TOWN OF MONUMENT, COLORADO

BASIC FINANCIAL STATEMENTS

December 31, 2017

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Logan and Associates, LLC
CERTIFIED PUBLIC ACCOUNTANTS

INTRODUCTORY SECTION

TOWN OF MONUMENT, COLORADO

BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2017

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FINANCIAL SECTION

Logan and Associates, LLC
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of the Town Council
Town of Monument
Monument, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Monument, Colorado, 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.

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Monument, Colorado , 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

Comparative Financial Information
The comparative financial information for the prior year has been presented in the accompanying financial statements in order to provide an analysis of changes in the Town's financial position and operations. However, complete comparative financial information has not been presented in accordance with generally accepted accounting principles since its inclusion would make the financial statements cumbersome and difficult to read. The comparative financial information was derived from the Town's financial statements for the year ended December 31, 2016, by which a report dated June 16, 2017 expressed an unmodified opinion.

Required Supplementary Information
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required budgetary information on pages i – x and 27-28 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.

Supplementary Information and 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 accompanying supplementary information and other information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such 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.

The supplementary information and other information have 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 financial statements as a whole.

Logan and Associates, LLC

Aurora, Colorado
July 27, 2018

2017 MANAGEMENT'S DISCUSSION & ANALYSIS

This discussion and analysis of the Town of Monument's financial performance provides an overview of the Town's financial activities for the fiscal year ended December 31, 2017. Please read it in conjunction with the Town's financial statements. This report contains other supplementary information in addition to the basic financial statements themselves.

Financial Highlights

- The assets of the Town of Monument exceeded its liabilities at the close of 2017 by $22,93,140 (net position). Of this amount, $2,483,691 (unrestricted net position) may be used for the Town's obligations to citizens and creditors.
- At December 31, 2017, the Town of Monument's governmental funds reported combined ending fund balances of $2,769,208 an increase of $834,722 in comparison with the prior year. $558.682 of this total amount is available for spending at the Town's discretion (unassigned fund balance).
- The unassigned fund balance for the General Fund was $558,682, or 9.87% of the total General Fund expenditures. This is an increase of 3.7% from the prior year.
- Sales and use taxes revenue, the Town's largest source of revenue was $4,519,645 for 2017 as compared to $4,061,351 for the prior year, an increase of 11.3%. The key factor for this was an increase in commercial and residential development and a more robust economy in 2017.

Using This Annual Report

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

1) the government-wide financial statements
2) fund financial statements
3) notes to the financial statements

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town of Monument's finances, in a manner similar to a private-sector business.

The ***statement of net position*** presents information on all the Town of Monument'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 Monument is improving or deteriorating.

The ***statement of activities*** presents information showing how the Town of Monument's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event 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 and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the Town of Monument that are principally supported by taxes and intergovernmental revenues *(Governmental Activities)* from other functions that are intended to recover all or a significant portion of their costs through user fees and charges *(Business-type Activities)*. The Governmental Activities of the Town of Monument include general government, public safety (law enforcement & court), public works (streets, parks and recreation, cemetery) and planning. The Business-type Activities of the Town of Monument include water.

Fund Financial Statements
A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Monument, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the Town's funds 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 that 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 statements provide a detailed short-term view of cash, the governmental fund operations and the basic services it provides.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions.

Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

Proprietary fund – The *enterprise fund* of the proprietary fund type is used to report the same functions presented as *business-type activities* in the government-wide financial statements, but provide more detail and additional information, such as cash flow. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities.

Notes to Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 10 through 24 of this report.

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town of Monument's General Fund and 2A Water ASD Fund (major special revenue fund); actual versus budgetary expenditures and can be found on pages 25 through 26 of this report. The combining statements, referred to earlier in connection with non-major governmental and enterprise funds, are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 27 through 34.

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. This is the 14th year the Town has reported using the GASB 34 model. Comparisons of 2016 to 2017 follow. In the case of the Town of Monument, assets exceeded liabilities by $20,765,907 at the end of 2016 and at the end of 2017 by $22,093,140 an increase in Total Net Position of $1,327,233 or 6.4%.

Assets	**2017** Governmental Activities	**2016** Governmental Activities	**2017** Business-type Activities	**2016** Business-type Activities	**2017** Total	**2016** Total
Current and other assets	$4,375,354	$ 3,498,333	1,462,681	$1,188,921	$ 5,838,035	$ 4,687,254
Capital assets, net	11,074,398	11,162,413	7,651,577	7,569,658	18,725,975	18,732,071
Total assets	15,499,752	14,660,746	9,114,258	8,758,579	24,564,010	23,419,325
Liabilities						
Long term liabilities	486,848	312,755	146,070	231,116	632,918	543,871
Other liabilities	812,552	1,085,414	131,566	230,483	944,118	1,315,897
Total liabilities	1,299,400	1,398,169	277,636	461,599	1,577,036	1,859,768
Deferred Inflow of Resources						
Deferred Property Tax Revenue	893,834	793,650	-	-	893,834	793,650
Net Position						
Net investment in capital assets	10,778,718	10,757,529	7,472,513	7,259,893	18,251,231	18,017,422
Restricted	212,108	201,723	1,146,110	1,162,919	1,358,218	1,364,642
Unrestricted	2,265,692	1,509,675	217,999	(125,832)	2,483,691	1,383,843
Total net position	$13,256,518	$12,468,927	$8,836,622	$8,296,980	$22,093,140	$20,765,907

The largest portion of the Town of Monument's net position (83%) reflects its investment in capital assets (e.g. land, buildings, infrastructure, vehicles, equipment, etc.), less any related debt still outstanding (current and long-term), that was used to acquire those assets. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town'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. Unrestricted net position may be used to meet the Town's ongoing obligations to citizens and creditors.

A small portion of the Town of Monument's net position (6%) represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position, $2,483,691, may be used to meet the Town's ongoing obligations to citizens and creditors.

Changes in Net Position

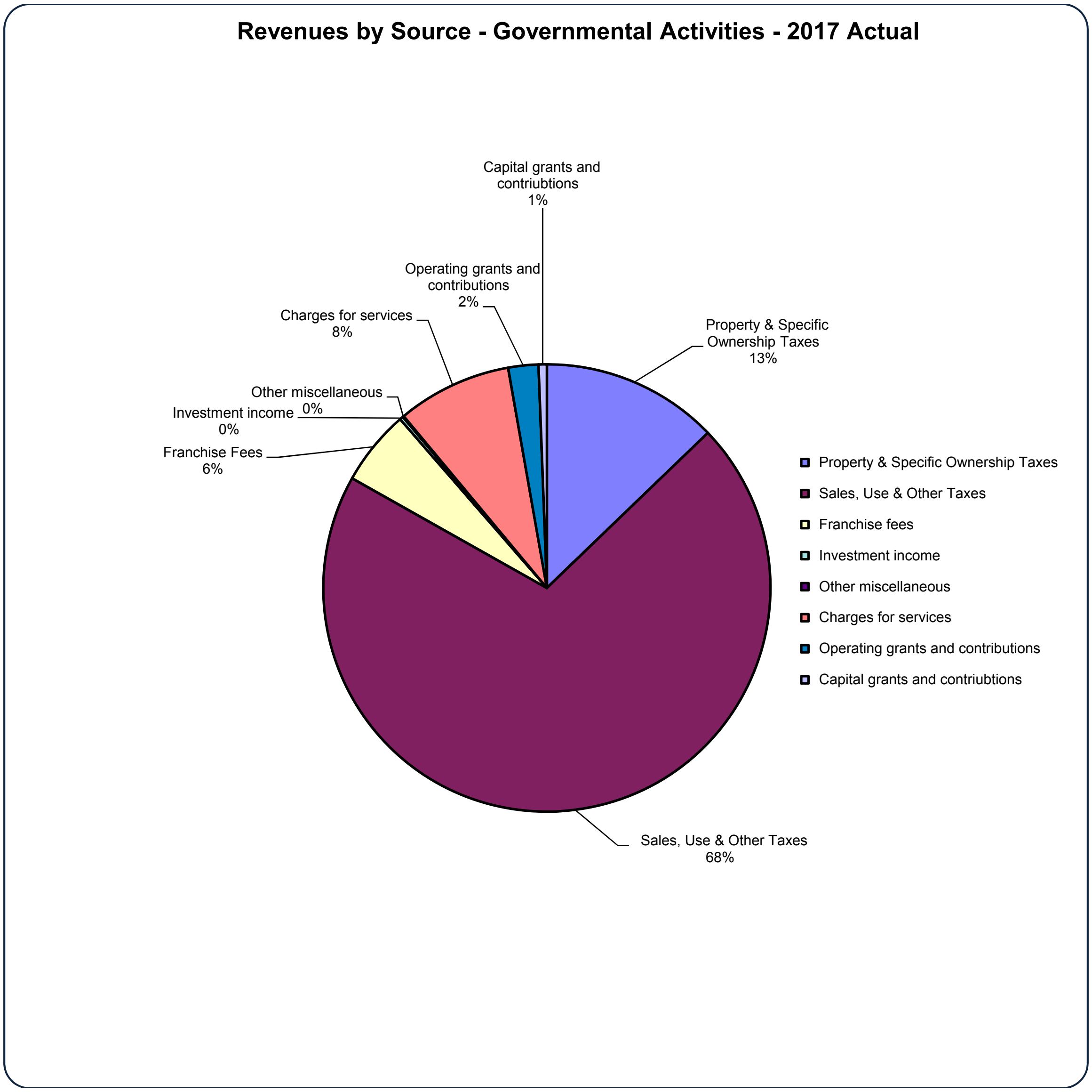
The Town's net position increased $1,327,233 during 2017. Governmental Activities reported an $787,591 increase, with sales tax revenue and property taxes being the largest contributors.

CHANGES IN NET POSITION

	2017 Governmental Type Activities	2016 Governmental Type Activities	2017 Business Type Activities	2016 Business Type Activities	2017 Total	2016 Total
Revenues:						
Program revenues:						
Charges for Services	$582,625	$499,899	1,453,585	1,305,262	$2,036,210	$1,805,161
Operating Grants & Contributions	83,675	328,461	-	-	83,675	328,461
Capital Grants & Contributions	41,706	47,759	344,050	681,110	385,756	728,869
General revenues:						
Property taxes	900,282	844,132	-	-	900,282	844,132
Sales taxes	4,713,504	4,200,563	177,354	176,553	4,890,858	4,377,116
Franchise taxes	382,667	358,620	-	-	382,667	358,620
Other Taxes	233,467	223,636	-	-	233,467	223,636
Investment income	17,987	11,154	10,422	5,834	28,409	16,998
Other Misc	5,924	19,522	18,226	25,474	24,150	44,996
Transfers	69,645	(21,865)	(69,645)	21,865	-	-
Total revenues	7,031,482	6,511,881	1,933,992	2,216,098	8,965,474	8,727,979
Program expenses:						
General government	2,319,744	2,566,150	-	-	2,319,744	2,566,150
Public safety	1,704,140	1,545,742	-	-	1,704,140	1,545,742
Public works, Parks & Recreation	2,204,934	2,171,923	-	-	2,204,934	2,171,923
Interest on long-term debt	15,073	22,890	8,864	16,629	23,937	39,519
Water	-	-	1,385,486	1,368,601	1,385,486	1,368,601
Total expenses	6,243,891	6,306,705	1,394,350	1,385,230	7,638,241	7,681,935
Increase (decrease) in net position	787,591	205,176	539,642	830,868	1,327,233	1,036,044
Net position 12/31/16	$12,468,927	$12,263,751	$8,296,980	$7,466,112	$20,765,907	$19,729,863
Net Position 12/31/17	$13,256,518	$12,468,927	$8,836,622	$8,296,980	$22,093,140	$20,765,907

Governmental Activities

The following pie chart illustrates the governmental activities revenues.



Sales and use taxes are the Town's largest governmental activities revenue source at 68%. Property taxes are the second largest revenue source at 13% of the Town's revenue for governmental activities. Charges for services include planning, traffic impact and storm drainage impact fees and along with franchise fees comprise the third largest revenue source of the Town's governmental activities at 8%. The remaining franchise fees along with grants & contributions accounts for 9% of total revenues.

Business-type Activities
Charges for services account for 75% of the Town's revenue for business-type activities. Sales taxes account for 10% and the remaining interest income, grants & contributions and miscellaneous revenue accounts for 15% of total revenues.

Financial Analysis of the Town's Funds

The Town of Monument uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

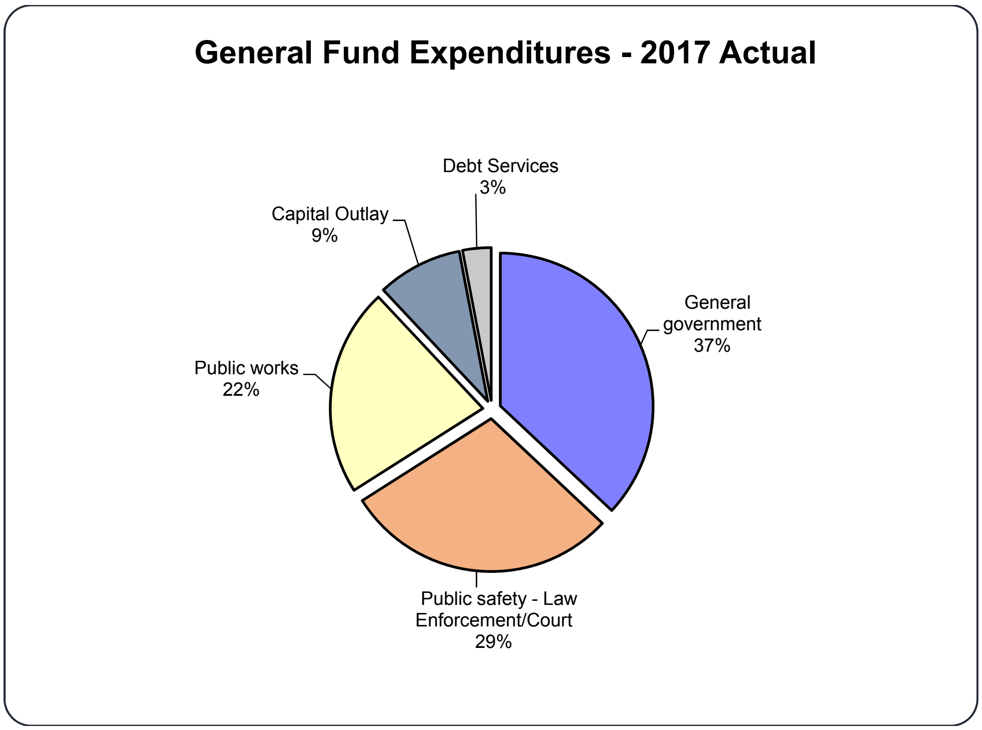
The Town Manager, in conjunction with the Department Heads, continued to analyze the Town's salary ranges to keep up with competitive rates, for non-exempt employees, for related size towns and job descriptions. We were able to give 3% to 5% Performance Based raises for personnel and had no layoffs in 2017. The Town is within range for the state-wide CML Salary Survey.

Water Fund revenue was less than Budget by ($543,860) due to fees for service being less than budgeted and not funding a capital lease for water. Customer usage increased $148,323 from 2016 to 2017. Tap fee revenue in 2017 was $344,050 which was $20,050 more than budgeted. The Town is approaching build-out of residential properties that are the Town's responsibility, so this revenue stream will continue to be minimal. Water billing revenue was $1,453,585 and Sales Tax Revenue was $177,354.

Water Fund actual budgetary expenses were approximately $720,599 under budget in 2017 due to capital commitments not being spent.

General Fund Budgetary Highlights

The Board of Trustees must approve increases in the expenditure budget for any fund. Line item budget transfers are allowed within a fund with the approval of the Town Manager. The General Fund's budgeted expenditures and transfers out were $6,331,612. Actual expenditures for 2017 were $5,662,795 an amount favorable to budgeted expenditures of $668,817. This positive variance was the result, in part, of salary savings; reduced Department expenditures and the Town's decision not to purchase all approved capital items. The following pie chart shows the distribution of expenses by program/function.



Capital Assets and Debt Administration

Capital Assets

The Town of Monument's investment in capital assets for its governmental and business-type activities as of December 31, 2017 totaled $18,725,975 (net of accumulated depreciation). Water fund capital assets represent 41% of this total.

The capital projects for the Town's governmental activities consisted of expenditures to include $$41,000 for building R&M; $45,585 on furniture and equipment; $148,971 on vehicles and street equipment; $25,350 on park improvements and $544,805 on street improvements, for total capital outlay of $805,711.

The Water Department spent $227,860 on well repairs and $210,475 on equipment for total capital outlay of $438,335.

Note 5 of the financial statements provide a detailed summary of the Town's capital assets.

Long-term Debt

The Town's long-term debt related to governmental activities decreased in 2017. Payments of $352,554 were made on bonds, loans and capital lease obligations during the year. The Town did enter a new lease agreement in 2017 for Capital Asset Improvements for the Departments in the amount of $235,758.

The Town's long-term debt related to business-type activities decreased in 2017. Payments of $151,594 were made on bonds, loans and capital lease obligations.
The Town did not enter a new lease agreement in 2017 for Capital Asset Improvements for the Water Department.

Note 6 of the financial statements provide a detailed summary on the Town's long-term debt.

Economic Factors and Next Year's Budget and Rates

The unemployment rate for El Paso County in 2017 was 2.8% down 0.3% from the 2016 average. This compares to the national average of 4.4% and state average of 2.7% for 2017.

Total land use permits issued in 2017 were 353, with 332 residential and 21 commercial. This is up 44 permits from 2016, with most of the increase coming in new single-family homes. 2018 is expected to be higher than 2017 numbers, due to several new residential developments beginning in the Town.

Total retail sales tax is budgeted at $4,443,415 for 2018, which compares to $4,079,565 in 2017, an increase of 8.9%.

Property tax revenue is expected to increase $101,105 or 12% in 2018. This increase reflects a slight upswing in development over the previous year. The mill levy for 2018 is 6.289 mills. This levy brings the Town into compliance with Tabor and Gallagher laws. The mill levy for 2017 was 6.289 mills, unchanged since 2008.

The 2018 budget includes capital projects, which includes new body cameras for the Police Department; asphalt work for the Town streets; bleachers at Dirty Woman Park; portable tower lights; heavy equipment tires and a shouldering attachment for the F450, all which total $300,000. In 2018 the Town segregated the majority of its capital improvements into the Capital Improvement Project Fund to better track capital. The General Fund has $180,000 in capital projects to include new sidewalks on Beacon Lite Road; a turf tractor; a pour and play tot lot and solar lights at Limbach Park. The Water Enterprise Fund has in-fund capital projects of computer software and hardware upgrades for the Badger meters and Scada system; Well 7 & 8 filter rehab; distribution lines repair and maintenance and a truck. All of these projects total $104,000. In the Capital Project Improvement Fund, the Water Enterprise Fund has $1,894,500 in projects, $1.8MM of which is to be financed over a 10-year period. This is for the booster station upgrade and well 4 & 5 treatment plant upgrade. There is also over $200,000 for projects on Raspberry Lane and changing to electric valves in Plant #7. The ancillary funds have available cash for designated projects as they are assigned.

The Town continues the process for compliance with the Federal National Pollutant Discharge Elimination System (NPDES) Clean Water Act and is pursuing renewable and re-use water sources.

Requests for Information

This financial report is designed to provide a general overview of the Town of Monument's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or additional financial information should be addressed to the Town Treasurer at the Town of Monument, 645 Beacon Lite Road, Monument, Colorado, 80132.

BASIC FINANCIAL STATEMENTS

TOWN OF MONUMENT, COLORADO

STATEMENT OF NET POSITION
December 31, 2017

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL 2017	TOTAL 2016
ASSETS				
Cash and Investments	$ 2,167,422	$ 208,023	$ 2,375,445	$ 1,077,445
Restricted Cash and Investments	97,275	675,000	772,275	1,061,466
Receivables				
Property Taxes	893,834	-	893,834	793,650
Sales and Other	1,207,154	-	1,207,154	1,144,921
Accounts	3,051	108,548	111,599	120,090
Grants	-	-	-	11,247
Prepaid Tap Fees - Water Line Loop	-	471,110	471,110	471,110
Prepaid Expenses	6,618	-	6,618	7,325
Capital Assets, Not Depreciated	1,767,122	3,598,626	5,365,748	5,365,748
Capital Assets, Depreciated Net of Accumulated Depreciation	9,307,276	4,052,951	13,360,227	13,366,323
TOTAL ASSETS	15,449,752	9,114,258	24,564,010	23,419,325
LIABILITIES				
Accounts Payable	597,102	48,283	645,385	637,281
Accrued Salaries and Benefits	71,843	-	71,843	70,737
Accrued Interest	3,305	2,205	5,510	5,510
Developer Escrow and Deposits	43,367	14,500	57,867	157,331
Noncurrent Liabilities				
Due within One Year	96,935	66,578	163,513	445,038
Due in More Than One Year	486,848	146,070	632,918	543,871
TOTAL LIABILITIES	1,299,400	277,636	1,577,036	1,859,768
DEFERRED INFLOW OF RESOURCES				
Deferred Property Tax Revenue	893,834	-	893,834	793,650
NET POSITION				
Net Investment in Capital Assets	10,778,718	7,472,513	18,251,231	18,017,422
Restricted for Emergencies	209,000	-	209,000	182,500
Restricted for Parks and Recreation	3,108	-	3,108	19,223
Restricted for Future Water Storage	-	675,000	675,000	675,000
Restricted for Water Line Loop	-	471,110	471,110	471,110
Restricted for Debt Service	-	-	-	16,809
Unrestricted, Unreserved	2,265,692	217,999	2,483,691	1,383,843
TOTAL NET POSITION	$ 13,256,518	$ 8,836,622	$ 22,093,140	$ 20,765,907

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

TOWN OF MONUMENT, COLORADO

STATEMENT OF ACTIVITIES
Year Ended December 31, 2017

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES CHARGES FOR SERVICES	PROGRAM REVENUES OPERATING GRANTS AND CONTRIBUTIONS	PROGRAM REVENUES CAPITAL GRANTS AND CONTRIBUTIONS
PRIMARY GOVERNMENT				
Governmental Activities				
General Government	$ 2,319,744	$ 304,789	$ 40,509	$ -
Public Safety	1,704,140	96,837	-	-
Public Works	2,126,882	180,999	43,166	-
Parks and Recreation	78,052	-	-	41,706
Interest on Long-Term Debt	15,073	-	-	-
Total Governmental Activities	6,243,891	582,625	83,675	41,706
Business-Type Activities				
Water	1,385,486	1,453,585	-	344,050
Interest on Long-Term Debt	8,864	-	-	-
Total Business-Type Activities	1,394,350	1,453,585	-	344,050
Total Primary Government	$ 7,638,241	$ 2,036,210	$ 83,675	$ 385,756

GENERAL REVENUES
Sales and Use Taxes
Property Taxes
Franchise Taxes
Auto Sales Taxes
Other Taxes
Interest
Other
TRANSFERS

TOTAL GENERAL REVENUES

CHANGE IN NET POSITION

NET POSITION, Beginning

NET POSITION, Ending

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

NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION			
GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS 2017	TOTALS 2016
$ (1,974,446)	$ -	$ (1,974,446)	$ (2,301,239)
(1,607,303)	-	(1,607,303)	(1,439,527)
(1,902,717)	-	(1,902,717)	(1,638,574)
(36,346)	-	(36,346)	(28,356)
(15,073)	-	(15,073)	(22,890)
(5,535,885)	-	(5,535,885)	(5,430,586)
-	412,149	412,149	617,771
-	(8,864)	(8,864)	(16,629)
-	403,285	403,285	601,142
(5,535,885)	403,285	(5,132,600)	(4,829,444)
4,342,291	177,354	4,519,645	4,061,351
900,282	-	900,282	844,132
382,667	-	382,667	358,620
371,213	-	371,213	315,765
233,467	-	233,467	223,636
17,987	10,422	28,409	16,988
5,924	18,226	24,150	44,996
69,645	(69,645)	-	-
6,323,476	136,357	6,459,833	5,865,488
787,591	539,642	1,327,233	1,036,044
12,468,927	8,296,980	20,765,907	19,729,863
$ 13,256,518	$ 8,836,622	$ 22,093,140	$ 20,765,907

TOWN OF MONUMENT, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2017

	GENERAL FUND	2A WATER ASD FUND	OTHER GOVERNMENTAL FUNDS	TOTALS 2017	TOTALS 2016
ASSETS					
Cash and Investments	$ 175,622	$ 1,748,560	$ 209,886	$ 2,134,068	$ 1,077,445
Restricted Cash and Investments	94,167	-	3,108	97,275	38,606
Property Taxes Receivable	893,834	-	-	893,834	793,650
Other Taxes Receivable	1,207,154	-	-	1,207,154	1,144,921
Accounts Receivable	3,051	-	-	3,051	1,904
Grants Receivable	-	-	-	-	11,247
Due From Other Funds	-	33,354	-	33,354	423,235
Prepaid Expense	6,618	-	-	6,618	7,325
TOTAL ASSETS	2,380,446	1,781,914	212,994	4,375,354	3,498,333
LIABILITIES, DEFERRED INFLOWS AND FUND EQUITY					
LIABILITIES					
Accounts Payable	597,102	-	-	597,102	562,084
Accrued Salaries and Benefits	71,843	-	-	71,843	62,382
Developer Escrow	43,367	-	-	43,367	145,731
TOTAL LIABILITIES	712,312	-	-	712,312	770,197
DEFERRED INFLOW OF RESOURCES					
Deferred Property Tax Revenue	893,834	-	-	893,834	793,650
FUND EQUITY					
Fund Balance					
Nonspendable	6,618	-	-	6,618	7,325
Restricted for Emergencies	209,000	-	-	209,000	182,500
Restricted for Parks and Recreation	-	-	3,108	3,108	19,223
Committed	-	1,781,914	209,886	1,991,800	1,335,585
Unassigned	558,682	-	-	558,682	389,853
TOTAL FUND EQUITY	774,300	1,781,914	212,994	2,769,208	1,934,486
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND EQUITY	$ 2,380,446	$ 1,781,914	$ 212,994	$ 4,375,354	$ 3,498,333

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

TOWN OF MONUMENT, COLORADO

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 Balances of Governmental Funds	$ 2,769,208
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	11,074,398
Long-term liabilities and related items are not due and payable in the current period and are not reported in the funds. These include Capital Leases ($263,668), Accrued Compensated Absences ($320,115), and Accrued Interest Payable ($3,305).	(587,088)
Net position of governmental activities	$ 13,256,518

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

TOWN OF MONUMENT, COLORADO

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
Year Ended December 31, 2017

	GENERAL FUND	2A WATER ASD FUND	OTHER GOVERNMENTAL FUNDS	TOTALS 2017	TOTALS 2016
REVENUES					
Taxes	$ 4,885,455	$ 943,555	$ 167,790	$ 5,996,800	$ 5,404,992
Licenses and Permits	55,730	-	63,479	119,209	105,423
Charges for Services	185,580	-	180,999	366,579	288,261
Intergovernmental	316,795	-	41,706	358,501	598,179
Court	96,837	-	-	96,837	106,215
Interest	7,693	7,334	2,960	17,987	11,154
Miscellaneous	3,924	-	2,000	5,924	19,522
TOTAL REVENUES	5,552,014	950,889	458,934	6,961,837	6,533,746
EXPENDITURES					
General Government	2,075,304	-	88,407	2,163,711	2,425,456
Public Safety	1,626,142	-	-	1,626,142	1,501,786
Public Works	1,273,689	155,205	-	1,428,894	1,267,288
Parks and Recreation	-	-	40,433	40,433	41,745
Debt Service					
Principal	193,554	-	159,000	352,554	657,926
Interest	6,283	-	8,790	15,073	37,264
Capital Outlay	487,823	-	317,888	805,711	1,899,357
TOTAL EXPENDITURES	5,662,795	155,205	614,518	6,432,518	7,830,822
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(110,781)	795,684	(155,584)	529,319	(1,297,076)
OTHER FINANCING SOURCES (USES)					
Proceeds from Issuance of Debt	235,758	-	-	235,758	193,515
Transfers In	69,645	-	-	69,645	61,222
Transfers Out	-	-	-	-	(18,500)
TOTAL OTHER FINANCING SOURCES (USES)	305,403	-	-	305,403	236,237
NET CHANGE IN FUND BALANCES	194,622	795,684	(155,584)	834,722	(1,060,839)
FUND BALANCES, Beginning	579,678	986,230	368,578	1,934,486	2,995,325
FUND BALANCES, Ending	$ 774,300	$ 1,781,914	$ 212,994	$ 2,769,208	$ 1,934,486

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

TOWN OF MONUMENT, COLORADO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2017

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:	
Net Changes in Fund Balances - Total Governmental Funds	$ 834,722
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 of $805,711 exceeded depreciation of ($893,726) in the current period.	(88,015)
Capital lease proceeds are reported as financing sources in the governmental funds and increase fund balance. In the government-wide statements, however, issuing debt increases long-term liabilities in the statement of net position and does not affect the statement of activities.	(235,758)
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. These include bond and loan payments of $159,000, payments of capital leases of $193,554, and change in accrued compensated absences of ($75,912).	276,642
Change in Net Position of Governmental Activities	$ 787,591

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

TOWN OF MONUMENT, COLORADO

STATEMENT OF NET POSITION
PROPRIETARY FUND TYPE
December 31, 2017

	2017	2016
ASSETS		
Current Assets		
Cash and Investments	$ 208,023	$ -
Restricted Cash and Investments	675,000	1,022,860
Accounts Receivable	108,548	118,186
Prepaid Tap Fees - Water Line Loop	471,110	471,110
Total Current Assets	1,462,681	1,612,156
Noncurrent Assets		
Capital Assets, net of accumulated depreciation	7,651,577	7,569,658
TOTAL ASSETS	9,114,258	9,181,814
LIABILITIES		
Current Liabilities		
Accounts Payable	48,283	75,197
Accrued Expenses	-	8,355
Due to Other Funds	-	423,235
Accrued Interest Payable	2,205	2,205
Accrued Compensated Absences, Current Portion	3,358	5,448
Leases Payable, Current Portion	63,220	76,398
Bonds and Loan Payable, Current Portion	-	51,280
Total Current Liabilities	117,066	642,118
Noncurrent Liabilities		
Deposits	14,500	11,600
Accrued Compensated Absences	30,226	49,029
Leases Payable	115,844	182,087
Total Noncurrent Liabilities	160,570	242,716
TOTAL LIABILITIES	277,636	884,834
NET POSITION		
Net Investment in Capital Assets	7,472,513	7,259,893
Restricted for Debt Service	-	16,809
Restricted for Future Water Storage	675,000	675,000
Restricted for Water Line Loop	471,110	471,110
Unreserved	217,999	(125,832)
TOTAL NET POSITION	$ 8,836,622	$ 8,296,980

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

TOWN OF MONUMENT, COLORADO

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPE
Year Ended December 31, 2017

	2017	2016
OPERATING REVENUES		
Charges for Services	$ 1,453,585	$ 1,305,262
Miscellaneous Income	18,226	25,474
TOTAL OPERATING REVENUES	1,471,811	1,330,736
OPERATING EXPENSES		
Operations and Maintenance	961,316	925,268
Administrative and General	67,754	82,191
Depreciation	356,416	361,142
TOTAL OPERATING EXPENSES	1,385,486	1,368,601
OPERATING INCOME (LOSS)	86,325	(37,865)
NON-OPERATING REVENUES (EXPENSES)		
Sales Taxes	177,354	176,553
Interest Income	10,422	5,834
Interest Expenses	(8,864)	(16,629)
TOTAL NON-OPERATING REVENUES (EXPENSES)	178,912	165,758
INCOME BEFORE CAPITAL CONTRIBUTIONS	265,237	127,893
CAPITAL CONTRIBUTIONS AND TRANSFERS OUT		
Capital Contributions		
Tap Fees	344,050	681,110
Other Funds	-	64,587
Transfers Out	(69,645)	(42,722)
TOTAL CAPITAL CONTRIBUTIONS AND TRANSFERS OUT	274,405	702,975
NET INCOME	539,642	830,868
NET POSITION, Beginning	8,296,980	7,466,112
NET POSITION, Ending	$ 8,836,622	$ 8,296,980

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

TOWN OF MONUMENT, COLORADO

STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE
Year Ended December 31, 2017
Increase (Decrease) in Cash and Cash Equivalents

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Customers	$ 1,463,223	$ 1,244,880
Cash Received from Others	18,226	25,474
Cash Paid to Suppliers	(1,068,423)	(666,956)
Cash Paid to Employees	(406,690)	(393,650)
Net Cash Provided by Operating Activities	6,336	209,748
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Sales Tax Received	177,354	176,553
Expenses paid by Other Funds	(33,354)	-
Transfers to Other Funds	(69,645)	(42,722)
Net Cash Provided by Noncapital Financing Activities	74,355	133,831
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of Capital Assets	(438,335)	(471,825)
Lease Proceeds	-	321,484
Bond, Loan and Lease Principal Payments	(130,701)	(273,661)
Interest Payments	(8,864)	(19,431)
Capital Contributions		
Tap Fees	344,050	210,000
Deposits Received from Customers	2,900	(13,959)
Net Cash Provided (Used) by Capital and Related Financing Activities	(230,950)	(247,392)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	10,422	5,834
Net Increase (Decrease) in Cash and Cash Equivalents	(139,837)	102,021
CASH AND CASH EQUIVALENTS, Beginning	1,022,860	920,839
CASH AND CASH EQUIVALENTS, Ending	$ 883,023	$ 1,022,860
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 86,325	$ (37,865)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities		
Depreciation and Amortization	356,416	361,142
Changes in Assets and Liabilities		
Accounts Receivable	9,638	(60,382)
Due to Other Funds	(389,881)	(81,606)
Accounts Payable	(26,914)	21,472
Accrued Expenses	(8,355)	(5,054)
Accrued Compensated Absences	(20,893)	12,041
Total Adjustments	(79,989)	247,613
Net Cash Provided by Operating Activities	$ 6,336	$ 209,748
NON-CASH ACTIVITIES		
Prepaid Tap Fees - Water Line Loop	$ -	$ 471,110
Capital Contributions - Other Funds	-	64,587
Total Non-Cash Activities	$ -	$ 535,697

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town of Monument, Colorado (the "Town") conform to generally accepted accounting principles as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the more significant policies.

Reporting Entity

In accordance with governmental accounting standards, the Town has considered the possibility of inclusion of additional entities in its basic financial statements.

The definition of the reporting entity is based primarily on financial accountability. The Town is financially accountable for organizations that make up its legal entity. It is also financially accountable for legally separate organizations if Town officials appoint a voting majority of the organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the Town. The Town may also be financially accountable for governmental organizations that are fiscally dependent upon it.

Based on the application of these criteria, the Town does not include additional organizations in its reporting entity.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of net position reports all financial, capital and debt resources of the Town. The difference between assets, liabilities and deferred inflows of the Town is net position.

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide and Fund Financial Statements (Continued)

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are 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 collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

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

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise 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 nonoperating revenues and expenses.

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

In the fund financial statements, the Town reports the following major governmental funds:

The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund.

The *2A Water ASD Fund* accounts for the revenues and expenditures allocated for water projects.

The Town also reports the following major proprietary fund:

The *Water Fund* accounts for the financial activities associated with the provision of water services.

Cash and Investments

Cash equivalents include investments with original maturities of three months or less. Investments are recorded at fair value.

Capital Assets

Capital assets, which include property and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property and equipment of the Town is depreciated using the straight line method over the following estimated useful lives:

Water Rights	50 years
Wells and Treatment Plant	30 years
Infrastructure	30 years
Transmission & Distribution	10 years
Buildings	5 – 30 years
Furniture, Equipment and Vehicles	3 – 10 years
Park and Street Improvements	7 – 20 years

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences

Employees of the Town are allowed to accumulate unused vacation time. Upon termination of employment from the Town, an employee will be compensated for all accrued vacation time up to 384 hours at their current pay rate and unused sick time up to 360 hours at 50% of their current rate of pay.

These compensated absences are recognized as current salary costs when earned in the proprietary fund types and when due in the governmental fund types. A liability has been recorded in the government-wide financial statements for the accrued compensated absences.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund type 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 assets. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Net Position

The government-wide and business-type fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted. Net investment in capital assets is intended to reflect the portion of net position which is associated with non-liquid, capital assets less outstanding capital asset related debt. The net related debt is the debt less the outstanding liquid assets and any associated unamortized cost. Restricted net position is liquid assets, which have third party limitations on their use. Unrestricted net position represents assets that do not have any third party limitations on their use.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The Town has classified Emergency Reserves as being restricted because their use is restricted by State Statute for declared emergencies. In addition, the Town has classified the fund balance in the Conservation Trust Fund as restricted because their use is restricted by State Statute.

- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Trustees. These amounts cannot be used for any other purpose unless the Board of Trustees removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Town's committed resources are presented in the governmental fund balance sheet as of December 31, 2017.

- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

The Town would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned

Property Taxes

Property taxes are levied on November 1 and attach as an enforceable lien on property on January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's office collects property taxes and remits to the Town on a monthly basis.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property Taxes (Continued)

Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred revenue are recorded at December 31. As the tax is collected in the succeeding year, the deferred revenue is recognized as revenue and the receivable is reduced.

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgets and Budgetary Accounting

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

- In October, the Town staff submits to the Town Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 15, the budget is legally enacted through passage of an ordinance.
- The Town Administration is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Town Council.
- Budgets are legally adopted for all funds of the Town. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). The Budgetary comparison presented for the Enterprise Fund is presented on a non-GAAP budgetary basis. Capital outlay and debt payments are budgeted as expenditures and depreciation is not budgeted.
- Budgeted amounts in the financial statements are as originally adopted or as amended by the Town Council. All appropriations lapse at year end. Colorado governments may not exceed budgeted appropriations at the fund level.

Legal Compliance

For the year ended December 31, 2017, the Debt Service Fund actual expenditures exceeded budgeted expenditures by $13,225. This may be a violation of State statute.

NOTE 3: DEPOSITS AND INVESTMENTS

A summary of deposits and investments as of December 31, 2017 follows:

Petty Cash	$ 1,711
Cash Held with Third Parties	94,167
Cash Deposits	673,218
Investments	2,378,624
Total	$ 3,147,720

The above amounts are classified in the statement of net position as follows:

Cash and Investments	$ 1,013,652
Restricted Cash and Investments	2,134,068
Total	$ 3,147,720

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of Federal Deposit Insurance Corporation (FDIC) levels must be collateralized by eligible collateral as determined by the PDPA. The FDIC insures depositors' accounts up to $250,000 for each financial institution. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2017, the Town had deposits with financial institutions with a carrying amount of $673,218. The bank balances with the financial institutions totaling $695,214, of which $455,708 were covered by the FDIC and $137,983 were collateralized with securities held by the financial institution's agent but not in the Town's name.

Investments

The Town does not have a formal investment policy; however, the Town follows state statutes regarding investments. The Town generally limits its concentration risk of investments to Local Government Investment Pools, obligations of the United States and certain U. S. government agency securities, which are believed to have minimal credit risk, minimal interest rate risk and no foreign currency risk. Additionally, the Town is not subject to concentration of risk for investments that are in the possession of another party.

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Board of Trustees. Such actions are generally associated with a debt service reserve or sinking fund requirements.

State statutes specify investment instruments meeting defined rating, maturity and concentration risk criteria in which local governments may invest, which include the following.

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

At December 31, 2017, the Town had the following investments:

	Maturity	2017
Colorado Liquid Government Asset Trust (COLOTRUST)	Weighted Average under 60 days	$ 2,378,293

The Town invested in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to $1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS +. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rates commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTUST is rated AAAm by Standard & Poor's. COLOTRUST records its investments at fair value and the Town records its investment in COLOTRUST using the net asset value method. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Interest Rate Risk - State statutes generally limit investments to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years. The Town does not have a policy for managing credit risk or interest rate risk.

Restricted Cash

Cash is restricted for the following purposes:

Future Water Storage – Water Fund	$ 675,000
Future Lease Purchase – General Fund	94,167
Parks and Recreation – Conservation Trust Fund	3,108
Total	$ 772,275

Future Water Storage – The Town has restricted $675,000 of the Water Fund's cash balance for future water storage in relation to an intergovernmental agreement. The Town also restricted net position of $675,000 for future water storage in relation to this agreement.

Future Lease Purchase – The Town has restricted cash of $94,167 in the General Fund which is held by third party for the future acquisition of capital assets under capital leases.

Parks and Recreation – The Town has restricted cash of $3,108 in the Conservation Trust Fund for future parks and recreation expenditures.

NOTE 4: INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2017, consisted of the following:

Transfers In	Transfers Out	Amount
General	Water	$ 69,645

During the year ended December 31, 2017, the Water Fund transferred to the General Fund an amount for administrative costs.

NOTE 5: CAPITAL ASSETS

Capital assets activity for the year ended December 31, 2017 is summarized below:

	Balances 12/31/2016	Additions	Deletions	Balances 12/31/2017
Governmental Activities:				
Capital Assets, not being depreciated				
Land	$ 1,767,122	$ -	$ -	$ 1,767,122
Capital Assets, being depreciated				
Buildings	3,873,197	41,000	-	3,914,197
Infrastructure	8,367,154	-	-	8,367,154
Water Rights	135,324	-	-	135,324
Furniture and Equipment	721,273	45,584	-	766,857
Vehicles and Street Equipment	1,703,522	148,971	-	1,852,493
Park Improvements	617,967	25,350	-	643,317
Street Improvements	4,573,279	544,805	-	5,118,084
Total Capital Assets, being depreciated	19,991,716	805,710	-	20,797,426
Less accumulated depreciation				
Buildings	(1,211,838)	(125,245)	-	(1,337,083)
Infrastructure	(4,647,154)	(278,905)	-	(4,926,059)
Water Rights	(21,044)	(2,706)	-	(23,750)
Furniture and Equipment	(452,847)	(71,945)	-	(524,792)
Vehicles and Street Equipment	(1,333,886)	(90,019)	-	(1,423,905)
Park Improvements	(316,983)	(35,108)	-	(352,091)
Street Improvements	(2,612,673)	(289,798)	-	(2,902,471)
Total accumulated depreciation	(10,596,425)	(893,726)	-	(11,490,151)
Total Capital Assets, being depreciated, net	9,395,291	(88,016)	-	9,307,275
Governmental Activities Capital Assets, net	$ 11,162,413	$ (88,016)	$ -	$ 11,074,397

Depreciation expense was charged to functions/programs of the Town as follows:

Governmental Activities	
General Government	$ 143,620
Public Safety	45,492
Public Works	668,406
Parks and Recreation	36,208
Total	$ 893,726

NOTE 5: CAPITAL ASSETS (Continued)

	Balances 12/31/2016	Additions	Deletions	Balances 12/31/2017
Business-type Activities:				
Capital Assets, not being depreciated				
Water Master Plan	$ 664,971	$ -	$ -	$ 664,971
Construction in Progress	2,933,655	-	-	2,933,655
Total Capital Assets, not being depreciated	3,598,626	-	-	3,598,626
Capital Assets, being depreciated				
Water Rights	125,000	-	-	125,000
Alluvium Wells	420,392	-	-	420,392
Public Works Building	118,897	-	-	118,897
Iron Treatment Plant	287,854	-	-	287,854
Water Treatment Plant	1,199,322	-	-	1,199,322
Other Equipment	1,012,122	210,475	-	1,222,597
Slabaugh Well	191,390	-	-	191,390
Wells/Treatment	7,579,779	227,860	-	7,807,639
Transmission & Distribution	2,127,426	-	-	2,127,426
Vehicles	384,292	-	-	384,292
Total Capital Assets, being depreciated	13,446,474	438,335	-	13,884,809
Less accumulated depreciation				
Water Rights	(57,500)	(2,500)	-	(60,000)
Alluvium Wells	(390,915)	(3,684)	-	(394,599)
Public Works Building	(38,951)	(4,303)	-	(43,254)
Iron Treatment Plant	(273,460)	(9,595)	-	(283,055)
Water Treatment Plant	(426,948)	(39,977)	-	(466,925)
Other Equipment	(694,012)	(62,068)	-	(756,080)
Slabaugh Well	(93,785)	(3,828)	-	(97,613)
Wells/Treatment	(5,594,580)	(148,554)	-	(5,743,134)
Transmission & Distribution	(1,633,056)	(61,196)	-	(1,694,252)
Vehicles	(272,235)	(20,711)	-	(292,946)
Total accumulated depreciation	(9,475,442)	(356,416)	-	(9,831,858)
Total Capital Assets, being depreciated, net	3,971,032	81,919	-	4,052,951
Business-type Activities Capital Assets, net	**$ 7,569,658**	**$ 81,919**	**$ -**	**$ 7,651,577**

NOTE 6: LONG-TERM DEBT

Governmental Activities

Following is a summary of long-term debt transactions for the governmental activities for the year ended December 31, 2017.

	Balance 12/31/2016	Additions	Deletions	Balance 12/31/2017	Due Within One Year
Govenmental Activities					
1979 GO Water Bonds	$ 19,000	$ -	$ 19,000	$ -	$ -
1997 CWRPDA Loan	140,000	-	140,000	-	-
Capital Leases	221,464	235,758	193,554	263,668	64,923
Accrued Compensated Absences	244,203	75,912	-	320,115	32,012
	$ 624,667	**$ 311,670**	**$ 352,554**	**$ 583,783**	**$ 96,935**

Accrued Compensated Absences are being paid from resources generated by the General Fund.

1979 GO Water Bonds – These bonds were issued to extend and improve the waterworks system. Principal and interest payments were due annually on December 1. The remaining principal was paid off during 2017. Interest accrued at a rate of 5.00%

1997 Water Loan (Colorado Water Resources and Power Development Authority) – This Loan was obtained to advance refund General Obligation Water Bonds from 1987 for water system improvements. Principal and interest payments were due semi-annually on April 1 and October 1 through 2017. The remaining principal was paid off during 2017. Interest accrued at rates ranging from 4.10% to 5.60%.

Capital Leases

The Town has entered into several capital lease agreements to purchase equipment which will be paid from revenues of the General Fund. These leases require interest to be paid ranging from 2.12% to 9.16%. These leases mature from 2020 – 2021.

Following is a schedule of the future minimum lease payments required under the outstanding capital lease obligations at December 31, 2017:

NOTE 6: LONG-TERM DEBT (Continued)

Year Ended December 31	
2018	$ 114,089
2019	57,222
2020	57,223
2021	49,689
Total Minimum Lease Payments	278,223
Less: Interest	(14,555)
Present Value of Future Minimum Lease Payments	$ 263,668

Business-Type Activities

Following is a summary of long-term debt transactions for the business-type activities for the year ended December 31, 2017.

	Balance 12/31/2016	Additions	Deletions	Balance 12/31/2017	Due Within One Year
Business-type Activities					
2002 CWCB Loan	$ 51,280	$ -	$ 51,280	$ -	$ -
Capital Leases	258,485	-	79,421	179,064	63,220
Accrued Compensated Absences	54,477	-	20,893	33,584	3,358
	$ 364,242	**$ -**	**$ 151,594**	**$ 212,648**	**$ 66,578**

2002 Colorado Water Conservation Board Loan – This loan was obtained to finance the Monument Dam project. Principal and interest payments were due annually on August 1, through 2033. Interest accrued at 5.50%. This loan matured in August of 2017 and was paid off in full.

Capital Leases

The Town has entered into several capital lease agreements to purchase equipment which will be paid from revenues of the Water Fund. These leases require interest to be paid ranging from 2.12% to 2.36%. These leases mature from 2017-2020.

Future Debt Service Requirements

Following is a schedule of the future minimum lease payments required under the outstanding capital lease obligations at December 31, 2017.

NOTE 6: LONG-TERM DEBT (Continued)

Year Ended December 31		
2018	$	74,854
2019		57,601
2020		57,602
Total Minimum Lease Payments		190,057
Less: Interest		(10,993)
Present Value of Future Minimum Lease Payments	$	179,064

Conduit Debt

In January 2014, the Town issued $15,650,000 Refunding and Improvement Variable Rate Revenue Bonds for the Discover Goodwill of Southern and Western Colorado Project to provide financial assistance to a Colorado nonprofit entity to acquire, construct and equip retail facilities for donated goods. Neither the Town, State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as a liability in the Town's financial statements. Outstanding bonds at December 31, 2017 totaled $13,250,333

NOTE 7: RETIREMENT COMMITMENTS

Deferred Compensation Plan

The Town offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all Town employees and permits them to defer a portion of their salary until future years. The Town matches employee contributions up to 5% of eligible salary. During the year ended December 31, 2017, the Town contributions were $127,205, equal to the required contribution. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

NOTE 8: PUBLIC ENTITY RISK POOL

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the Town is involved with the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, Section 18(2).

NOTE 8: PUBLIC ENTITY RISK POOL (Continued)

The purposes of CIRSA are to provide members defined liability, property, and workers compensation coverages and to assist members in preventing and reducing losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees and officers.

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability of loss, to the limit of the financial resources of CIRSA.

It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverages at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. CIRSA is a separate legal entity and the Town does not approve budgets nor does it have the ability to significantly affect the operations of entity.

NOTE 9: COMMITMENTS AND CONTINGENCIES

Monument Lake and Dam

During 1999, the Colorado Legislature enacted a law, which would grant ownership of the dam and, water storage rights to the town upon the completion of the reconstruction of the dam and acceptance by the Town. The Town is awaiting the deed from the Governor's office. Construction was completed in September 2003; however, there are ongoing improvements being made prior to the transfer of ownership.

Tabor Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local government. In November 1996, voters within the Town approved the collection, retention and expenditure of the all revenues generated by the Town in 1996 and subsequent years, notwithstanding the provisions of the Amendment. The Town believes it is in substantial compliance with the Amendment.

The Town has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2017, the emergency reserve of $209,000 was recorded in the General Fund.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF MONUMENT, COLORADO

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2017
(With Comparative Actual Totals for the Year Ended December 31, 2016)

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2016 ACTUAL
REVENUES				
Taxes	$ 4,593,964	$ 4,885,455	$ 291,491	$ 4,770,084
Licenses and Permits	32,000	55,730	23,730	43,994
Charges for Services	118,050	185,580	67,530	122,210
Intergovernmental	667,520	316,795	(350,725)	550,420
Court	120,500	96,837	(23,663)	106,215
Interest	1,500	7,693	6,193	2,741
Miscellaneous	-	3,924	3,924	5,572
TOTAL REVENUES	5,533,534	5,552,014	18,480	5,601,236
EXPENDITURES				
Current				
General Government	2,203,968	2,075,304	128,664	2,424,835
Public Safety	1,559,789	1,626,142	(66,353)	1,501,786
Public Works	2,105,028	1,273,689	831,339	1,114,132
Capital Outlay	261,758	487,823	(226,065)	755,344
Debt Service				
Principal	192,083	193,554	(1,471)	517,426
Interest	8,986	6,283	2,703	20,639
TOTAL EXPENDITURES	6,331,612	5,662,795	668,817	6,334,162
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(798,078)	(110,781)	687,297	(732,926)
OTHER FINANCING SOURCES (USES)				
Proceeds from Issuance of Debt	236,000	235,758	(242)	193,515
Transfers In	65,249	69,645	4,396	42,722
Transfers (Out)	-	-	-	(18,500)
TOTAL OTHER FINANCING SOURCES (USES)	301,249	305,403	4,154	217,737
NET CHANGE IN FUND BALANCE	(496,829)	194,622	691,451	(515,189)
FUND BALANCE, Beginning	647,713	579,678	(68,035)	1,094,867
FUND BALANCE, Ending	$ 150,884	$ 774,300	$ 623,416	$ 579,678

See the accompanying Independent Auditor's Report.

TOWN OF MONUMENT, COLORADO

2A WATER ASD FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2017
(With Comparative Actual Totals for the Year Ended December 31, 2016)

	2017			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2016 ACTUAL
REVENUES				
Sales Tax	$ 858,342	$ 943,555	$ 85,213	$ 477,783
Interest	9,000	7,334	(1,666)	7,591
TOTAL REVENUES	867,342	950,889	83,547	485,374
EXPENDITURES				
Public Works	348,500	155,205	193,295	153,156
Capital Outlay	1,463,580	-	1,463,580	988,164
TOTAL EXPENDITURES	1,812,080	155,205	1,656,875	1,141,320
NET CHANGE IN FUND BALANCE	(944,738)	795,684	(1,573,328)	(655,946)
FUND BALANCE, Beginning	944,738	986,230	41,492	1,642,176
FUND BALANCE, Ending	$ -	$ 1,781,914	$ 1,781,914	$ 986,230

See the accompanying Independent Auditor's Report.

SUPPLEMENTARY INFORMATION

TOWN OF MONUMENT, COLORADO

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
December 31, 2017

	SPECIAL REVENUE FUNDS			
	COMMUNITY DEVELOPMENT FUND	CONSERVATION TRUST FUND	TRAFFIC IMPACT FEE FUND	STORM DRAINAGE IMPACT FEE FUND
ASSETS				
Cash and Investments	$ 25,451	$ -	$ 176,295	$ 8,140
Restricted Cash and Investments	-	3,108	-	-
TOTAL ASSETS	$ 25,451	$ 3,108	$ 176,295	$ 8,140
FUND EQUITY				
Restricted for Parks and Recreation	$ -	$ 3,108	$ -	$ -
Committed	25,451	-	176,295	8,140
TOTAL FUND EQUITY	$ 25,451	$ 3,108	$ 176,295	$ 8,140

See the accompanying Independent Auditor's Report.

DEBT SERVICE FUND	TOTALS 2017	TOTALS 2016
$ -	$ 209,886	$ 349,355
-	3,108	19,223
$ -	$ 212,994	$ 368,578
$ -	$ 3,108	$ 19,223
-	209,886	349,355
$ -	$ 212,994	$ 368,578

TOWN OF MONUMENT, COLORADO

NONMAJOR GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
Year Ended December 31, 2017

	SPECIAL REVENUE FUNDS			
	COMMUNITY DEVELOPMENT FUND	CONSERVATION TRUST FUND	TRAFFIC IMPACT FEE FUND	STORM DRAINAGE IMPACT FEE FUND
REVENUES				
Licenses and Permits	$ 63,479	$ -	$ -	$ -
Intergovernmental	-	41,706	-	-
Charges for Services	-	-	122,898	58,101
Sales Tax	-	-	-	-
Interest	451	26	2,253	230
Miscellaneous	2,000	-	-	-
TOTAL REVENUES	65,930	41,732	125,151	58,331
EXPENDITURES				
General Government	88,407	-	-	-
Parks and Recreation	-	40,433	-	-
Capital Outlay	-	17,414	234,082	66,392
Debt Service				
Principal	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
TOTAL EXPENDITURES	88,407	57,847	234,082	66,392
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(22,477)	(16,115)	(108,931)	(8,061)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
CHANGE IN FUND BALANCES	(22,477)	(16,115)	(108,931)	(8,061)
FUND BALANCES, Beginning	47,928	19,223	285,226	16,201
FUND BALANCES, Ending	$ 25,451	$ 3,108	$ 176,295	$ 8,140

See the accompanying Independent Auditor's Report.

DEBT SERVICE FUND	TOTALS 2017	TOTALS 2016
$ -	$ 63,479	$ 61,429
-	41,706	47,759
-	180,999	166,051
167,790	167,790	157,125
-	2,960	822
-	2,000	13,950
167,790	458,934	447,136
-	88,407	621
-	40,433	41,745
-	317,888	155,849
159,000	159,000	140,500
8,790	8,790	16,625
167,790	614,518	355,340
-	(155,584)	91,796
-	-	18,500
-	(155,584)	110,296
-	368,578	258,282
$ -	$ 212,994	$ 368,578

TOWN OF MONUMENT, COLORADO

COMMUNITY DEVELOPMENT FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2017
(With Comparative Actual Totals for the Year Ended December 31, 2016)

	2017			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2016 ACTUAL
REVENUES				
Business Licenses	$ 60,000	$ 63,479	$ 3,479	$ 61,429
Interest	20	451	431	48
Miscellaneous	12,000	2,000	(10,000)	13,950
TOTAL REVENUES	72,020	65,930	(6,090)	75,427
EXPENDITURES				
General Government	83,000	88,407	(5,407)	-
Capital Outlay	32,324	-	32,324	75,219
TOTAL EXPENDITURES	115,324	88,407	26,917	75,219
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(43,304)	(22,477)	20,827	208
OTHER FINANCING SOURCES				
Transfers In	-	-	-	18,500
NET CHANGE IN FUND BALANCE	(43,304)	(22,477)	20,827	18,708
FUND BALANCE, Beginning	43,304	47,928	4,624	29,220
FUND BALANCE, Ending	$ -	$ 25,451	$ 25,451	$ 47,928

See the accompanying Independent Auditor's Report.

CONSERVATION TRUST FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2017
(With Comparative Actual Totals for the Year Ended December 31, 2016)

	2017			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2016 ACTUAL
REVENUES				
Lottery Revenues	$ 50,000	$ 41,706	$ (8,294)	$ 47,759
Interest	75	26	(49)	39
TOTAL REVENUES	50,075	41,732	(8,343)	47,798
EXPENDITURES				
Parks and Recreation	65,414	57,847	7,567	41,745
NET CHANGE IN FUND BALANCE	(15,339)	(16,115)	(776)	6,053
FUND BALANCE, Beginning	15,339	19,223	3,884	13,170
FUND BALANCE, Ending	$ -	$ 3,108	$ 3,108	$ 19,223

See the accompanying Independent Auditor's Report.

TOWN OF MONUMENT, COLORADO

TRAFFIC IMPACT FEE FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2017
(With Comparative Actual Totals for the Year Ended December 31, 2016)

	2017			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2016 ACTUAL
REVENUES				
Traffic Impact Fees	$ 145,190	$ 122,898	$ (22,292)	$ 102,368
Interest	2,000	2,253	253	482
TOTAL REVENUES	147,190	125,151	(22,039)	102,850
EXPENDITURES				
Capital Outlay	446,297	234,082	212,215	20,630
NET CHANGE IN FUND BALANCE	(299,107)	(108,931)	190,176	82,220
FUND BALANCE, Beginning	299,107	285,226	(13,881)	203,006
FUND BALANCE, Ending	$ -	$ 176,295	$ 176,295	$ 285,226

See the accompanying Independent Auditor's Report.

TOWN OF MONUMENT, COLORADO

STORM DRAINAGE IMPACT FEE
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2017
(With Comparative Actual Totals for the Year Ended December 31, 2016)

	2017 ORIGINAL AND FINAL BUDGET	2017 ACTUAL	2017 VARIANCE Positive (Negative)	2016 ACTUAL
REVENUES				
Storm Drainage Impact Fees	$ 190,000	$ 58,101	$ (131,899)	$ 63,683
Interest	150	230	80	253
TOTAL REVENUES	190,150	58,331	(131,819)	63,936
EXPENDITURES				
General Government	295,949	-	295,949	621
Capital Outlay	-	66,392	(66,392)	60,000
TOTAL EXPENDITURES	295,949	66,392	229,557	60,621
NET CHANGE IN FUND BALANCE	(105,799)	(8,061)	97,738	3,315
FUND BALANCE, Beginning	105,799	16,201	(89,598)	12,886
FUND BALANCE, Ending	$ -	$ 8,140	$ 8,140	$ 16,201

See the accompanying Independent Auditor's Report.

TOWN OF MONUMENT, COLORADO

DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2017
(With Comparative Actual Totals for the Year Ended December 31, 2016)

	2017			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2016 ACTUAL
REVENUES				
Sales Tax	$ 154,565	$ 167,790	$ 13,225	$ 157,125
TOTAL REVENUES	154,565	167,790	13,225	157,125
EXPENDITURES				
Debt Service				
Principal	145,500	159,000	(13,500)	140,500
Interest	9,065	8,790	275	16,625
TOTAL EXPENDITURES	154,565	167,790	(13,225)	157,125
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, Beginning	-	-	-	-
FUND BALANCE, Ending	$ -	$ -	$ -	$ -

See the accompanying Independent Auditor's Report.

TOWN OF MONUMENT, COLORADO

WATER FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2017
(With Comparative Actual Totals for the Year Ended December 31, 2016)

	2017			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	2016 ACTUAL
REVENUES				
Charges for Services	$ 1,729,237	$ 1,453,585	$ (275,652)	$ 1,305,262
Sales Tax	240,760	177,354	(63,406)	176,553
Tap Fees	324,000	344,050	20,050	681,110
Lease Proceeds	226,000	-	(226,000)	321,484
Investment Income	7,500	10,422	2,922	5,834
Other Revenues	20,000	18,226	(1,774)	25,474
TOTAL REVENUES	2,547,497	2,003,637	(543,860)	2,515,717
EXPENDITURES				
Operations and Maintenance	1,038,355	961,316	77,039	925,268
Administration and General	104,448	67,754	36,694	82,191
Capital Outlay	1,002,000	438,335	563,665	471,825
Debt Service				
Principal	173,090	130,701	42,389	273,661
Interest	9,676	8,864	812	16,629
Transfers Out	69,645	69,645	-	42,722
TOTAL EXPENDITURES	2,397,214	1,676,615	720,599	1,812,296
NET INCOME, Budget Basis	$ 150,283	327,022	$ 176,739	703,421
GAAP BASIS ADJUSTMENTS				
Capital Contribution - Other Funds		-		64,587
Capital Outlay		438,335		471,825
Depreciation		(356,416)		(361,142)
Proceeds from Capital Leases				(321,484)
Principal Paid on Long-Term Debt		130,701		273,661
NET INCOME, GAAP Basis		539,642		830,868
NET POSITION, Beginning		8,296,980		7,466,112
NET POSITION, Ending		$ 8,836,622		$ 8,296,980

See the accompanying Independent Auditor's Report.

OTHER INFORMATION

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

Form Approved
OMB No. 2125-0032

LOCAL HIGHWAY FINANCE REPORT		City or County: **Town of Monument**
		YEAR ENDING : December 2017
This Information From The Records Of Town Of Monument	Prepared By: Phone:	Pamela Smith, Town Treasurer 719-884-8045

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

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	292,136
3. Other local imposts (from page 2)	310,185
4. Miscellaneous local receipts (from page 2)	58,102
5. Transfers from toll facilities	0
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	0
b. Bonds - Refunding Issues	0
c. Notes	0
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	660,423
B. Private Contributions	0
C. Receipts from State government (from page 2)	265,624
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	926,047

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	351,702
2. Maintenance:	(135,322)
3. Road and street services:	
a. Traffic control operations	0
b. Snow and ice removal	40,361
c. Other	0
d. Total (a. through c.)	40,361
4. General administration & miscellaneous	94,961
5. Highway law enforcement and safety	574,345
6. Total (1 through 5)	926,047
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	0
b. Redemption	0
c. Total (a. + b.)	0
2. Notes:	
a. Interest	0
b. Redemption	0
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highways	0
D. Payments to toll facilities	0
E. Total disbursements (A.6 + B.3 + C + D)	926,047

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
0	926,047	(926,047)	0	0

Notes and Comments:

FORM FHWA-536 (Rev.1-05) PREVIOUS EDITIONS OBSOLETE (Next Page)

See the accompanying Independent Auditor's Report

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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 Assesments	0	a. Interest on investments	0
b. Other local imposts:		b. Traffic Fines and Penalities	58,102
1. Sales Taxes	0	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	180,999	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses	1,040	f. Charges for Services	0
5. Specific Ownership &/ orOther	128,147	g. Other Misc. Receipts	0
6. Total (1. through 5.)	310,185	h. Other	0
c. Total (a. + b.)	310,185	i. Total (a. through h.)	58,102
	(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	233,120	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. Motor Vehicle Registration	32,504	d. Federal Transit Admin	0
d. Other - (Specify)	0	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	0
f. Total (a. through e.)	32,504	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	265,624	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	0	0
b. Engineering Costs	0	0	0
c. Construction:			
(1). New Facilities	0		0
(2). Capacity Improvements	0	0	0
(3). System Preservation	0	351,702	351,702
(4). System Enhancement & Operation	0	0	0
(5). Total Construction (1)+(2)+(3)+(4)	0	351,702	351,702
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	351,702	351,702
			(Carry forward to page 1)

Notes and Comments:

FORM FHWA-536 (Rev.1-05) PREVIOUS EDITIONS OBSOLETE

See the accompanying Independent Auditor's Report