

Town of Fleming, Colorado

Financial Statements

For the Year Ended December 31, 2017

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May 10, 2018

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Independent Auditors' Report

To the Honorable Mayor and Members of Town Council
Town of Fleming
Fleming, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Fleming (the Town) as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Town'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, each major fund, and the aggregate remaining fund information of the Town 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.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The other supplementary information and the local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
April 13, 2018

MANAGEMENT DISCUSSION AND ANALYSIS

This section of the Town of Fleming, Colorado's annual financial report presents the discussion and analysis of the financial performance for the fiscal year that ended December 31, 2017.

FINANCIAL HIGHLIGHTS

- The Town of Fleming remains in good financial condition.
- The assets of the Town of Fleming exceeded its liabilities at the close of 2017 by \$1,307,673 (net position). Of this amount \$490,715 or 38% is unrestricted and may be used to meet the Town's ongoing obligations to citizens and creditors.
- During the year, the Town's revenue from taxes and other revenues for governmental activities were more than the expenses by \$49,574.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town of Fleming's basic financial statements. The Town of Fleming's basic financial statements are comprised of three components:

- Government-wide financial statements
- Fund financial statements.
- Notes to the financial statements.

This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements

The government-wide statements report information about the Town as a whole using accounting methods similar to those used by private-sector companies.

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

The **statement of activities** presents information showing how the Town of Fleming'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 reported in this statement for some items will result in cash flows in future fiscal periods (e.g., uncollected taxes.)

The government-wide financial statements of the Town are divided into two categories:

- **Governmental activities.** Most of the Town's basic services are included here, such as the public works, parks, recreation, and general administration. Property tax, franchise tax, intergovernmental revenue and charges for services finance most of these activities.
- **Business-type activities.** The Town charges fees to customers to recover most of the costs of certain services provided. The Town's electric, water, and sewer systems are included here.

The government-wide financial statements can be found starting on page 10 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law; however, Town Council has established other funds to help control and manage money for particular purposes or to show that it is properly using certain revenue (the Conservation Trust Fund). All of the funds of the Town of Fleming can be divided into two categories: governmental funds and proprietary funds.

Governmental funds. Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end are available for spending. The funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statement provides a detailed, short-term view to cash, the governmental fund operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information at the bottom of the governmental funds statement is provided, or on the subsequent page, that explains the relationship (or differences) between them.

The basic governmental fund financial statements can be found starting on page 14 of this report.

Proprietary funds. When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The Town's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

The basic proprietary fund financial statements can be found starting on page 18 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 24 of this report.

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town of Fleming, assets exceed liabilities by \$1,307,673 at the close of 2017.

Net Position

Combined net position of the Town of Fleming as of December 31, 2017 and 2016 is shown in Table 1 below.

Table 1
NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 107,690	\$ 51,650	\$ 611,241	\$ 368,720	\$ 718,931	\$ 420,370
Capital assets	392,505	393,711	503,892	300,281	896,397	693,992
Total assets	\$ 500,195	\$ 445,361	\$ 1,115,133	\$ 669,001	\$ 1,615,328	\$ 1,114,362
Long-term debt outstanding	\$ 633	\$ 335	\$ 101,090	\$ 1,899	\$ 101,723	\$ 2,234
Other liabilities	6,053	1,656	150,815	36,455	156,868	38,111
Total liabilities	6,686	1,991	251,905	38,354	258,591	40,345
Deferred property tax revenues	49,064	48,499	-	-	49,064	48,499
Total deferred inflows of resources	49,064	48,499	-	-	49,064	48,499
Net position:						
Net investment in capital assets	392,505	393,711	406,392	300,281	798,897	693,992
Restricted	18,061	20,378	-	-	18,061	20,378
Unrestricted	33,879	(19,218)	456,836	330,366	490,715	311,148
Total net position	444,445	394,871	863,228	630,647	1,307,673	1,025,518
Total liabilities, deferred inflow of resources and net position	\$ 500,195	\$ 445,361	\$ 1,115,133	\$ 669,001	\$ 1,615,328	\$ 1,114,362

The largest portion of the Town of Fleming's net position, 61%, reflects its investment in capital assets (land, buildings and equipment). The Town of Fleming uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. In addition, a portion of the Town of Fleming's net position, 1%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, 38%, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of 2017, the Town of Fleming is able to report positive balances in all three categories of net position for the government as a whole and its business-type activities, but not for its governmental activities.

Changes in net position

The Town's total revenue of \$802,709 was more than program expenses of \$520,554 for an increase in net position of \$282,155.

Table 2
CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Program revenues						
Charges for services	\$ 4,883	\$ 21,775	\$ 466,196	\$ 458,112	\$ 471,079	\$ 479,887
Operating grants and contributions	27,855	27,164	-	28,500	27,855	55,664
Capital grants and contributions	8,431	-	216,372	-	224,803	-
General revenues						
Property taxes	47,787	46,967	-	-	47,787	46,967
Specific ownership taxes	5,300	5,128	-	-	5,300	5,128
Sales taxes	21,413	20,312	-	-	21,413	20,312
Franchise taxes	1,696	4,761	-	-	1,696	4,761
Other taxes	1,117	1,262	-	-	1,117	1,262
Unrestricted interest	1,084	730	-	-	1,084	730
Miscellaneous	575	412	-	4,617	575	5,029
Transfers	30,000	(25,202)	(30,000)	25,202	-	-
Total revenues	150,141	103,309	652,568	516,431	802,709	619,740
Program expenses						
General government	65,436	60,704	-	-	65,436	60,704
Public safety	656	527	-	-	656	527
Public works	10,006	5,471	-	-	10,006	5,471
Health and welfare	15,237	15,021	-	-	15,237	15,021
Culture and recreation	9,232	16,954	-	-	9,232	16,954
Electric services	-	-	249,300	230,482	249,300	230,482
Water services	-	-	96,184	80,492	96,184	80,492
Sewer services	-	-	74,503	101,733	74,503	101,733
Total expenses	100,567	98,677	419,987	412,707	520,554	511,384
Change in net position	49,574	4,632	232,581	103,724	282,155	108,356
Net position at beginning of year	394,871	390,239	630,647	526,923	1,025,518	917,162
Net position at end of year	\$ 444,445	\$ 394,871	\$ 863,228	\$ 630,647	\$ 1,307,673	\$ 1,025,518

Governmental Activities

Revenue for the Town's governmental activities totaled \$150,141 for 2017. Tax revenue produced 51% of these revenues. Tax revenue includes property taxes, specific ownership taxes, franchise taxes and other taxes.

Table 3
GOVERNMENTAL ACTIVITIES

	Total cost of services		Net cost of services	
	2017	2016	2017	2016
General government	\$ 65,436	\$ 60,704	\$ 63,053	\$ 40,353
Public safety	656	527	656	503
Public works	10,006	5,471	(13,806)	(17,200)
Health and welfare	15,237	15,021	13,237	14,671
Culture and recreation	9,232	16,954	(3,742)	11,411

Table 3, above, presents the cost and revenue of each of the Town's six largest programs – general government, public safety, public works, health & welfare, culture and recreation and economic development – as well as each program's *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

Business-type Activities

Net position in the Town's business-type activities increased by \$232,581 in 2017. Business-type activities include electric, water, and sewer services.

**Table 4
BUSINESS-TYPE ACTIVITIES**

	Total cost of services		Net cost of services	
	2017	2016	2017	2016
Electric services	\$ 249,300	\$ 230,482	\$ (72,482)	\$ (86,862)
Water services	96,184	80,492	8,976	(2,959)
Sewer services	74,503	101,733	(199,075)	15,916

Table 4, above, presents the cost and revenue of each of the Town's business-type activities – electric, water & sewer – as well as the program *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

THE TOWN'S FUNDS

As the Town completed the year, its governmental funds (as presented on the balance sheet on page 14) reported a combined fund balance of \$52,573. The general fund and conservation trust fund reported fund balances of \$38,012 and \$14,561, respectively.

General Fund Budgetary Highlights

The actual charges to appropriations (expenditures) were \$1,860 below the final budget amounts, due in large part to costs related to general government, public works and health and welfare costs.

Additionally, resources available for appropriation (revenues) were \$11,310 more than the final budgeted amounts, due in large part to charges for services and miscellaneous revenues coming in higher than anticipated.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The Town of Fleming's investment in capital assets for its governmental and business-type activities as of December 31, 2017, amounts to \$896,397 (net of accumulated depreciation). This amount includes a broad range of capital assets, including public works equipment, electric, water, sewer, and other infrastructure.

The Town remains committed to the upkeep and maintenance of the Town's largest assets. More detailed information about the Town's capital assets is presented in Table 5.

Table 5
CAPITAL ASSETS ON DECEMBER 31, 2017

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land and improvements	\$ 251,150	\$ 257,876	\$ 7,672	\$ 7,763	\$ 258,822	\$ 265,639
Construction in progress	-	-	216,197	-	216,197	-
Buildings	63,433	65,534	-	-	63,433	65,534
Infrastructure	51,931	53,387	-	-	51,931	53,387
Equipment	25,991	16,914	4,381	4,825	30,372	21,739
Systems	-	-	275,642	287,693	275,642	287,693
Total	<u>\$ 392,505</u>	<u>\$ 393,711</u>	<u>\$ 503,892</u>	<u>\$ 300,281</u>	<u>\$ 896,397</u>	<u>\$ 693,992</u>

Long-term debt. The Town had \$2,234 in debt outstanding at year-end. More detailed information about the Town's long-term debt is presented in Table 6 and Note F to the financial statements.

Table
LONG-TERM DEBT ON DECEMBER 31, 2017

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Compensated absences	\$ 663	\$ 335	\$ 3,590	\$ 1,899	\$ 4,253	\$ 2,234
Notes payable	-	-	97,500	-	97,500	-
Total	<u>\$ 663</u>	<u>\$ 335</u>	<u>\$ 101,090</u>	<u>\$ 1,899</u>	<u>\$ 101,753</u>	<u>\$ 2,234</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

During the next town council budget session, the town council will increase utility rates to pay for an increase in costs of services. It will also incur debt and increase utility rates to finance a new sewer project expected to begin in the next budget cycle.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the funds and assets it receives. If you have questions about this report, or should you need additional financial information, contact Town of Fleming, 114 N. Logan Avenue, PO Box 468, Fleming, Colorado 80728.

Basic Financial Statements

The basic financial statements of the Town include the following:

Government-wide financial statements. The government-wide statements display information about the reporting government as a whole, except for its fiduciary activities.

Fund financial statements. The fund financial statements display information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds.

Notes to the financial statements. The notes communicate information essential for fair presentation of the financial statements that is not displayed on the face of the financial statements. As such, the notes are an integral part of the basic financial statements.

TOWN OF FLEMING, COLORADO
Statement of Net Position
December 31, 2017

	Governmental Activities	Business-type Activities	Total
Assets			
Cash	\$ 107,927	\$ 271,624	\$ 379,551
Cash with county treasurer	594		594
Receivables	58,099	262,855	320,954
Internal balances	(58,930)	58,930	-
Inventories		17,832	17,832
Capital assets, net of depreciation	392,505	503,892	896,397
Total assets	\$ 500,195	\$ 1,115,133	\$ 1,615,328
Liabilities			
Accounts payable	\$ 6,053	\$ 130,892	\$ 136,945
Accrued interest payable		488	488
Refundable deposits		19,435	19,435
Noncurrent liabilities			
Due in more than one year	633	101,090	101,723
Total liabilities	6,686	251,905	258,591
Deferred inflows of resources			
Deferred property tax revenues	49,064		49,064
Total deferred inflows of resources	49,064	-	49,064
Net position			
Net investment in capital assets	392,505	406,392	798,897
Restricted for:			
Emergencies	3,500		3,500
Culture and recreation	14,561		14,561
Unrestricted	33,879	456,836	490,715
Total net position	444,445	863,228	1,307,673
Total liabilities, deferred inflows of resources and net position	\$ 500,195	\$ 1,115,133	\$ 1,615,328

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

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TOWN OF FLEMING, COLORADO
Statement of Activities
For the Year Ended December 31, 2017

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government	\$ 65,436	\$ 2,383		
Public safety	656			
Public works	10,006		\$ 23,812	
Health and welfare	15,237	2,000		
Culture and recreation	9,232	500	4,043	\$ 8,431
Total governmental activities	100,567	4,883	27,855	8,431
Business-type activities				
Electric	249,300	321,782		
Water	96,184	87,208		
Sewer	74,503	57,206		216,372
Total business-type activities	419,987	466,196	-	216,372
Total	\$ 520,554	\$ 471,079	\$ 27,855	\$ 224,803
General revenues and transfers				
Taxes				
Property taxes, levied for general purposes				
Specific ownership taxes				
Sales taxes				
Franchise taxes				
Other taxes				
Unrestricted earnings on investments				
Miscellaneous				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position at beginning of year				
Net position at end of year				

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

Net (Expenses) Revenues and
Changes in Net Position

Governmental Activities	Business-type Activities	Total
\$ (63,053)		\$ (63,053)
(656)		(656)
13,806		13,806
(13,237)		(13,237)
3,742		3,742
(59,398)	\$ -	(59,398)
	72,482	72,482
	(8,976)	(8,976)
	199,075	199,075
-	262,581	262,581
(59,398)	262,581	203,183
47,787		47,787
5,300		5,300
21,413		21,413
1,696		1,696
1,117		1,117
1,084		1,084
575		575
30,000	(30,000)	-
108,972	(30,000)	78,972
49,574	232,581	282,155
394,871	630,647	1,025,518
\$ 444,445	\$ 863,228	\$ 1,307,673

TOWN OF FLEMING, COLORADO
Balance Sheet
Governmental Funds
December 31, 2017

	General Fund	Other Governmental Fund	Total Governmental Funds
Assets			
Cash	\$ 93,366	\$ 14,561	\$ 107,927
Cash with county treasurer	594		594
Property taxes receivable	49,064		49,064
Accounts receivable	9,035		9,035
Total assets	\$ 152,059	\$ 14,561	\$ 166,620
Liabilities			
Accounts payable	\$ 6,053		\$ 6,053
Due to other funds	58,930		58,930
Total liabilities	64,983	\$ -	64,983
Deferred inflows of resources			
Deferred property tax revenues	49,064		49,064
Total deferred inflows of resources	49,064	-	49,064
Fund balance			
Restricted for:			
Emergencies	3,500		3,500
Culture and recreation		14,561	14,561
Unassigned	34,512		34,512
Total fund balance	38,012	14,561	52,573
Total liabilities, deferred inflows of resources and fund balance	\$ 152,059	\$ 14,561	\$ 166,620

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

TOWN OF FLEMING, COLORADO
Reconciliation of the Balance Sheet of 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	\$ 52,573
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	392,505
Certain liabilities, such as accrued compensated absences, are not due and payable in the current period and therefore are not reported in the governmental funds.	<u>(633)</u>
Net position of governmental activities	<u><u>\$ 444,445</u></u>

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

TOWN OF FLEMING, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2017

	General Fund	Other Governmental Fund	Total Governmental Funds
Revenues			
Taxes	\$ 76,369		\$ 76,369
Licenses and permits	433		433
Intergovernmental	24,756	\$ 4,043	28,799
Charges for services	4,450		4,450
Miscellaneous	10,050	40	10,090
Total revenues	116,058	4,083	120,141
Expenditures			
Current			
General government	63,787		63,787
Public safety	162		162
Public works	4,900		4,900
Health and welfare	13,719		13,719
Culture and recreation	11,495	5,000	16,495
Total expenditures	94,063	5,000	99,063
Excess of revenues over (under) expenditures	21,995	(917)	21,078
Other financing sources			
Transfers in	30,000		30,000
Net change in fund balance	51,995	(917)	51,078
Fund balance (deficit) at beginning of year	(13,983)	15,478	1,495
Fund balance at end of year	\$ 38,012	\$ 14,561	\$ 52,573

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

TOWN OF FLEMING, COLORADO

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2017**

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

Net change in fund balance - governmental funds	\$ 51,078
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which depreciation exceeded capital outlays in the current period.	(1,206)
In the statement of activities, compensated absences are measured by the amount earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).	(298)
Change in net position of governmental activities	<u>\$ 49,574</u>

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

TOWN OF FLEMING, COLORADO
Statement of Net Position
Proprietary Funds
December 31, 2017

	Business-type Activities Enterprise Funds			Total
	Electric Fund	Water Fund	Sewer Fund	
Assets				
Current assets				
Cash	\$ 164,172	\$ 75,431	\$ 32,021	\$ 271,624
Accounts receivable	39,803	7,925	6,755	54,483
Grants receivable			208,372	208,372
Due from other funds	58,946	8,413		67,359
Inventories	14,847	2,585	400	17,832
Total current assets	277,768	94,354	247,548	619,670
Noncurrent assets				
Land and improvements		5,957	28,335	34,292
Buildings and improvements	10,500	1,863	2,410	14,773
Vehicles and equipment	82,356	12,000	46,625	140,981
Systems	159,197	685,368	70,229	914,794
Construction in progress			216,197	216,197
Accumulated depreciation	(245,052)	(433,101)	(138,992)	(817,145)
Total noncurrent assets	7,001	272,087	224,804	503,892
Total assets	\$ 284,769	\$ 366,441	\$ 472,352	\$ 1,123,562

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

	Business-type Activities Enterprise Funds			Total
	Electric Fund	Water Fund	Sewer Fund	
Liabilities				
Current liabilities				
Accounts payable	\$ 16,370		\$ 114,522	\$ 130,892
Due to other funds			8,429	8,429
Accrued interest payable			488	488
Refundable deposits	12,450	\$ 3,550	3,435	19,435
Total current liabilities	28,820	3,550	126,874	159,244
Noncurrent liabilities				
Accrued compensated absences	2,112	845	633	3,590
Notes payable			97,500	97,500
Total noncurrent liabilities	2,112	845	98,133	101,090
Total liabilities	30,932	4,395	225,007	260,334
Net position				
Net investment in capital assets	7,001	272,087	127,304	406,392
Unrestricted	246,836	89,959	120,041	456,836
Total net position	253,837	362,046	247,345	863,228
Total liabilities and net position	\$ 284,769	\$ 366,441	\$ 472,352	\$ 1,123,562

TOWN OF FLEMING, COLORADO
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2017

	Business-type Activities Enterprise Funds			Total
	Electric Fund	Water Fund	Sewer Fund	
Operating revenues				
Charges for services	\$ 321,782	\$ 87,208	\$ 57,206	\$ 466,196
Operating expenses				
Salaries	38,025	37,470	37,694	113,189
Employee benefits	7,811	5,010	4,806	17,627
Operating leases	4,344	12,062		16,406
Office supplies	2,004	752	752	3,508
Professional services	2,108	2,112	14,007	18,227
Travel and education	573	1,252	616	2,441
Dues and licenses	915	488	738	2,141
Insurance and bonds	3,800	3,800	3,800	11,400
Repairs and maintenance	13,040	16,642	3,302	32,984
Cost of electricity	169,606			169,606
Utilities	2,521	2,531	3,286	8,338
Testing and paperwork		2,107	3,300	5,407
Miscellaneous	2,329	867	24	3,220
Depreciation	2,224	11,091	472	13,787
Total operating expenses	249,300	96,184	72,797	418,281
Operating income (loss)	72,482	(8,976)	(15,591)	47,915
Nonoperating revenues (expenses)				
Grant revenues			216,372	216,372
Interest expense			(1,706)	(1,706)
Total nonoperating revenues (expenses)	-	-	214,666	214,666
Net income (loss) before transfers	72,482	(8,976)	199,075	262,581
Transfers out	(30,000)			(30,000)
Change in net position	42,482	(8,976)	199,075	232,581
Net position at beginning of year	211,355	371,022	48,270	630,647
Net position at end of year	\$ 253,837	\$ 362,046	\$ 247,345	\$ 863,228

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

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TOWN OF FLEMING, COLORADO
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2017

	Business-type Activities Enterprise Funds			Total
	Electric Fund	Water Fund	Sewer Fund	
Cash flows from operating activities				
Receipts from customers	\$ 323,430	\$ 86,543	\$ 57,405	\$ 467,378
Payments to suppliers	(200,103)	(47,996)	(37,435)	(285,534)
Payments to employees	(37,030)	(37,072)	(37,396)	(111,498)
Net cash provided (used) by operating activities	86,297	1,475	(17,426)	70,346
Cash flows from noncapital financing activities				
Transfers out	(30,000)			(30,000)
Net cash used by noncapital financing activities	(30,000)			(30,000)
Cash flows from capital and related financing activities				
Grant revenues			36,500	36,500
Proceeds of long-term debt			97,500	97,500
Purchase of capital assets			(105,505)	(105,505)
Interest and fiscal charges paid			(1,218)	(1,218)
Net cash provided by capital and related financing activities	-	-	27,277	27,277
Net increase in cash	56,297	1,475	9,851	67,623
Cash at beginning of year	107,875	73,956	22,170	204,001
Cash at end of year	\$ 164,172	\$ 75,431	\$ 32,021	\$ 271,624

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

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Total
Reconciliation of operating income (loss) to net cash provided (used) by operating activities				
Operating income (loss)	\$ 72,482	\$ (8,976)	\$ (15,591)	\$ 47,915
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation	2,224	11,091	472	13,787
Changes in assets and liabilities				
Receivables	1,333	(490)	(96)	747
Inventories	3,138	1,022	66	4,226
Accounts payable	5,810	(1,395)	(2,870)	1,545
Refundable deposits	315	(175)	295	435
Compensated absences	995	398	298	1,691
Net cash provided (used) by operating activities	<u>\$ 86,297</u>	<u>\$ 1,475</u>	<u>\$ (17,426)</u>	<u>\$ 70,346</u>

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies

This summary of the Town of Fleming’s significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The more significant of the Town’s accounting policies are described below.

A.1 – Reporting entity

The financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete. The reporting entity’s financial statements should present the funds of the primary government (including its blended component units, which are, in substance, part of the primary government) and provide an overview of the discretely presented component units.

The Town has examined other entities that could be included as defined in number 2 and 3 above. Based on these criteria, the Town has no component units.

A.2 – Fund accounting

The Town uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate “fund types.”

Governmental funds are used to account for all or most of a government’s general activities, including the collection and disbursement of earmarked funds (special revenue funds), major capital projects (capital projects fund), and the servicing of general long-term debt (debt service fund). The following are the Town’s major governmental funds:

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (Continued)

General Fund – The General Fund is the operating fund of the Town. It is used to account for most of the day-to-day operations of the Town which are financed from sales and use taxes, property taxes and other general revenues. Activities financed by the general fund include those of line and staff departments within the Town, except for activities of the enterprise funds.

The following is the Town's nonmajor governmental fund:

Conservation Trust Fund – This fund is a special revenue fund established to account for state lottery proceeds and allowable expenditures.

Proprietary funds focus on the determination of the changes in net position, financial position and cash flows and are classified as either enterprise or internal service. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the Town's major proprietary funds:

Electric Fund – This fund was established to account for all operations of the electric utility services provided by the Town.

Water Fund – This fund was established to account for all operations of the water utility services provided by the Town.

Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the Town.

A.3 – Basis of presentation

Government-wide financial statements – The statement of net position and the statement of activities display information about the Town as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of the Town that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the statements for governmental funds.

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (Continued)

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the Town and for each function or program of the Town's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Town, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Town.

Fund financial statements – Fund financial statements report detailed information about the Town. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources management focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balance, which reports the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the statement of net position. The statement of revenues, expenses and changes in fund net position presents increases (revenues) and decreases (expenses) in net total assets. The statement of cash flows provides information about how the Town finances and meets the cash flow needs of its proprietary activities.

A.4 – Basis of accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary funds also use the accrual basis of accounting.

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (Continued)

Revenues – exchange and nonexchange transactions – Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Town, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the Town receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenues from property taxes are recognized in the fiscal year for which the taxes are levied. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Town must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Town on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Unearned revenue – Unearned revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues also arise when resources are received by the Town before it has a legal claim to them, as when grant monies are received prior to meeting eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

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 applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has no items that qualify for reporting in this category.

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (Continued)

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 government has only one type of item that qualifies for reporting in this category. Accordingly, the item, deferred property tax revenues, is reported on both the statement of net position and the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period for which they are levied and that the amounts become available.

Expenses/expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

A.5 – Encumbrances

Encumbrances outstanding at year-end are considered immaterial and thus are not reported as reservations of fund balance.

A.6 – Cash and cash equivalents

For the purposes of the statement of cash flows, the Town considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

A.7 – Short-term interfund receivables/payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the government-wide statement of net position, and are classified as due from other funds or due to other funds on the balance sheet.

A.8 – Receivables

Monthly charges for electric, water and sewer services are included with monthly utility billings. No allowance for doubtful accounts has been provided in the accompanying financial statements since substantially all accounts are deemed by management to be collectible.

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (Continued)

A.9 – Inventories

Inventories in the proprietary funds consist of supplies and are recorded at the lower of cost or market using the first-in, first-out method.

A.10 – Capital assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund financial statements.

All capital assets with a unit cost greater than \$1,000 are capitalized at cost (or estimated historical cost, if actual cost is not available) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair value on the date received. Improvements to assets are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not. Infrastructure assets, consisting of certain improvements other than buildings (such as parking facilities, sidewalks, landscaping and lighting systems) will be capitalized on a prospective basis.

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of borrowing until project completion with interest earned on invested proceeds over the same period. No interest was capitalized during the year.

All reported capital assets are depreciated with the exception of land costs. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Buildings	50 years	40 years
Equipment	3-25 years	3-10 years
Improvements other than buildings	10-50 years	25-50 years
Infrastructure	50 years	n/a

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (Continued)

A.11 – Compensated absences

Full-time, salaried employees earn and accrue sick leave at the rate of 2/3 of a day per month which can be accumulated to 30 days. Sick leave is not a vested benefit for all employees hired after January 1, 1987. As of year-end, all vested sick leave benefits have been used by Town employees.

Annual leave is earned at increasing rates based on longevity. In no event can an employee accumulate more than 1/2 of their annual leave at the end of each year. Employees are paid 100% of their annual leave balance upon leaving Town service.

A.12 – Accrued liabilities and long-term obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, the noncurrent portion of compensated absences and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. Bonds payable and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

A.13 – Fund balance

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54). This Statement defines the different type of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below.

Nonspendable, such as fund balance associated with inventories, prepaid expenditures, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed or assigned),

Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation,

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (Continued)

Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the town council (the Town's highest level of decision-making authority),

Assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, and

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

Committed fund balance is established by a formal passage of a resolution. This is typically done through the adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the town council through adoption or amendment of the budget as intended for specific purpose (such as purchase of fixed assets, construction, debt service or for other purposes).

When both restricted and unrestricted resources are available in governmental funds, the Town applies expenditures against restricted fund balance first, and followed by committed fund balance, assigned fund balance and unassigned fund balance.

A.14 – Net position

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are liabilities imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Town applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

A.15 – Operating revenues and expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Town, these revenues are service charges for water utility services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (Continued)

A.16 – Interfund transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. In general, the effect of interfund activity has been eliminated from the government-wide financial statements.

A.17 – Extraordinary and special items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the town council and that are either unusual in nature or infrequent in occurrence. The Town had no transactions that qualify as extraordinary or special items during the year.

Note B – Cash and investments

Cash and deposits

Colorado State statutes govern the Town's deposit of cash. The Public Deposit Protection Acts (PDPA) for banks and savings and loans require state regulators to certify eligible depositories for public deposits. The PDPA require eligible depositories with public deposits in excess of federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the State of Colorado or Colorado local governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group and not held in any individual government's name. The fair value of the assets in the pool must be at least equal to 102% of the aggregate uninsured deposits.

Custodial credit risk – deposits – Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a deposit policy for custodial credit risk. At year-end, the Town had total deposits of \$401,360, of which \$250,000 were insured and \$151,360 were collateralized with securities held by the pledging institution's trust department or agent in the Town's name.

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note B – Cash and investments (Continued)

Investments

Authorized investments – Investment policies are governed by Colorado State Statutes and the Town’s own investment policies and procedures. Investments of the Town may include:

- Obligations of the United States Government such as treasury bills, notes and bonds
- Certain international agency securities
- General obligation and revenue bonds of United States local government entities
- Bankers acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

At year-end the Town did not have any investments.

Note C – Receivables

Receivables at year-end consist of the following:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total Receivables</u>
Property taxes receivable	\$ 49,064	\$ -	\$ 49,064
Accounts receivable	9,035	54,483	63,518
Grants receivable	<u>-</u>	<u>208,372</u>	<u>208,372</u>
Total	<u>\$ 58,099</u>	<u>\$ 262,855</u>	<u>\$ 320,954</u>

Property taxes are levied on December 15th and attach as a lien on property the following January 1st. They are payable in full by April 30th or are due in two equal installments on February 28th and June 15th. Logan County bills and collects property taxes for all taxing entities within the county. The tax receipts collected by the county are remitted to the Town in the subsequent month.

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note D - Interfund transactions

The following is a summary of interfund borrowings and transfers for the year as presented in the fund financial statements:

<u>Due From</u>	<u>Due To</u>	<u>Amount</u>
Electric Fund	General Fund	\$ 50,517
Water Fund	General Fund	8,413
Electric Fund	Sewer Fund	<u>8,429</u>
Total		<u>\$ 67,359</u>

All balances resulted from the time lag between the dates that (1) interfund reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Electric Fund	<u>\$ 30,000</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

Note E - Capital assets

Capital asset activity for the year was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Ending Balance</u>
Governmental activities				
Capital assets, not being depreciated:				
Land	\$ 4,247	\$ -	\$ -	\$ 4,247
Total capital assets, not being depreciated	4,247	-	-	4,247
Capital assets, being depreciated:				
Land improvements	362,612	-	-	362,612
Buildings	113,474	-	-	113,474
Infrastructure	70,238	-	-	70,238
Equipment	<u>72,387</u>	<u>13,431</u>	-	<u>85,818</u>
Total capital assets, being depreciated	<u>618,711</u>	<u>13,431</u>	-	<u>632,142</u>
Total capital assets	622,958	13,431	-	636,389

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note E – Capital assets (Continued)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Ending Balance</u>
Less accumulated depreciation for:				
Land improvements	(108,983)	(6,726)	-	(115,709)
Buildings	(47,940)	(2,101)	-	(50,041)
Infrastructure	(16,851)	(1,456)	-	(18,307)
Equipment	<u>(55,473)</u>	<u>(4,354)</u>	<u>-</u>	<u>(59,827)</u>
Total accumulated depreciation	<u>(229,247)</u>	<u>(14,637)</u>	<u>-</u>	<u>(243,884)</u>
Governmental activities capital assets, net	<u>\$ 393,711</u>	<u>\$ (1,206)</u>	<u>\$ -</u>	<u>\$ 392,505</u>
Business-type activities				
Capital assets, not being depreciated:				
Land	\$ 5,600	\$ -	\$ -	\$ 5,600
Construction in progress	<u>-</u>	<u>216,197</u>	<u>-</u>	<u>216,197</u>
Total capital assets, not being depreciated	5,600	216,197	-	221,797
Capital assets, being depreciated:				
Utility systems	914,794	-	-	914,794
Land improvements	28,692	-	-	28,692
Buildings	14,773	-	-	14,773
Equipment	<u>139,781</u>	<u>1,200</u>	<u>-</u>	<u>140,981</u>
Total capital assets, being depreciated	<u>1,098,040</u>	<u>1,200</u>	<u>-</u>	<u>1,099,240</u>
Total capital assets	1,103,640	217,397	-	1,321,037
Less accumulated depreciation for:				
Utility systems	(627,101)	(12,051)	-	(639,152)
Land improvements	(26,528)	(92)	-	(26,620)
Buildings	(14,773)	-	-	(14,773)
Equipment	<u>(134,956)</u>	<u>(1,644)</u>	<u>-</u>	<u>(136,600)</u>
Total accumulated depreciation	<u>(803,358)</u>	<u>(13,787)</u>	<u>-</u>	<u>(817,145)</u>
Business-type activities capital assets, net	<u>\$ 300,282</u>	<u>\$ 203,610</u>	<u>\$ -</u>	<u>\$ 503,892</u>

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note E - Capital assets (Continued)

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

Governmental activities	
General government	\$ 1,350
Public safety	495
Public works	5,106
Health and welfare	1,518
Culture and recreation	<u>6,168</u>
Total governmental activities	14,637
Business-type activities	
Electric	2,224
Water	11,091
Sewer	<u>472</u>
Total business-type activities	<u>13,787</u>
Total depreciation expense	<u>\$ 28,424</u>

Note F - Long-term debt

The following is a summary of the changes in long-term debt for the year:

	<u>Beginning</u> <u>Balances</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u> <u>Balances</u>	<u>Due within</u> <u>one year</u>
Governmental activities					
Compensated absences	\$ 335	\$ 298	\$ -	\$ 663	\$ -

The compensated absences attributable to the governmental activities will be liquidated primarily by the General Fund. The Town believes that the current portion of compensated absences is negligible and is therefore not reported.

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note F – Long-term debt (Continued)

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balances</u>	<u>Due within one year</u>
Business-type Activities					
Compensated absences	\$ 1,899	\$ 1,691	\$ -	\$ 3,590	\$ -
Notes payable	<u>-</u>	<u>97,500</u>	<u>-</u>	<u>97,500</u>	<u>-</u>
Totals	<u>\$ 1,899</u>	<u>\$ 99,191</u>	<u>\$ -</u>	<u>\$ 101,090</u>	<u>\$ -</u>

Notes payable

The Town entered into a \$97,500 note agreement with the National Rural Water Association dated May 11, 2017, to help finance costs associated with the initial engineering and design of the Town's waste water treatment facility. The note bears interest at 3% and requires monthly interest payments of \$244 beginning on July 1, 2017 through June 1, 2022, at which time a balloon payment of \$97,500 becomes due and payable.

The following schedule represents the Town's debt service requirements to maturity for the outstanding notes payable at year-end:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ -	\$ 2,925	\$ 2,925
2019	-	2,925	2,925
2020	-	2,925	2,925
2021	-	2,925	2,925
2022	<u>97,500</u>	<u>1,463</u>	<u>98,963</u>
Total	<u>\$ 97,500</u>	<u>\$ 13,163</u>	<u>\$ 110,663</u>

Note G – Risk management

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omissions; injuries to employees; and natural disasters. The Town participates in the Colorado Intergovernmental Risk Sharing Agency (CIRSA/PC) and the Colorado Intergovernmental Risk Sharing Agency for Worker's Compensation (CIRSA/WC). CIRSA/PC and CIRSA/WC provide member municipalities within the State of Colorado, property, liability and workmen's compensation coverages and related services.

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note G - Risk management (Continued)

CIRSA's general objectives are to provide member municipalities defined property and liability and/or worker's compensation coverages through self-insurance and excess insurance purchased from commercial companies. The Town pays an annual contribution to CIRSA for its insurance coverages. For the year ended, the Town's financial contribution to CIRSA/PC and CIRSA/WC was \$11,436 and \$3,714, respectively. Settled claims resulting from any of the above risks have not exceeded the coverages provided. There has been no significant reduction in insurance coverage from the prior year in any of the major categories of risk.

Note H - Defined Contribution Plan

The Town contributes to the Colorado County Officials and Employees Retirement Plan (the Plan), a defined contribution plan administered by the Colorado County Officials and Employees Retirement Association (CCOERA).

Benefit terms, including contribution requirements, for the Plan are established and may be amended by the Town Council. The Town's contribution is a minimum of three percent of covered salary, but may be increased beyond this amount. All eligible employees are required to contribute an amount equal to the contribution by the Town. For the year employee contributions totaled \$3,609, and the Town recognized pension expense of \$3,609.

Employees are immediately vested in their own contributions, Town contributions, and earnings on those contributions.

Note I - Deferred compensation plan

The Town has a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. This plan is administered and held in trust by an independent plan administrator through an administrative service agreement. Employees defer a portion of their salary until future years. Deferred compensation is not available to employees until termination, retirement, death, or financial hardship.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997 as the Town transferred the assets to the Colorado County Officials and Employees Retirement Association (CCOERA) Deferred Compensation Trust. These assets are held in trust for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted for any other purpose.

TOWN OF FLEMING, COLORADO
Notes to Financial Statements

Note J – Commitments and contingencies

Taxpayer's Bill of Rights (TABOR)

In November 1992, Colorado voters passed an amendment, commonly known as the Taxpayer's Bill of Rights (TABOR), to the State Constitution (Article X, Section 20) which limits the revenue raising and spending abilities of state and local governments. The limits on property taxes, revenue, and "fiscal year spending" include allowable annual increases tied to inflation and local growth. Fiscal year spending as defined by the amendment excludes spending from certain revenue and financing sources such as federal funds, gifts, property sales, fund transfers, damage awards, and fund reserves (balances). The amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the "spending limit" must be refunded or approved to be retained by the Town under specified voting requirements by the entire electorate. In April 1997, the voters of the Town approved a ballot initiative permitting the Town to retain, appropriate, and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds and revenues received from every source whatsoever, without limitation, in this fiscal year and all subsequent fiscal years notwithstanding any limitation of Article X, Section 20 of the Colorado Constitution. TABOR is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of TABOR. However, the Town has made certain interpretations of TABOR's language in order to determine its compliance.

TABOR requires an emergency reserve to be set aside in the amount of 3% or more of its fiscal year spending for 1995 and subsequent years thereafter. At year-end, the Town has reserved funds in the General Fund in the amount of 3,500 for the emergency reserve.

Budget Law

Expenditures/expenses in the Electric and Water Funds exceeded their appropriations by \$1,341 and \$232, respectively, and may be in violation of Colorado Local Government Budget Laws.

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Required Supplementary Information

Budgetary comparison schedules are required to be presented for the General Fund and each major special revenue fund. The Town has no major special revenue funds.

- General Fund – The General Fund is the operating fund of the Town. It is used to account for most of the day-to-day operations of the Town which are financed from sales and use taxes, property taxes and other general revenues. Activities financed by the general fund include those of line and staff departments within the Town, except for activities of the enterprise funds.

TOWN OF FLEMING, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes	\$ 78,074	\$ 78,074	\$ 76,369	\$ (1,705)
Licenses and permits			433	433
Intergovernmental revenue	23,494	23,494	24,756	1,262
Charges for services	2,580	2,580	4,450	1,870
Miscellaneous revenue	600	600	10,050	9,450
Total revenues	104,748	104,748	116,058	11,310
Expenditures				
Current				
General government	58,995	58,955	63,787	(4,832)
Public safety	414	414	162	252
Public works	9,600	9,600	4,900	4,700
Health and welfare	15,188	15,188	13,719	1,469
Culture and recreation	11,766	11,766	11,495	271
Total expenditures	95,963	95,923	94,063	1,860
Excess of revenues over (under) expenditures	8,785	8,825	21,995	13,170
Other financing sources				
Transfers in	30,000	30,000	30,000	-
Net change in fund balance	\$ 38,785	\$ 38,825	51,995	\$ 13,170
Fund balance (deficit) at beginning of year			(13,983)	
Fund balance at end of year			\$ 38,012	

TOWN OF FLEMING, COLORADO
Notes to the Required Supplementary Information

Note A – Budgetary data

Annual budgets are established for all funds of the Town. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles except for the enterprise funds (electric, water and sewer) in which capital and principal retirement expenses are treated as operating expenses and depreciation expense is not budgeted.

An appropriated budget for the entity as a whole is prepared on a detailed basis. Revenues are budgeted by source. Expenditures are budgeted by department and the major divisions thereof and by each independent office and agency and by the principal objects of expenditure. The legal level of control is considered to be the entity as a whole and expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to final review and approval by Town council. Within these control levels, management may transfer appropriations without Town council approval.

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

- On or before October 15, the Town Clerk submits to the Town board of trustees, a proposed budget for the following calendar year.
- A proposed budget is made available for public inspection, and public hearings are conducted to obtain taxpayer comments.
- Prior to December 15, the Town must adopt the budget by formal resolution and certify the mill levies to the County Commissioners.
- On or before December 31, the Town must enact a resolution making appropriations for the following calendar year.

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Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – General Fund Revenues and Expenditures
- Budgetary Comparison Schedule – Nonmajor Governmental Fund
- Budgetary Comparison Schedules – Enterprise Funds

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Budgetary Comparison Schedules – General Fund

The General Fund accounts for all transactions of the Town not required to be accounted for in other funds. This fund represents an accounting of the Town's ordinary operations financed primarily from tax dollars and intergovernmental aid. It is the most significant fund in relation to the Town's overall operations. The schedules of revenues and expenditures are included to provide a greater level of detail to the reader of the financial statements.

TOWN OF FLEMING, COLORADO
General Fund
Budgetary Comparison Schedule - Revenues
For the Year Ended December 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Taxes				
Property taxes	\$ 48,525	\$ 48,525	\$ 47,787	\$ (738)
Specific ownership taxes	5,000	5,000	5,300	300
Delinquent taxes and interest	122	122	173	51
Sales and use taxes	19,500	19,500	21,413	1,913
Franchise taxes	4,927	4,927	1,696	(3,231)
Total taxes	78,074	78,074	76,369	(1,705)
Licenses and permits			433	433
Intergovernmental revenues				
Highway users tax	17,500	17,500	19,795	2,295
Motor vehicle assessment	2,259	2,259	2,029	(230)
Road and bridge tax	2,600	2,600	1,988	(612)
Severance tax	487	487	388	(99)
Mineral lease funds	648	648	556	(92)
Total intergovernmental revenues	23,494	23,494	24,756	1,262
Charges for services				
General government	1,206	1,206	1,950	744
Public safety	24	24		(24)
Health and welfare	350	350	2,000	1,650
Culture and recreation	1,000	1,000	500	(500)
Total charges for services	2,580	2,580	4,450	1,870
Miscellaneous revenues				
Interest on investments	600	600	1,044	444
Contributions			8,431	8,431
Other			575	575
Total miscellaneous revenues	600	600	10,050	9,450
Total revenues	\$ 104,748	\$ 104,748	\$ 116,058	\$ 11,310

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TOWN OF FLEMING, COLORADO
General Fund
Budgetary Comparison Schedule - Expenditures
For the Year Ended December 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
General government				
Administrative salaries	\$ 33,085	\$ 33,085	\$ 37,145	\$ (4,060)
Board of trustee fees	2,400	2,400	2,400	-
Employee benefits	4,618	4,618	6,191	(1,573)
Rent and leases	300	300	1,200	(900)
Operating supplies	1,276	1,276	1,853	(577)
Professional services	3,505	3,505	2,305	1,200
Telephone and postage	1,519	1,519	1,198	321
Travel and transportation	520	520	350	170
Insurance and bonds	4,004	4,004	3,800	204
Public utilities	2,092	2,092	1,503	589
Repairs and maintenance	1,046	1,046	2,835	(1,789)
Education	309	309	91	218
Treasurer's fees	982	982	999	(17)
Advertising and legal notices	627	627	1,027	(400)
Dues and subscriptions	1,501	1,501	117	1,384
Miscellaneous	1,211	1,211	773	438
Total general government	58,995	58,995	63,787	(4,792)
Public safety				
Supplies	114	114	24	90
Repairs and maintenance	300	300	138	162
Total public safety	414	414	162	252
Public works				
Streets and highways				
Salaries	4,646	4,646		4,646
Supplies	500	500	1,642	(1,142)
Repairs and maintenance	3,540	3,540	2,327	1,213
Rent and leases	914	914	931	(17)
Total public works	9,600	9,600	4,900	4,700

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Health and welfare				
Cemetery and parks				
Salaries	8,606	8,606	501	8,105
Supplies	1,842	1,842	3,987	(2,145)
Repairs and maintenance	3,499	3,499	675	2,824
Travel and transportation	60	60		60
Miscellaneous	1,181	1,181	125	1,056
Capital outlay			8,431	(8,431)
Total health and welfare	15,188	15,188	13,719	1,469
Culture and recreation				
Salaries	10,144	10,144	9,301	843
Utilities	1,314	1,314	1,384	(70)
Supplies	308	308	163	145
Repairs and maintenance			647	(647)
Total culture and recreation	11,766	11,766	11,495	271
Total expenditures	\$ 95,963	\$ 95,963	\$ 94,063	\$ 1,900

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Budgetary Comparison Schedule - Nonmajor Governmental Fund

The Town reports the following nonmajor governmental fund:

Special Revenue Funds – These funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

- Conservation Trust Fund – This fund was established to account for the state lottery proceeds and allowable expenditures

TOWN OF FLEMING, COLORADO
Conservation Trust Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
State lottery funds	\$ 4,294	\$ 4,294	\$ 4,043	\$ (251)
Interest on investments	30	30	40	10
Total revenues	4,324	4,324	4,083	(241)
Expenditures				
Culture and recreation	4,000	5,000	5,000	-
Net change in fund balance	\$ 324	\$ (676)	(917)	\$ (241)
Fund balance at beginning of year			15,478	
Fund balance at end of year			\$ 14,561	

Budgetary Comparison Schedules – Enterprise Funds

The Town reports the following major proprietary funds:

Enterprise Funds – These funds are used to account for operations that provide services that are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes.

- Electric Fund – This fund was established to account for all operations of the electric utility service provided by the Town.
- Water Fund – This fund was established to account for all operations of the water utility service provided by the Town.
- Sewer Fund – This fund was established to account for all operations of the sewer utility service provided by the Town.

TOWN OF FLEMING, COLORADO
Electric Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Operating revenues				
Charges for services	\$ 316,491	\$ 316,491	\$ 321,782	\$ 5,291
Operating expenses				
Salaries	34,012	34,012	38,025	(4,013)
Employee benefits	8,579	8,579	7,811	768
Operating leases	4,561	4,561	4,344	217
Office supplies	1,024	1,024	2,004	(980)
Professional services	1,966	1,966	2,108	(142)
Travel and education	1,476	1,476	573	903
Dues and licenses	423	423	915	(492)
Insurance	4,283	4,283	3,800	483
Repairs and maintenance	6,579	6,579	13,040	(6,461)
Cost of electricity	180,670	180,670	169,606	11,064
Utilities	2,162	2,162	2,521	(359)
Miscellaneous			2,329	(2,329)
Total operating expenses	245,735	245,735	247,076	(1,341)
Operating income (loss)	70,756	70,756	74,706	3,950
Transfers out	(30,000)	(30,000)	(30,000)	-
Change in net position	\$ 40,756	\$ 40,756	44,706	\$ 3,950
Adjustments to GAAP Basis				
Deduct depreciation			(2,224)	
Change in net position - GAAP Basis			42,482	
Net position at beginning of year			211,355	
Net position at end of year			\$ 253,837	

TOWN OF FLEMING, COLORADO
Water Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Operating revenues				
Charges for services	\$ 74,998	\$ 74,998	\$ 87,208	\$ 12,210
Operating expenses				
Salaries	32,860	32,860	37,470	(4,610)
Employee benefits	3,350	3,350	5,010	(1,660)
Office supplies			752	(752)
Operating leases	12,055	12,055	12,062	(7)
Professional services	1,966	1,966	2,112	(146)
Travel and education	853	853	1,252	(399)
Dues and licenses	409	409	488	(79)
Insurance and bonds	4,069	4,069	3,800	269
Repairs and maintenance	11,279	11,279	16,642	(5,363)
Utilities	3,156	3,156	2,531	625
Testing and paperwork	363	363	2,107	(1,744)
Miscellaneous	1,701	1,701	867	834
Contingency reserve		12,800		12,800
Total operating expenses	72,061	84,861	85,093	(232)
Change in net position	\$ 2,937	\$ (9,863)	2,115	\$ 11,978
Adjustments to GAAP Basis				
Deduct depreciation			(11,091)	
Change in net position - GAAP Basis			(8,976)	
Net position at beginning of year			371,022	
Net position at end of year			\$ 362,046	

TOWN OF FLEMING, COLORADO
Sewer Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Operating revenues				
Charges for services	\$ 54,037	\$ 54,037	\$ 57,206	\$ 3,169
Operating expenses				
Salaries	33,900	33,900	37,694	(3,794)
Employee benefits	3,350	3,350	4,806	(1,456)
Office supplies	218	218	752	(534)
Professional services	2,028	2,028	14,007	(11,979)
Travel and education	1,213	1,213	616	597
Dues and licenses	650	650	738	(88)
Insurance and bonds	4,069	4,069	3,800	269
Repairs and maintenance	10,000	10,000	3,302	6,698
Utilities	2,713	2,713	3,286	(573)
Testing and paperwork	370	370	3,300	(2,930)
Miscellaneous	300	300	24	276
Capital outlay	2,450,115	2,450,115	217,397	2,232,718
Total operating expenses	2,508,926	2,508,926	289,722	2,219,204
Operating income (loss)	(2,454,889)	(2,454,889)	(232,516)	2,222,373
Nonoperating revenues (expenses)				
Grant revenues			216,372	216,372
Loan proceeds	2,456,615	2,456,615	97,500	(2,359,115)
Interest expense			(1,706)	(1,706)
Total nonoperating revenues (expenses)	2,456,615	2,456,615	312,166	(2,144,449)
Change in net position	\$ 1,726	\$ 1,726	79,650	\$ 77,924
Adjustments to GAAP Basis				
Add capital outlay			217,397	
Deduct loan proceeds			(97,500)	
Deduct depreciation			(472)	
Change in net position - GAAP Basis			199,075	
Net position at beginning of year			48,270	
Net position at end of year			\$ 247,345	

**Colorado Department of Highways
Local Highway Finance Report**

This calendar-year report of receipts and expenditures is required by the Colorado Department of Highways to maintain Statewide accountability for moneys used for highway and street purposes. To ensure data accuracy, House Bill 1008 mandates that this report be included in the Town's financial statements.

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Fleming
	YEAR ENDING : December 2017

This Information From The Records Of (example - City of _ or County of _)
Town of Fleming, Colorado Prepared By: Clay Gorman
Phone:970-265-2692

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	0
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	4,900
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	1,988	c. Other	
4. Miscellaneous local receipts (from page 2)	0	d. Total (a. through c.)	0
5. Transfers from toll facilities		4. General administration & miscellaneous	40
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	4,940
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	1,988	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government		2. Notes:	
(from page 2)	21,824	a. Interest	
D. Receipts from Federal Government		b. Redemption	
(from page 2)	0	c. Total (a. + b.)	0
E. Total receipts (A.7 + B + C + D)	23,812	3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	4,940

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	30,195	23,812	4,940	49,067	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2017

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	1,988	g. Other Misc. Receipts	
6. Total (1. through 5.)	1,988	h. Other	
c. Total (a. + b.)	1,988	i. Total (a. through h.)	0
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	19,795	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	2,029	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	2,029	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	21,824	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	0	0
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	0	0
			(Carry forward to page 1)

Notes and Comments: