Principle. A change in Accounting Principle occurs when a government adopts a generally accepted accounting principle different from the one previously used. Changes in accounting principle are recognized by adjusting the beginning net position for the cumulative effect of the change.

For the District, the effect of implementing this Change in Accounting Principle resulted in prior year restatements that have been incorporated into our 2017 financial statements.

The prior year restatement resulted in an increase in Government Activities net position from \$18,269,895 to \$33,848,652 as of January 1, 2017. This \$15,578,757 increase reflects the transfer of the Apex Fund's prior year Ending Net Position. Business Type activities decreased correspondingly from \$19,821,885 to \$4,243,128.

The Apex Fund's \$15,578,757 net position included \$14,638,217 of Net Capital Assets, \$3,178 of current Compensated Absences and \$76,279 of non-current Compensated Absences and \$1,019,997 of Fund Balance.

Notes to the Basic Financial Statements

The General Fund's restated January 1, 2017 beginning balance increased by \$1,019,997 from \$4,592,462 to \$5,612,459.

Capital Fund Restatement Summary

The District restated the Capital Fund's January 1, 2017 fund balance and the District's governmental activities January 1, 2017 net position due to a correction of an error. The District had previously erroneously recorded revenue twice and did not reduce receivables for the payment received in previous years for an amount of \$86,388. Therefore, this resulted in a prior period adjustment to correct this error to properly reflect beginning net position and fund balance.

The prior year restatement resulted in a decrease in beginning balances of Government Activities net position and the Capital Fund's fund balance of this \$86,388 as of January 1, 2017.

Note C- Contingencies

In the opinion of the District's management and counsel, there is no pending litigation or other legal claims which would materially affect the financial statements of the District.

Note D- Deferred Compensation Plan

The Apex Parks and Recreation District Board of Director's are charged with the authority for establishing and amending benefits for District employees. Through Fiscal Year 2017, the ICMA Retirement Corporation (ICMA) administered four deferred compensation plans for the District. The Apex Park and Recreation District makes available to all full-time employees a 401 Qualified Money Purchase Plan, a 457 Deferred Compensation Plan and IRA plan. The ICMA employee voluntary Retirement Health Savings Plan (RHS) has been ruled by the Internal Revenue Service (IRS) to not comply with IRS regulations and is no longer offered to District employees after December 31, 2007. The IRS does allow for employers to establish a mandatory contribution RHS plan. As of this date, the District Board of Directors does not offer the mandatory RHS plan to District employees.

The District has two 401 Qualified Money Purchase Plans;

- A rank and file full-time employee, 401 Qualified Money Purchase Plan (defined contribution pension plan) for all full-time employees whereby the District and the full-time employees must make contributions. Under the provisions of the pension plan, ICMA maintains accounts for each employee in the 401 plan. The District is required to make contributions equal to 12% of qualified compensation to an account with the 401 plan, and all full-time salaried employees are required to make contributions equal to 4% of compensation to the 401 plan. All full-time employees with a hire date prior to July 1, 2002, are 100% vested. All full-time employees hired after July 1, 2002, are vested 10% the first year, 20% the second year and 100% the third year.
- An Executive Director, 401 Qualified Money Purchase Plan (defined contribution pension plan) for the Executive Director whereby the District and the Executive Director must make contributions. Under the provisions of the pension plan, ICMA maintains the account for the Executive Director in the 401 plan. The District is required to make contributions equal to 12% of qualified compensation to an account with the 401 plan, and the Executive Director is required to make contributions equal to 4% of compensation to the 401 plan. The Executive Director is 50% vested the first year and 100% vested the second year in the plan.

Notes to the Basic Financial Statements

The 457 Deferred Compensation Plan is a voluntary employee deferred compensation plan. The District does not contribute to the deferred compensation plan. Employees are allowed to make annual voluntary contributions to the deferred compensation plan to the maximum allowable limits of the law governing the pension plan. ICMA maintains accounts for each employee in the 457 Deferred Compensation Plan. Employees are 100% vested in their retirement contributions to the 457 deferred compensation plan. The deferred compensation plan permits all full-time employees to defer a portion of their salary until future years. The deferred compensation is not available to the employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the 457 plan, 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 plan participants and their beneficiaries.

The District has two IRA plans. Under the provisions of the IRA plans ICMA maintains accounts for each enrolled employee and eligible spouse;

- The ROTH IRA is a voluntary employee contribution plan. The District does not make contributions to the IRA plan. Eligible employees may make contributions up to the specified limit on a non-deductible (pre-tax) base. A separate Roth IRA may be established for a wage-earning spouse and funded with an additional annual non-deductible contribution of up to the specified dollar limit.
- The Traditional IRA is funded with annual contributions of up to a specified dollar limit each year. The District does not make contributions to the Traditional IRA plan. Eligible employees may make contributions on a deductible or non-deductible (after-tax) base. A separate Traditional IRA may also be established for a non-wage-earning spouse and funded with an additional amount of up to the specified dollar limit. All earnings on Traditional IRA assets are tax-deferred until the time of withdrawal.

Beginning FY2011 the District opened the 457-deferred compensation plan and IRA plans to part-time employees who had either worked for the District for 5 continuous years or had worked over 1,000 hours with a continuing 150 hours worked each year. The same rules apply to the part-time employees as the full-time employees.

Money for all four pension plans is invested through ICMA Retirement Corporation and employees determine how the pension funds are invested. Therefore, the plan's investment concentration varies between participants. The District and ICMA (the plan administrator) do not direct the general investment philosophy of pension plans with respect to investment options offered. The District has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

For the year-ended December 31, 2017, the District had total payroll of \$5,722,753. Total payroll for full time employees was \$4,242,176. Total employer's contributions to the two combined 401A plans were \$533,842. Employees were required to contribute \$176,608 to the 401 plans. Employees made additional voluntary contributions to the 457 plan of \$185,760 and \$25,511 to the Roth IRA plan. At December 31, 2017, the 401 plans, 457 plan, and health savings plan assets totaled \$11,501,786; \$4,444,897; and \$24,344 respectively.

All full-time salaried employees are covered by the plans. As of December 31, 2017, 89 full-time active employees were participating in the 401 plan, 30 active full-time and 1 part-time employees in the 457 plan, 13 active full-time and 2 part-time employees in the IRA, and 2 active employees participated in the health savings plan. In addition, 61 vested employees were participating in the 401 plan at year-end. 14 terminated employees, retirees or beneficiaries

Notes to the Basic Financial Statements

were participating in the 457 plan. The IRA plan had 6 former employees, retirees or beneficiaries participating in the plan while two former employees, retirees or beneficiaries participated in the health savings plan.

Note E- Other Postemployment Benefits

District employees who are eligible for health and dental insurance while employed with the District (full-time employees) may continue their health insurance coverage under COBRA when their employment is terminated with the District. The former employee may elect to purchase the COBRA health insurance for up to 18 months after his/her employment has been terminated, or 36 months for covered dependents due to the death of a former employee. Employees or their dependents are responsible for the total cost of the health and/or dental benefits during their COBRA health insurance eligibility period.

Additionally, the District carries long-term disability, \$50,000 group term life, and survivor income benefit insurance policies on all plan participants. Plan participants are not charged for the group life insurance costs. Participants are charged 30% of long-term disability and survivor income benefit premiums and the District contributes the remaining costs.

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Required Supplementary Information

Required Supplementary Information

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

Required Supplementary Information

Required Supplementary Information Budgetary Comparison Schedule - General Fund

Year Ended December 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues				
Taxes:				
Property	\$ 4,465,952	\$ 4,465,952	\$ 4,456,532	\$ (9,420)
Ownership	575,000	575,000	751,025	176,025
Payment in lieu of taxes	4,983	4,983	5,064	81
Intergovernmental	3,990	3,990	4,858	868
Charges for services	7,716,031	7,716,031	7,436,368	(279,663)
Merchandise/concessions/vending	241,677	241,677	184,524	(57,153)
Donations/corporate sponsorships	35,540	35,540	44,129	8,589
Interest	30,000	30,000	96,720	66,720
Miscellaneous	26,900	26,900	-	(26,900)
Total revenues	13,100,073	13,100,073	12,979,220	(120,853)
Expenditures				
General government	3,246,669	3,246,669	3,287,356	(40,687)
Recreation	3,125,268	3,125,268	4,888,356	(1,763,088)
Fitness	486,158	486,158	705,744	(219,586)
Community center	547,357	547,357	-	547,357
Aquatics	988,482	988,482	1,714,997	(726,515)
Sports	4,047,280	4,047,280	1,813,731	2,233,549
Principal	267,925	536,925	-	536,925
Interest and fiscal charges	-	-	187,423	(187,423)
Capital outlay	-	-	7,189	(7,189)
Total expenditures	12,709,139	12,978,139	12,604,796	373,343
Excess of revenues over expenditures	390,934	121,934	374,424	(494,196)
Other financing sources (uses)				
Proceeds from certificates of participation refinance	-	-	5,640,000	5,640,000
Payment to escrow agent	-	-	(3,002,537)	(3,002,537)
Premium on certificates of participation sold	-	-	410,773	410,773
Proceeds from sale of capital assets	-	-	3,550	3,550
Insurance proceeds	-	-	42,818	42,818
Total other financing sources (uses)	-	-	3,094,604	3,094,604
Net changes in fund balances	390,934	121,934	3,469,028	3,347,094
Fund balances- January 1	5,612,679	4,592,462	4,592,462	-
Prior period adjustments, for 2017 only	-	1,019,997	1,019,997	-
Fund balances- December 31	\$ 6,003,613	\$ 5,734,393	\$ 9,081,487	\$ 3,347,094

See accompanying notes to the required supplemental information

Required Supplementary Information

Notes to the Required Supplementary Information

Note A- Budgetary Information

The District adopts an annual budget consistent with CRS Title 29, Article 1, Part 1. The budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds and all appropriations lapse at fiscal year-end. Consistent with §29-1-105, C.R.S., the Executive Director annually submits a proposed budget to the Board of Directors no later than October 15. Prior to budget adoption, the Board must advertise and hold a public hearing on the proposed budget. Per Colorado State Statute on or before December 15, of each year the Board must approve resolutions for budget adoption, appropriation, and tax mill levies.

The appropriated budget is prepared by fund, function, and division. The District's division heads may make transfers of appropriations within a division, the Executive Director may make transfers between divisions. The legal level of final control is at the fund level which is the amount appropriated by resolution.

Other Supplementary Information

INDIVIDUAL BUDGETARY FUND STATEMENTS

CAPITAL PROJECT FUNDS

Capital Project Funds account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including acquisition and construction of facilities and other capital assets.

Conservation Trust Fund - This fund is used to account for lottery proceeds from the State of Colorado that are legally restricted to expenditures for capital improvements or maintenance for recreational purposes.

Capital Fund - This fund is used to account for property tax revenue legally restricted by the qualified electors of the District for maintenance and capital improvement projects to District facilities.

DEBT SERVICE FUND

The Debt Service Fund accounts for the accumulation of resources and payments of general obligation bond principal and interest from governmental resources.

Debt Service Fund - This fund accounts for property tax collections for the payment of principal and interest payments, and associated costs for the 1998 general obligation bond issue, the 2008 refunding bond issue, the 2015 refunding bond issuance, and the 2017 bond issuance.

ENTERPRISE FUNDS

The Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the District's Board of Directors is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Golf Fund - This fund is used to account for operating income and costs associated with the operations of the Indian Tree Golf Course to the general public.

Other Supplementary Information

Budgetary Comparison Schedule - Conservation Trust Fund Year Ended December 31, 2017

	Budgeted		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 590,000	\$ 590,000	\$ 626,909	\$ 36,909
Interest	320	300	1,479	1,179
Total revenues	<u>590,320</u>	<u>590,300</u>	<u>628,388</u>	<u>38,088</u>
Expenditures				
Operating expenses	76,652	76,652	159,829	(83,177)
Capital outlay	881,498	881,498	319,575	561,923
Total expenditures	<u>958,150</u>	<u>958,150</u>	<u>479,404</u>	<u>478,746</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(367,830)</u>	<u>(367,850)</u>	<u>148,984</u>	<u>(440,658)</u>
Net changes in fund balances	(367,830)	(367,850)	148,984	(516,834)
Fund balances- January 1	294,581	294,581	294,581	-
Fund balances - December 31	<u>\$ (73,249)</u>	<u>\$ (73,269)</u>	<u>\$ 443,565</u>	<u>\$ (516,834)</u>

Other Supplementary Information

Budgetary Comparison Schedule - Capital Fund

Year Ended December 31, 2017

	Budgeted		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues				
Property	\$ 742,199	\$ 742,199	\$ 739,646	\$ (2,553)
Payment in lieu of taxes	-	200	842	642
Grants	441,000	441,000	-	(441,000)
Miscellaneous	-	-	11,600	11,600
Total revenues	<u>1,183,199</u>	<u>1,183,399</u>	<u>752,088</u>	<u>(431,311)</u>
Expenditures				
Personnel expenses	123,117	123,117	123,117	-
Operating expenses	75,000	75,000	43,124	31,876
Capital outlay	941,645	1,219,345	1,159,587	59,758
Total expenditures	<u>1,139,762</u>	<u>1,417,462</u>	<u>1,325,828</u>	<u>91,634</u>
Excess (deficiency) of revenues over (under) expenditures	<u>43,437</u>	<u>(234,063)</u>	<u>(573,740)</u>	<u>(522,945)</u>
Net changes in fund balances	43,437	(234,063)	(573,740)	(522,945)
Fund balances- January 1	372,779	372,779	372,779	-
Prior period adjustments, for 2017 only	-	(86,388)	(86,388)	-
Fund balances - December 31	<u>\$ 416,216</u>	<u>\$ 138,716</u>	<u>\$ (287,349)</u>	<u>\$ (522,945)</u>

Other Supplementary Information

Budgetary Comparison Schedule - Debt Service Fund Year Ended December 31, 2017

	Budgeted		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues				
Property taxes	\$ 2,066,544	\$ 2,066,544	\$ 2,065,350	\$ (1,194)
Interest	65,000	65,000	308,004	243,004
Payment in lieu of taxes	-	-	2,324	2,324
Miscellaneous	-	-	3,601	3,601
Total revenues	<u>2,131,544</u>	<u>2,131,544</u>	<u>2,379,279</u>	<u>247,735</u>
Expenditures				
General government	98,089	98,089	131,489	(33,400)
Capital outlay	24,800,000	24,800,000	18,602,203	6,197,797
Recreation	-	-	58,450	(58,450)
Principal	900,000	900,000	900,000	-
Interest and fiscal charges	1,145,625	1,145,625	1,112,600	33,025
Total expenditures	<u>26,943,714</u>	<u>26,943,714</u>	<u>20,804,742</u>	<u>6,138,972</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(24,812,170)</u>	<u>(24,812,170)</u>	<u>(18,425,463)</u>	<u>(5,891,237)</u>
Other financing sources (uses)				
Proceeds from debt	235,481	235,481	-	(235,481)
Capital contributions	2,100,000	2,100,000	2,000,000	(100,000)
Total other financing sources (uses)	<u>2,335,481</u>	<u>2,335,481</u>	<u>2,000,000</u>	<u>(335,481)</u>
Net changes in fund balances	<u>(22,476,689)</u>	<u>(22,476,689)</u>	<u>(16,425,463)</u>	<u>(6,226,718)</u>
Fund balances- January 1	29,931,354	29,931,354	29,931,354	-
Fund Balances - December 31	<u>\$ 7,454,665</u>	<u>\$ 7,454,665</u>	<u>\$ 13,505,891</u>	<u>\$ (6,226,718)</u>

Other Supplementary Information

Budgetary Comparison Schedule - Golf Fund (NON-GAAP)

Year Ended December 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues				
Charges for services	\$ 1,991,879	\$ 1,991,879	\$ 1,516,332	\$ (475,547)
Merchandise and concession sales	-	-	617,909	617,909
Donations and corporate sponsorships	-	-	2,020	2,020
Miscellaneous	2,129	2,129	2,212	83
Total revenues	<u>1,994,008</u>	<u>1,994,008</u>	<u>2,138,473</u>	<u>144,465</u>
Expenses				
Personnel services	1,119,011	1,119,011	1,058,965	60,046
Operating supplies	584,070	584,070	587,813	(3,743)
Purchased services	211,750	211,750	216,606	(4,856)
Fixed charges	33,695	33,695	2,827	30,868
Miscellaneous	-	-	253	(253)
Total expenses	<u>1,948,526</u>	<u>1,948,526</u>	<u>1,866,464</u>	<u>82,062</u>
Other sources (uses)				
Capital lease	(63,619)	(63,619)	-	63,619
Total other sources	<u>(63,619)</u>	<u>(63,619)</u>	<u>-</u>	<u>63,619</u>
Change in net position - budgetary basis	<u>(18,137)</u>	<u>(18,137)</u>	<u>272,009</u>	<u>290,146</u>
Gain/(loss) on sale of an asset	-	-	7,652	7,652
Interest Expense	-	-	(2,340)	-
Net position, beginning of year			<u>\$ 4,243,128</u>	
Net position, end of year			4,520,449	
Reconciliation from non-GAAP basis to GAAP basis				
Compensated absences			-	
Depreciation expense			(408,802)	
Capital contribution			158,885	
Net position, GAAP basis			<u>\$ 4,270,532</u>	

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A grayscale photograph of a mountain range with green text overlaid. The text is arranged in three lines: 'Statistical Section' at the top, 'ASPIRE' in the middle, and 'ADVANCE' and 'ACHIEVE' at the bottom. The text is in a bold, sans-serif font. The background shows a mountain range with a valley in the foreground.

Statistical Section

ASPIRE

ADVANCE

ACHIEVE

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STATISTICAL SECTION

This section of Apex Park and Recreation District Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the county's overall financial health.

Financial Trends (A schedules) 73

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

A1 - Net Position by Component	73
A2 - Changes in Net Position	74
A3 - Fund Balances of Governmental Funds	76
A4 - Changes in Fund Balances	78
A5 - Tax Revenues by Source	80

Revenue Capacity (B Schedules) 81

These schedules contain information to help the reader assess the District's most significant local revenue source - property taxes.

B1 - Assessed Value	81
B2 - Property Tax Rates	82
B3 - Principal Taxpayers	83
B4 - Property Tax Levies	84

Debt Capacity (C schedules) 85

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt, and the District's ability to issue additional debt in the future.

C1 - Ratio of Outstanding Debt	85
C2 - Ratio of General Bonded Debt	86
C3 - Direct and Overlapping Debt	87
C4 - Legal Debt Margin	88
C5 - Pledged-Revenue Coverage	89

Demographic and Economic Information (D schedules) 90

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

D1 - Demographic and Economic Statistics	90
D2 - Principal Employers	91

Operating Information (E schedules) 92

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

E1 - District Full-time Equivalent	92
E2 - District Operating Indicators	93
E3 - District Capital Assets	94

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year

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Statistical Section

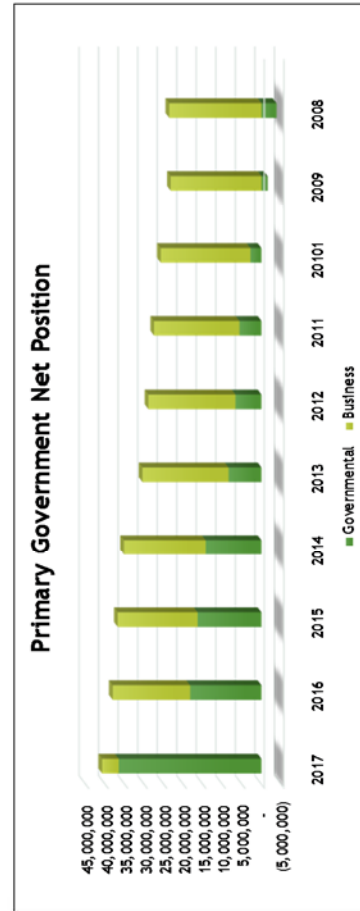
Net Position by Component
Last Ten Years (accrual basis of accounting)

	2017	2016	2015	2014	2013	2012	2011	2010 ¹	2009	2008
Governmental activities										
Net Investment in Capital Assets	\$34,069,780	\$13,414,699	\$11,416,312	\$14,180,051	\$10,675,786	\$10,734,625	\$11,214,165	\$ 5,401,707	\$ (7,293,580)	\$ (8,407,944)
Restricted	1,098,103	1,259,534	1,224,168	1,354,195	1,351,700	781,266	869,842	448,517	193,600	202,459
Unrestricted ²	1,349,713	3,595,662	3,703,501	(1,254,424)	(3,612,452)	(4,872,657)	(6,437,358)	(3,003,704)	5,549,287	4,383,945
Total governmental activities net position	36,517,596	18,269,895	16,343,981	14,279,822	8,415,034	6,643,235	5,646,649	2,846,520	(1,550,693)	(3,821,540)
Business-type activities										
Net Investment in Capital Assets	3,819,107	18,636,042	19,428,302	20,540,452	21,199,967	21,324,381	21,110,633	22,254,256	22,473,589	22,721,786
Restricted	-	1,185,843	1,018,345	367,145	849,065	970,130	744,052	695,376	745,175	131,450
Unrestricted	451,425	19,821,885	20,446,647	20,907,597	22,049,032	22,294,511	21,854,685	22,949,632	23,218,764	23,614,607
Total business-type activities net position	4,270,532	20,817,927	21,464,994	21,267,737	22,048,102	22,264,641	22,598,737	23,644,288	24,163,944	24,746,393
Primary government										
Net Investment in Capital Assets	37,888,887	32,050,741	30,844,614	29,473,035	25,232,854	23,625,619	22,256,188	16,021,249	15,180,009	14,313,842
Restricted	1,098,103	1,259,534	1,224,168	1,354,195	1,351,701	781,266	869,842	448,517	193,600	333,909
Unrestricted	1,801,138	4,781,505	4,721,846	4,360,189	3,879,511	4,530,861	4,375,304	9,326,386	6,294,462	5,145,316
Total primary government activities net position	\$40,788,128	\$38,091,780	\$36,790,628	\$35,187,419	\$30,464,066	\$28,937,746	\$27,501,334	\$25,796,152	\$21,668,071	\$19,793,067

In 2010, a correction was made to the net investment in capital assets. Only 4% of the debt was included in governmental activities assets.

100% of the bond obligation was included in the Primary Government calculation. See C-19 of the Notes to Financial Statements and M D & A pg A-4

²The governmental activities, negative unrestricted Fund Balance is a reflection of the liability for the \$25,000,000 general obligation bonds sold in 1998 for the purpose of constructing capital facilities (including the Apex Center). The Apex Center is operated as an enterprise fund and is capitalized in the business-type activities.



Changes in Net Position

Last Ten Years (accrual basis of accounting)

	2017	2016	2015
Expenses			
Governmental activities:			
General Government	\$ 5,859,953	\$ 3,580,502	\$ 2,210,814
Racquet sports/fitness	2,581,320	495,721	562,450
Recreation services	5,012,218	3,975,672	4,332,435
Community center	-	494,804	544,442
Aquatics	1,811,981	847,413	950,069
Interest on long-term debt	1,225,485	607,039	245,146
Total governmental activities expenses	\$16,490,957	\$10,001,151	\$ 17,320,713
Business-type activities:			
Apex ¹	\$ -	\$ 5,301,359	\$ 5,024,488
Golf	2,277,606	2,258,577	2,200,842
Total business-type activities expenses	2,277,606	7,559,936	19,598,246
Total primary government expenses	18,768,563	17,561,087	\$ 36,918,959
Program Revenues			
Governmental activities:			
Charges for services:			
General government	\$ 17,380	\$ 24,551	\$ 56,558
Recreation	3,376,350	3,529,994	2,400,438
Merchandise	-	52,146	46,130
Fitness	845,150	-	-
Aquatics	512,780	-	-
Sports	3,028,117	-	-
Operating grants and contributions	44,129	56,278	47,476
Capital grants and contributions	2,460,945	71,360	118,720
Total primary government activities revenues	\$10,284,851	\$ 3,734,329	\$ 10,766,998
Business-type activities:			
Charges for services:			
Apex ¹	\$ -	\$ 4,280,329	\$ 3,912,502
Golf	2,134,241	1,826,011	1,778,764
Merchandise	-	263,458	296,517
Operating grants and contributions	2,020	9,226	2,074
Capital grants and contributions	-	-	-
Total Business-type activities program revenues	2,136,261	6,379,023	5,989,857
Total primary government program revenues	\$12,421,112	\$10,113,352	\$ 16,756,855
Net (expense)/revenue			
Government activities	\$ (6,206,106)	\$ (6,266,822)	\$ (6,553,715)
Business-type activities	(141,345)	(1,180,913)	(13,608,389)
Total primary government net expense	\$ (6,347,451)	\$ (7,447,735)	\$ (20,162,104)
General Revenues and Other Charges in Net Position			
Governmental activities:			
Taxes	\$ 7,268,174	\$ 7,297,705	\$ 6,832,329
Ownership tax	752,609	618,869	593,623
Grants & contributions not restricted to specific programs	631,768	691,403	587,370
Investment earnings	406,203	123,680	15,126
Miscellaneous	61,569	5,557	3,669
Transfers	(158,885)	(544,478)	(761,555)
Total governmental activities	8,961,438	8,192,736	7,270,562
Business-type activities:			
Investment earnings	\$ -	\$ -	\$ -
Miscellaneous	9,864	11,673	12,968
Transfers	158,885	544,478	761,555
Total Business-type activities	168,749	556,151	774,523
Total primary government	\$ 9,130,187	\$ 8,748,887	\$ 8,045,085
Change in Net Position			
Governmental activities	\$ 2,755,332	\$ 1,925,914	\$ 2,064,159
Business-type activities	27,404	(624,762)	(460,950)
Total primary government	\$ 2,782,736	\$ 1,301,152	\$ 1,603,209

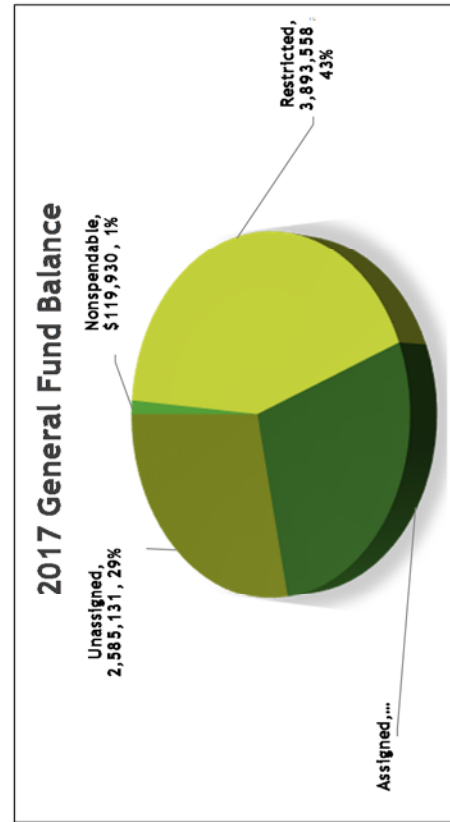
Statistical Section

2014	2013	2012	2011	2010	2009	2008
\$ 3,004,131	\$ 3,055,512	\$ 2,449,180	\$ 1,943,663	\$ 2,135,991	\$ 2,288,940	\$ 2,030,904
388,420	477,143	505,848	497,890	530,519	463,335	506,078
4,334,256	3,005,253	3,568,825	3,076,898	3,022,826	2,920,930	3,166,311
481,486	503,687	505,286	524,600	527,748	537,546	590,023
643,739	913,632	632,885	883,389	822,096	784,182	1,133,724
366,112	451,490	588,539	674,267	617,401	690,649	964,573
<u>\$ 9,218,144</u>	<u>\$ 8,406,717</u>	<u>\$ 8,250,563</u>	<u>\$ 7,600,707</u>	<u>\$ 7,656,581</u>	<u>\$ 7,685,582</u>	<u>\$ 8,391,613</u>
\$ 4,981,224	\$ 4,864,821	\$ 4,753,922	\$ 4,624,736	\$ 4,569,443	\$ 4,532,428	\$ 4,592,948
2,163,323	2,167,132	2,118,958	2,135,133	2,186,094	2,220,304	2,276,265
<u>7,144,547</u>	<u>7,031,953</u>	<u>6,872,880</u>	<u>6,759,869</u>	<u>6,755,537</u>	<u>6,752,732</u>	<u>6,869,213</u>
<u>\$ 16,362,691</u>	<u>\$ 15,438,670</u>	<u>\$ 15,123,443</u>	<u>\$ 14,360,576</u>	<u>\$ 14,412,118</u>	<u>\$ 14,438,314</u>	<u>\$ 15,260,826</u>
\$ 45,091	\$ 84,985	\$ 85,803	\$ 86,890	\$ 126,502	\$ 120,975	\$ 106,519
3,151,994	2,937,138	2,831,932	2,452,295	2,329,475	2,247,675	2,245,703
44,586	34,939	30,264	38,269	35,217	37,280	48,911
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
27,013	37,535	56,392	114,139	20,632	49,537	42,676
3,649,499	6,827	4,671	16,711	145,283	207,699	575,769
<u>\$ 6,918,183</u>	<u>\$ 3,101,424</u>	<u>\$ 3,009,062</u>	<u>\$ 2,708,304</u>	<u>\$ 2,657,109</u>	<u>\$ 2,663,166</u>	<u>\$ 3,019,578</u>
\$ 3,757,819	\$ 3,687,480	\$ 3,643,701	\$ 3,612,357	\$ 3,315,909	\$ 3,257,541	\$ 3,376,110
1,308,646	1,143,866	1,416,247	1,315,485	1,285,124	1,282,569	1,307,718
707,464	681,866	740,932	653,971	740,609	770,526	891,780
7,813	1,978	2,560	19,850	12,425	41,885	34,750
-	-	-	-	-	-	-
<u>5,781,742</u>	<u>5,515,190</u>	<u>5,803,440</u>	<u>5,601,663</u>	<u>5,354,067</u>	<u>5,352,521</u>	<u>5,610,358</u>
<u>\$ 12,699,925</u>	<u>\$ 8,616,614</u>	<u>\$ 8,812,501</u>	<u>\$ 8,309,966</u>	<u>\$ 8,011,176</u>	<u>\$ 8,015,687</u>	<u>\$ 8,629,936</u>
\$ (2,299,961)	\$ (5,305,293)	\$ (5,241,502)	\$ (4,892,403)	\$ (4,999,472)	\$ (5,022,416)	\$ (5,372,035)
(1,362,805)	(1,516,763)	(1,069,440)	(1,158,207)	(1,401,470)	(1,400,211)	(1,258,855)
<u>\$ (3,662,766)</u>	<u>\$ (6,822,056)</u>	<u>\$ (6,310,942)</u>	<u>\$ (6,050,610)</u>	<u>\$ (6,400,942)</u>	<u>\$ (6,422,627)</u>	<u>\$ (6,630,890)</u>
\$ 6,790,786	\$ 6,811,135	\$ 6,586,071	\$ 6,787,153	\$ 6,784,502	\$ 6,840,220	\$ 7,051,876
556,452	526,261	486,826	456,453	475,644	504,670	553,261
1,001,090	1,027,633	616,815	523,828	509,425	540,937	577,828
17,596	13,881	23,833	32,307	67,391	111,596	196,332
18,751	76,464	6,831	44,327	2,665,606	265,901	41,326
(219,926)	(1,243,679)	(1,482,287)	(151,535)	(1,105,882)	(970,061)	(651,459)
<u>8,164,749</u>	<u>7,211,694</u>	<u>6,238,088</u>	<u>7,692,532</u>	<u>9,396,685</u>	<u>7,293,263</u>	<u>7,769,164</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,444	27,605	26,979	22,000	26,456	34,307	16,471
219,926	1,243,679	1,482,287	41,260	1,105,882	970,061	651,459
221,370	1,271,284	1,509,266	63,260	1,132,338	1,004,368	667,930
<u>\$ 8,386,119</u>	<u>\$ 8,482,978</u>	<u>\$ 7,747,354</u>	<u>\$ 7,755,792</u>	<u>\$ 10,529,023</u>	<u>\$ 8,297,631</u>	<u>\$ 8,437,094</u>
\$ 5,864,788	\$ 1,906,401	\$ 996,586	\$ 2,800,129	\$ 4,397,213	\$ 2,270,847	\$ 2,397,128
(1,141,435)	(245,479)	439,826	(1,094,947)	(269,132)	(395,843)	(590,925)
<u>\$ 4,723,353</u>	<u>\$ 1,660,922</u>	<u>\$ 1,436,412</u>	<u>\$ 1,705,182</u>	<u>\$ 4,128,081</u>	<u>\$ 1,875,004</u>	<u>\$ 1,806,203</u>

Fund Balances of Governmental Funds Last Ten Years (accrual basis of accounting)

Fiscal Year	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General fund										
Nonspendable	\$ 119,930	\$ 227,540	\$ 297,478	\$ 125,959	\$ 116,758	\$ 129,887	\$ 24,570	\$ 18,878	\$ 12,281	\$ 72,102
Restricted	3,893,558	555,907	536,491	534,310	541,529	520,865	741,819	185,185	198,638	199,630
Committed	-	-	-	-	1,000,000	1,000,000	-	-	-	-
Assigned	2,482,868	2,045,076	1,510,653	1,261,045	-	-	-	3,893,495	3,893,495	2,893,495
Unassigned	2,585,131	1,763,939	2,062,060	2,364,740	2,094,478	1,047,919	3,629,271	7,146,168	389,937	927,898
Total general fund	\$ 9,081,487	\$ 4,592,462	\$ 4,406,682	\$ 4,286,054	\$ 3,752,765	\$ 2,698,672	\$ 4,395,660	\$ 11,243,726	\$ 4,494,351	\$ 4,093,125
All other governmental funds										
Restricted										
Debt fund	\$ 13,505,891	\$ 29,931,354	\$ 56,204	\$ 66,309	\$ 10,183	\$ (21,271)	\$ 44,267	\$ 98,564	\$ 149,734	\$ 162,578
Conservation trust fund	443,565	294,581	431,752	752,821	488,463	260,401	83,756	261,251	413,425	184,321
Capital projects fund	(287,349)	372,779	199,721	755	311,525	1,454,295	-	907,449	964,719	438,471
Total all other governmental funds	\$ 13,662,107	\$ 30,598,714	\$ 687,677	\$ 819,885	\$ 810,171	\$ 1,693,425	\$ 128,023	\$ 1,267,264	\$ 1,527,878	\$ 785,370
Total all governmental funds	\$ 22,743,594	\$ 35,191,176	\$ 5,094,359	\$ 5,105,939	\$ 4,562,936	\$ 4,392,097	\$ 4,523,683	\$ 12,510,990	\$ 6,022,229	\$ 4,878,495

¹ The increase in unreserved fund balance of the general fund in 2010 was the result of the sale of property to the City of Arvada and the issuance of Certificates of participation. These funds were used to construct an indoor sports facility.



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Statistical Section

Changes in Fund Balances of Governmental Funds Last Ten Years (modified accrual basis of accounting)

FISCAL YEAR	2017	2016	2015
Revenues			
Taxes	\$ 8,020,783	\$ 7,916,574	\$ 7,425,952
Intergovernmental	631,768	695,535	596,868
Charges for services	7,436,368	3,606,691	3,377,073
Merchandise, concession & vending	184,524	52,146	46,130
Sponsorship, contributions & donations	44,129	71,360	206,253
Investment earnings	406,203	123,680	15,126
Miscellaneous	15,201	5,557	3,669
Total revenues	16,738,976	12,471,543	11,671,071
Expenditures			
General government	3,744,916	3,167,968	2,390,930
Raquet Sports & Fitness ¹	-	470,584	479,712
Fitness	705,744	-	-
Recreation services	4,946,806	2,996,523	3,018,859
Community Center ¹	-	523,270	498,463
Aquatics	1,714,997	829,704	786,440
Sports	1,813,731	-	-
Capital outlay	20,088,554	2,008,875	1,938,542
Debt service			
Principal	900,000	2,255,000	2,160,000
Interest	1,166,725	385,906	245,146
Fees	133,298	357,557	143,056
Total expenditures	35,214,771	12,995,387	11,661,148
Excess of revenues over (under) expenditures	(18,475,795)	(523,844)	9,923
Other financing sources (uses)			
Proceeds from sale of capital assets	3,550	-	-
Proceeds from Certificates of Participation refinance	5,640,000	-	-
Proceeds from Bond issuance	-	-	5,010,000
Payment to escrow agent	(3,002,537)	25,000,000	(4,969,413)
Premium on certifications of participation sold	410,773	5,636,161	-
Insurance Proceeds	42,818	-	-
Capital contributions	2,000,000	-	-
Transfers in	-	550,000	550,000
Transfers out	-	(565,500)	(612,090)
Total other financing sources (uses)	5,094,604	30,620,661	(21,503)
Total change in fund balances	\$ (13,381,191)	\$ 30,096,817	\$ (11,580)
Debt service as a percentage of noncapital expenditures	7%	24%	24%

¹ The changes in categorization of expenditure were due to district-wide organizational changes in 2017

Statistical Section

2014	2013	2012	2011	2010	2009	2008
\$ 7,356,590	\$ 7,337,395	\$ 7,072,897	\$ 7,243,606	\$ 7,260,146	\$ 7,344,890	\$ 7,605,137
986,337	1,034,460	621,486	540,539	654,708	786,888	1,125,328
3,168,968	3,022,123	2,917,734	2,539,184	2,455,977	2,368,650	2,352,222
54,073	34,939	30,264	38,269	35,217	37,280	48,911
62,032	37,535	56,392	114,139	20,631	11,286	60,314
6,609	13,881	23,833	32,307	67,391	111,596	196,332
18,751	76,464	6,831	44,328	159,781	265,901	23,687
<u>11,653,360</u>	<u>11,556,797</u>	<u>10,729,437</u>	<u>10,552,373</u>	<u>10,653,851</u>	<u>10,926,490</u>	<u>11,411,930</u>
2,236,388	2,208,000	1,969,349	1,962,398	1,864,708	1,857,382	1,945,886
451,762	464,714	472,580	431,492	492,060	456,221	528,740
-	-	-	-	-	-	-
3,560,190	2,840,277	2,803,673	2,573,968	2,464,445	2,479,276	2,219,782
477,521	486,634	479,875	488,152	489,072	503,480	478,199
792,992	856,118	713,625	734,196	678,277	763,278	722,289
-	-	-	-	-	-	-
1,004,565	2,016,447	1,723,374	9,833,557	854,596	502,064	1,025,687
2,020,000	1,960,000	1,850,000	1,735,000	1,515,000	1,440,224	1,272,401
392,322	451,490	560,540	537,190	-	-	-
102,210	102,278	98,898	243,727	823,720	810,769	1,011,461
<u>11,037,950</u>	<u>11,385,958</u>	<u>10,671,914</u>	<u>18,539,680</u>	<u>9,181,878</u>	<u>8,812,694</u>	<u>9,204,445</u>
<u>615,410</u>	<u>170,839</u>	<u>57,523</u>	<u>(7,987,307)</u>	<u>1,471,973</u>	<u>2,113,796</u>	<u>2,207,485</u>
-	-	-	-	2,505,825	-	-
-	-	-	-	3,616,845	-	-
-	-	-	-	-	-	9,514,330
-	-	-	-	-	-	(9,514,330)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
450,848	-	2,515,157	8,057,278	227,771	-	-
(523,255)	-	(2,704,267)	(8,057,278)	(1,333,653)	(970,061)	(651,459)
<u>(72,407)</u>	<u>-</u>	<u>(189,110)</u>	<u>-</u>	<u>5,016,788</u>	<u>(970,061)</u>	<u>(651,459)</u>
<u>\$ 543,003</u>	<u>\$ 170,839</u>	<u>\$ (131,587)</u>	<u>\$ (7,987,307)</u>	<u>\$ 6,488,761</u>	<u>\$ 1,143,735</u>	<u>\$ 1,556,026</u>
21%	22%	22%	23%	28%	27%	28%

Statistical Section

Governmental Activities Tax Revenue by Source
Last Ten Years (modified accrual basis of accounting)

Fiscal Year	Property Tax	Ownership ¹ Tax	Total
2017	\$ 7,259,944	752,609	8,012,553
2016	7,288,137	618,869	7,907,006
2015	6,832,329	593,623	7,425,952
2014	6,790,786	556,452	7,347,238
2013	6,811,135	526,261	7,337,396
2012	6,586,070 ⁴	486,826 ³	7,072,900
2011	6,787,153 ⁴	456,453 ²	7,243,610
2010	6,784,502 ⁴	473,382 ²	7,257,888
2009	6,840,220 ⁴	504,670 ²	7,344,894
2008	7,051,876	553,261 ²	7,605,137
2008-2017 % change	3%	26%	5%

Note: Fiscal year property tax collections are revenues collected for prior year levy, plus delinquent tax, prior year adjustments and payments in lieu of taxes.

¹ Ownership (the tax paid for the purchase of vehicles) declined as a result of the cost for borrowing money continued to rise.

² Decline due to economic conditions

³ Start of the recovery of the great recession

⁴ Drop in property values due to mortgage crisis

Statistical Section

Assessed Value and Actual Value of Taxable Property Last Ten Years

Fiscal Year Ended December 31	Residential Property	Commercial Property	Industrial Property	Other Property	Less:		Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
					Urban Renewal	Urban Renewal				
2017	1,254,108,797	447,015,973	35,111,865	186,927,721	60,928,735	1,862,235,621	6.046	18,062,223,775	10.3%	
2016	1,108,654,189	369,266,919	30,464,228	191,719,210	71,226,755	1,628,877,791	6.046	15,967,300,434	10.2%	
2015	1,081,749,752	298,445,791	94,531,209	108,041,674	60,154,637	1,522,613,789	5.559	15,317,471,605	9.9%	
2014	876,876,386	283,703,382	89,501,652	176,614,799	64,848,945	1,361,847,274	5.378	12,911,965,459	10.5%	
2013	854,691,806	287,344,431	91,293,114	177,008,499	68,462,113	1,341,875,737	5.428	12,653,355,088	10.6%	
2012	832,496,419	286,145,507	95,452,942	174,477,130	70,054,438	1,318,517,560	5.428	12,375,999,723	10.7%	
2011	827,160,553	280,407,285	96,049,344	166,302,655	62,583,750	1,307,336,087	5.339	12,263,047,972	10.7%	
2010	843,067,560	305,626,600	101,351,780	116,386,338	68,887,600	1,297,544,678	5.342	12,396,006,929	10.5%	
2009	871,718,100	286,558,560	99,284,400	87,670,770	38,076,230	1,307,155,600	5.345	12,584,038,378	10.4%	
2008	860,489,710	281,611,540	96,954,240	44,146,650	26,966,190	1,256,235,950	5.524	12,267,801,305	10.2%	

Property Tax Rates - Direct and Overlapping Governments Last Ten Years

Fiscal Year Ended December 31	Apex P & R District ¹			Jefferson County						Overlapping Rates				Total Direct & Overlapping Rates	Estimated Assessed Value
	Operating Millage		Debt Service Millage	Total County Millage		Jefferson County School District		Other ²		Total School Millage	Total Operating Millage	Total Debt Service Millage	Total Overlapping Local Governments		
	Operating Millage	Debt Service Millage	Operating Millage	Debt Service Millage	Operating Millage	Debt Service Millage	Operating Millage	Debt Service Millage							
2017	4.745	1.367	6.112	22.420	-	22.420	38.328	4.550	42.878	590.56	661.974	1,391			
2016	4.635	1.411	6.046	24.709	-	24.709	40.191	5.750	45.941	641.94	718.631	1,509			
2015	3.884	1.675	5.559	24.212	-	24.212	39.998	7.489	47.487	627.71	704.289	1,483			
2014	3.649	1.729	5.378	25.846	-	25.846	42.676	7.489	50.165	615.10	696.487	1,471			
2013	3.699	1.729	5.428	25.846	-	25.846	42.880	7.489	50.369	585.81	667.453	1,413			
2012	3.731	1.757	5.428	24.346	-	24.346	43.127	7.489	50.616	576.45	656.840	1,390			
2011	3.701	1.702	5.339	24.346	-	24.346	37.471	11.250	48.721	576.76	655.230	1,385			
2010	3.689	1.643	5.342	24.346	-	24.346	36.960	11.250	48.210	550.29	655.112	1,358			
2009	3.696	1.649	5.345	24.346	-	24.346	36.895	11.250	48.145	614.84	628.139	1,395			
2008	3.877	1.647	5.524	24.346	-	24.346	37.034	11.250	48.284	618.99	692.613	1,464			

Statistical Section

Principal Taxpayers

Current Year and Ten Years Ago

Taxpayer	Type of Business	2017			2008		
		Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
PUBLIC SERVICE CO OF COLORADO	Utility	36,421,314	1	2.0	4,684,960	8	0.4
PLAINS END LLC	Power Plant	9,748,000	2	0.5			
IVT WALNUT CREEK WESTMINSTER LLC	Retail Store	9,734,372	3	0.5			
PLAINS END II LLC	Power Plant	9,455,700	4	0.5	13,275,400	2	1.1
SUNCAP BOULDER LLC	Real Estate	7,790,987	5	0.4			
W PT ARVADA VII LLC	Healthcare	7,513,813	6	0.4			
LIVANOVA INV	Medical Technology	5,283,916	7	0.3			
BALL AREROSPACE & TECHNOLOGIES CORP	Aerospace Manufacturing	4,910,411	8	0.3			
TARGET CORPORATION	Retail Store	4,471,081	9	0.2	5,094,350	7	0.4
SEAGATE PANORAMA ASSOCIATES LLC		4,277,003	10	0.2			
COSTCO WHOLESALE CORPORATION	Retail Store	4,011,079		0.2			
BALL CORPORATION	Manufacturing			0.0	13,387,540	1	1.1
INLAND WESTERN ARVADA LLC	Shopping Center			0.0	11,456,770	4	0.9
ARVADA WEST 04 LLC				0.0	9,122,190	6	0.7
ARVADA MARKETPLACE EAST LLC	Shopping Center			0.0	4,089,870	10	0.3
COMCAST OF COLORADO	Cable TV/Communication			0.0	4,595,910	9	0.4
Pine Tree Westminster LLC	Shopping Center			0.0	9,208,660	5	0.7
CENTURYLINK (QWEST CORP)	Telephone Service			0.0	12,996,000	3	1.1
TOTALS		\$ 103,617,676		5.6%	\$ 87,911,650		7.2%

Statistical Section

Property Tax Levies and Collections Last Ten Years

Fiscal Year Ended December 31	Total Tax Levy for Fiscal Year	Property Tax		Collected in Subsequent Years	Total Collections	
		Collected in Fiscal Year Amount	Percentage of Levy		Amount	Percentage of Levy
2017	7,241,363	7,292,003	100.7%	-	7,292,003	100.7%
2016	7,350,800	7,295,068	99.2%	(29,083)	7,265,985	98.8%
2015	6,850,927	6,825,700	99.6%	(6,931)	6,818,769	99.5%
2014	6,873,705	6,728,455	97.9%	(7,023)	6,721,432	97.8%
2013	6,881,398	6,817,591	99.1%	(39,628)	6,777,963	98.5%
2012	6,832,368	6,627,636	97.0%	(22,489)	6,605,147	96.7%
2011	6,825,233	6,805,690	99.7%	(56,651)	6,749,039	98.9%
2010	6,825,493	6,774,473	99.3%	(22,438)	6,752,035	98.9%
2009	6,843,158	6,830,306	99.8%	(16,185)	6,814,121	99.6%
2008	7,008,700	7,041,690	100.5%	(37,215)	7,004,475	99.9%

Statistical Section

Ratio of Outstanding Debt by Type Last Ten Fiscal Years

Fiscal Year	Governmental Activities					Business-Type Activities					Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹	Personal Income (thousands of dollars) ¹	Population
	General Obligation Bonds	Contingent Rebatable Arbitrage	Capital Leases	Certificates of Participation	Premiums and Discounts	General Obligation Bonds	Golf Bonds	Term Loan/ Capital Leases							
2017	25,000,000	-	-	5,640,000	5,623,185	-	-	299,250	-	36,562,435	4.96%	291	7,364,067	125,702	
2016	25,900,000	-	-	2,780,000	5,616,453	-	-	120,419	-	34,416,872	4.72%	278	7,298,382	124,024	
2015	3,000,000	-	-	2,935,000	(21,116)	-	-	184,037	-	6,097,921	0.84%	50	7,233,282	122,092	
2014	4,965,000	-	-	3,085,000	67,016	-	-	240,534	-	8,357,550	1.17%	70	7,168,763	119,577	
2013	6,835,000	-	-	3,235,000	60,754	-	-	294,145	-	10,424,899	1.47%	89	7,104,820	117,113	
2012	8,650,000	-	-	3,380,000	47,947	-	-	134,400	-	12,212,347	1.73%	103	7,041,447	118,167	
2011	10,360,000	-	-	3,520,000	38,512	-	-	175,985	-	14,270,482	2.04%	123	6,978,640	116,036	
2010	11,970,000	-	-	3,645,000	22,175	-	-	218,741	-	15,855,916	2.28%	135	6,940,292	117,737	
2009	13,450,000	-	-	-	-	-	-	97,328	-	13,547,328	1.81%	116	7,488,081	116,946	
2008	14,920,000	-	4,823	-	-	-	-	143,940	615,000	15,683,763	2.11%	138	7,446,934	113,898	

Note: Details regarding the Apex Parks and Recreation District's outstanding debt can be found in the notes to the financial statement.

¹ See the Schedule of Demographic Economic Statistics on page F-15 for personal income and population data.

Statistical Section

Ratio of General Bonded Debt Outstanding Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Actual Taxable Value of Property	Per Capita	Population
	General Obligation Bonds	Certificates of Participation	Premiums, Discounts & Interest				
2017	25,000,000	5,640,000	5,623,185	36,263,185	1.95%	288	125,702
2016	25,900,000	2,780,000	5,616,453	34,296,453	2.11%	277	124,024
2015	3,000,000	2,935,000	(21,116)	5,913,884	0.39%	48	122,092
2014	4,965,000	3,085,000	67,016	8,117,016	0.60%	68	119,577
2013	6,835,000	3,235,000	60,754	10,130,754	0.75%	87	117,113
2012	8,650,000	3,380,000	47,947	12,077,947	0.92%	103	117,080
2011	10,360,000	3,520,000	38,512	13,918,512	1.06%	120	116,036
2010	11,970,000	3,645,000	22,175	15,637,175	1.21%	133	117,737
2009	13,485,000	-	-	13,485,000	1.03%	118	114,744
2008	14,920,000	-	-	14,920,000	1.19%	129	115,531

Note: Details regarding the Apex Parks and Recreation District's outstanding debt can be found in the notes to the financial statements.

¹ See the Schedule of assessed Value and Estimated Actual Value of Taxable Property at B-1

² Population data can be found in the Schedule of Demographic and Economic Statistics D-1

Statistical Section

Direct and Overlapping Governmental Activities Debt As of December 31, 2017

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt ¹
Debt repaid with property taxes			
Arvada West Town Center BID	2,170,000	77.04%	1,671,671
Church Ranch Metropolitan District	1,585,000	13.82%	218,991
Fairmont Fire Protection District	1,878,200	15.72%	295,315
Jefferson Center Metropolitan District # 2	33,225,000	88.89%	29,533,333
Kipling Ridge Metropolitan District	17,565,000	100.00%	17,565,000
Mountain Shadows Metro District	11,255,000	53.66%	6,039,170
North Metro Fire Rescue District	20,365,000	82.03%	16,705,447
Ralston Valley Water & Sanitation District	1,238,601	100.00%	1,238,601
West Point Metropolitan District	5,660,000	81.78%	4,628,978
Westglenn Metropolitan District	3,258,000	13.17%	429,167
Other debt			
Revenue Backed Bonds			
Arvada City of	10,160,000	66.57%	6,763,223
Jefferson Center Metropolitan District # 2	1,230,000	88.89%	1,093,333
Jefferson County	44,015,000	15.57%	6,851,524
Regional Transportation District	2,088,743,279	2.30%	47,939,201
Westminster City of	33,475	14.77%	4,945
Certificates of Participation			
Arvada City of	19,210,000	66.57%	12,787,550
Jefferson County	67,415,000	15.57%	10,494,048
Jefferson County School District R-1	67,415,000	15.57%	10,494,048
North Metro Fire Rescue District	6,295,000	82.03%	5,163,800
Regional Transportation District	960,705,000	2.30%	22,049,349
Westminster City of	85,795	14.77%	12,674
Capital Leases			
Berkeley Water and Sanitation District	79,330	8.79%	6,973
Fairmont Fire Protection District	106,965	15.72%	16,818
Regional Transportation District	215,692,512	2.30%	4,950,406
Westminster City of	2,984,664	14.77%	440,899
Loan Debt			
Jefferson Center Metropolitan District # 1	3,612,000	29.77%	1,075,146
Westminster City of	1,159,724	14.77%	171,316
Subtotal overlapping debt			\$ 208,640,926
Apex Park and Recreation District direct debt			
G.O. Bonds			
Apex Park & Recreation District	\$ 25,000,000	100.00%	\$ 25,000,000
Other debt			
Apex Park & Recreation District, certificates of participation	5,640,000	100.00%	5,640,000
Apex Park & Recreation District, premium, discount & interest	5,623,185	100.00%	5,623,185
Subtotal, direct debt			\$ 36,263,185.0
Total direct and overlapping debt			\$ 244,904,111

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

¹ The percentage of each entity's outstanding debt chargeable to the District is calculated by comparing the assessed valuation of the portion overlapping the District to the total assessed valuation of the overlapping entity. To the extent the District's assessed valuation changes disproportionately with the assessed valuation of overlapping entities, the percentage of debt for which property owners within the District are responsible will also change.

Statistical Section

Computation of Legal Debt Margin Last Ten Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Debt limit	\$ 1,024,581,671	\$ 910,298,501	\$ 707,286,058	\$ 713,348,110	\$ 705,168,925	\$ 694,285,999	\$ 683,216,139	\$ 648,772,339	\$ 658,408,605	\$ 633,788,795
Total net debt applicable to limit	25,000,000	25,900,000	3,000,000	4,965,000	6,835,000	8,650,000	10,360,000	11,270,000	13,450,000	16,235,000
Legal debt margin	\$ 999,581,671	\$ 904,662,340	\$ 704,342,262	\$ 708,449,419	\$ 698,344,108	\$ 685,635,999	\$ 672,856,139	\$ 637,502,339	\$ 658,408,605	\$ 618,686,795
Total net debt applicable to the limit as a percentage of debt limit	2.44%	2.85%	0.42%	0.70%	0.97%	1.25%	1.52%	1.74%	2.04%	2.56%
Legal Debt Margin Calculation for Fiscal Year 2017										
Assessed value	\$ 1,862,235,621									
Add back: exempt real property	186,927,721									
Total assessed value	2,049,163,342									
Debt limit (50% of total assessed value)	1,024,581,671									
Debt applicable to limit:										
General obligation bonds	25,000,000									
Less: Amount set aside for repayment of debt	-									
Total net debt applicable to limit	\$ 25,000,000									
Legal debt margin	\$ 999,581,671									

Note: Per Section 32-1-1101(b)(a), C.R.S. the total Apex Park and Recreation District's principal amount of general obligation debt shall not at the time of issue exceed 50 percent of total assessment of taxable property in the District.

Statistical Section

Pledged-Revenue Coverage Last Ten Fiscal Years

Fiscal Year	Golf Revenue Bonds			Debt Service		Coverage
	Golf Charges and Other	Less Operating Expenses	Net Available Revenue	Principal	Interest	
2017	-	-	-	-	-	-
2016	-	-	-	-	-	-
2015	-	-	-	-	-	0.0
2014	-	-	-	-	-	0.0
2013	-	-	-	-	-	0.0
2012	-	-	-	-	-	0.0
2011	-	-	-	-	-	0.0
2010	-	-	-	-	-	0.0
2009	-	-	-	-	-	0.0
2008	2,145,498	1,975,609	169,889	80,000	48,238	1.3

Note: During fiscal year 2009 the District paid off all of the Golf Revenue Bonds.

Statistical Section

Demographic and Economic Statistics Last Ten Calendar Years

Year	Population	Personal Income (thousands of dollars) ¹	Per Capita Personal Income	Median Age	Education Level in Years of Schooling	School Enrollment ²	Unemployment Rate ⁴
2017	125,702	7,364,067	54,392	41.3	15	18,616	2.9
2016	124,024	7,298,382	53,185	41.3	15	18,965	3.0
2015	122,092	7,233,282	53,185	41.3	15	19,264	3.5
2014	119,577	7,168,763	48,442	41.2	15	17,763	4.6
2013	117,113	7,104,820	47,294	41.2	15	17,590	6.3
2012	117,080	7,041,447	44,937	41.1	15	17,625	7.0
2011	116,036	6,978,640	47,112	40.0	15	17,376	7.9
2010	117,737	7,017,199	47,112	40.0	15	17,910	9.6
2009	114,744	7,055,972	47,394	37.2	15	16,470	7.5
2008	115,531	7,094,958	49,124	37.2	15	16,913	4.7

¹Based on Apex population ratio to Jefferson County's updated Total Personal Income for 2000 - 2007 and + or - half the average annual growth rate of 7.3% for 2008, .6% loss for 2009 - 2011, & .09% growth for 2012 & 2013. From:

²Source: Jefferson County School District 2000 - 2006. <http://www.cde.state.co.us/cdereval/rv2009pmlinks.htm> 2007 - 2014.

³2000 Census Bureau information 2001 - 2009; 2010 - 2014 Census Bureau information 2010

⁴Information for Jefferson County from CO Dept of Labor website www.coworkforce.com

⁵State of Colorado Conservation Trust Department

Statistical Section

Principal Employers

Current Year and Ten Years Ago

Employer	2017 ¹			2008 ²		
	Employees	Rank	Percentage of Total District Employment	Employees	Rank	Percentage of Total District Employment
King Soopers	858	1	1.2%	695	1	1.0%
Arvada City of	689	2	0.9%			0.0%
Walmart	350	3	0.5%			0.0%
Parker Personal Care Homes Inc	346	4	0.5%			0.0%
Sundyne Corporation	326	5	0.4%	370	3	0.5%
Sorin Group USA (formerly COBE Cardio)	250	6	0.3%	389	2	0.5%
Home Depot	221	7	0.3%			0.0%
Mc Donalds (All locations)	217	8	0.3%			0.0%
Costco	210	9	0.3%	200	7	0.3%
Colorado Lutheran Home	185	10	0.3%			0.0%
Target				220	6	0.3%
Sam's Club				180	9	0.2%
Pridemark Paramedic Services Inc				275	4	0.4%
Safeway				255	5	0.3%
Kohl's Department Store				160	10	0.2%
Apex (North Jeffco) Park & Recreation Dis	208	10	0%	187		0.3%
Total	3,860		5.29	2,236		3.41

¹City of Arvada Finance Department

²Arvada CO, Economic Development Association 2007 Fact Book

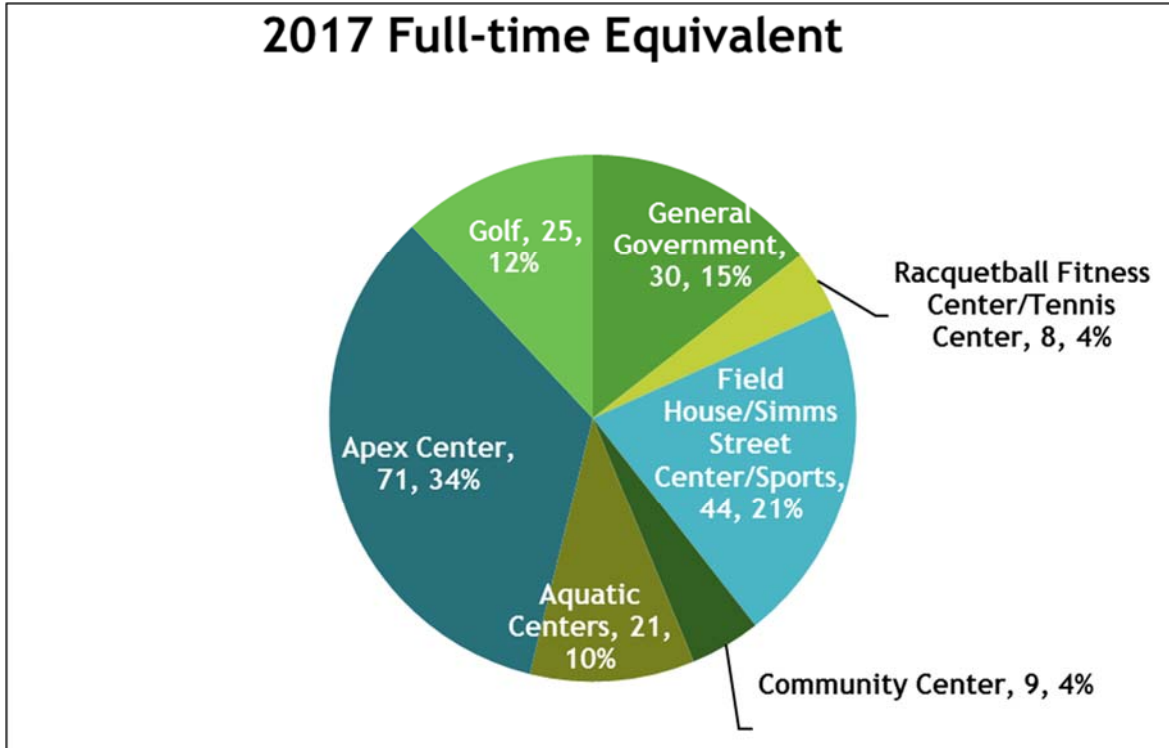
Statistical Section

Full-Time Equivalent District Employees by Function Last Ten Fiscal Years as of December 31st

Function/Program	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Governmental activities:										
General Government	30	25	26	23	22	22	20	20	20	19
Racquetball Fitness Center/Tennis Center	8	8	8	8	9	8	8	9	8	9
Field House/Simms Street Center/Sports	44	44	43	41	40	37	34	32	32	31
Community Center	9	8	9	9	8	9	8	9	10	8
Aquatic Centers	21	21	15	14	15	15	14	13	13	14
Apex Center	71	74	76	74	73	70	70	70	71	70
Total governmental activities	183	180	177	169	167	161	154	153	154	151
Business-type activities:										
Golf	25	22	25	26	24	27	27	29	30	28
Total business-type activities	25	22	25	26	24	27	27	29	30	28
Total Full-time Equivalent Employees	208	202	202	195	191	188	181	182	184	179

The information presented above is derived from the District's payroll system as follows;

Total hours paid to full-time and part-time employees divided by 2080.



Statistical Section

Operating Indicators by Function Last Ten Fiscal Years

Fiscal Year	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Function/Program										
Governmental activities:										
Racquetball Fitness Center/Tennis Center										
Workout center admissions	28,000	30,400	30,200	32,640	32,000	34,200	34,200	33,300	37,000	37,100
Racquetball admissions	17,000	16,200	16,100	15,200	16,000	16,400	16,400	16,029	16,440	14,000
Tennis center admissions	14,000	21,000	19,400	16,450	15,000	14,700	14,700	17,800	15,500	13,650
Therapeutic rec admissions	2,100	2,250	2,450	2,163	2,100	2,500	2,500	2,470	2,600	2,650
Field House/Simms Street Center/Sports										
Adult sports participants **	28,322	19,638	33,691	26,310	220,279	209,785	190,271	187,553	181,211	170,577
Classes	10,953	10,316	9,045	4,683	5,492	5,332	5,127	5,078	4,837	4,330
Youth sports participants ***	12,925	18,287	6,844	6,494	3,837	3,628	3,455	3,455	3,290	2,900
Rentals ***	51,702	47,612	51,404	6,198	7,398	7,314	7,171	6,716	6,521	6,201
Community Center										
Rentals	13,354	14,626	12,443	12,484	12,408	5,871	7,403	7,930	16,518	16,730
Classes	2,476	3,051	3,349	3,493	3,598	3,399	3,910	3,469	3,099	3,287
Special events/trips/silver sneakers	58,237	48,689	48,254	46,190	44,774	43,413	38,997	44,454	34,769	26,015
Volunteer visits	9,630	10,411	10,182	12,224	12,877	13,319	13,472	14,160	10,021	9,099
Aquatics										
Daily visits	32,889	33,559	33,310	32,272	36,512	24,850	29,196	23,921	23,390	28,921
Season pass visits	30,000	38,249	32,225	25,900	21,914	19,550	19,592	16,238	17,100	13,568
Rentals	172,000	170,000	165,000	160,600	155,072	140,000	142,766	92,614	83,300	73,678
Swim lesson visits	63,680	62,935	60,224	60,407	67,319	60,500	61,316	70,265	45,482	44,858
Apex										
Admissions & Guest Services										
Daily admissions	162,764	175,166	181,049	161,704	165,542	154,991	153,520	144,315	132,853	146,343
Annual pass & punch card admissions	243,218	261,731	251,272	295,581	282,595	294,020	288,671	262,655	243,584	205,882
Annual pass sales	2,923	4,039	4,131	4,154	4,358	4,009	3,888	3,967	2,485	2,406
Punch card sales	2,053	1,841	1,815	1,826	1,986	1,983	2,056	1,781	1,437	2,730
Ice Arena										
Daily admissions	21,872	25,201	29,897	25,600	23,415	26,653	30,139	24,728	25,269	27,671
Annual pass & punch card admissions	3,038	3,726	2,844	6,862	4,848	4014	3,016	3524	3,625	3,587
Annual pass sales	8	13	9	21	19	16	16	11	8	11
Punch card sales	338	256	519	529	565	282	329	400	113	82
Business-type activities:										
Golf										
18 Hole Rounds of Play	24,582	22,542	24,121	20,171 *	19,975	24,935	24,384	26,294	26,640	27,135
9 Hole Rounds of Play	11,681	10,523	7,939	8,506 *	7,011	9,007	7,682	8,893	9,961	10,202
Annual Pass Holders Rounds of Play	2,318	2,471	2,666	3,106 *	3,023	4,413	4,969	5,713	6,954	7,123
Par 3 Rounds of Play	16,176	16,366	18,133	16,832 *	16,192	20,324	17,942	19,760	24,259	23,618

* Indian Tree Golf Course had a complete irrigation system replacement during the first seven months of the year resulting in the drop in usage.

** New reporting calculation began in 2014

*** New reporting calculation began in 2015

Note: 2003-2006 data is estimated for the Apex Center

Statistical Section

Capital Assets Statistics by Division Last Ten Fiscal Years

Fiscal Year	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Functions/Programs										
Primary Government:										
General Government										
Trail	2	2	2	2	2	2	2	2	2	2
Acreage - owned	210.67	210.67	210.67	210.67	200.14	200.14	200.14	200.14	203.64	203.64
Acreage - leased	283.9	283.9	283.90	283.90	294.43	294.43	294.43	294.43	294.43	294.43
Services Building	1	1	1	1	1	1	1	1	1	1
Recreation Services										
Tennis Court	44	52	52	52	52	52	52	52	52	52
Recreation Center	3	3	3	3	3	3	3	3	3	3
Community Center	4	4	4	4	4	4	4	4	5	5
Indoor Arena	2	2	2	2	2	2	2	1	1	1
Outdoor Court	24	24	8	8						
Playing Field	5	5	5	5	5	5	5	5	5	5
Pool	6	6	6	6	6	6	6	6	6	6
Ice Arena	2	2	2	2	2	2	2	2	2	2
Business-type Activities:										
Golf										
Services Building	3	3	3	3	3	3	3	3	3	3
Golf Course	2	2	2	2	2	2	2	2	2	2

Note: The data corresponds to the District capital asset inventory