TOWN OF NUCLA, COLORADO
FINANCIAL STATEMENTS &
INDEPENDENT AUDITOR'S
REPORT
December 31, 2017

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Town Board of Trustees
Town of Nucla, Colorado
Nucla, Colorado 81424

I 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 Nucla, 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

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my 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 Nucla, 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.

Report on Summarized Comparative Information

I have previously audited the Town of Nucla's 2016 financial statements, and I expressed an unmodified audit opinion on those financial statements in my report dated June 27, 2017. In my opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2016 is consistent, in all material respects, with the audited financial statements from which it has been derived.

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 on pages 4 through 9 and pages 33 through 38 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. I 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 I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Nucla, Colorado's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary schedules for the proprietary funds and Local Highway Finance Report are presented for purposes of additional analysis or legal and regulatory requirements and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary schedules for the proprietary funds and 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 themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the combining and individual nonmajor fund financial statements, budgetary schedules for the proprietary funds and Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Kelly Neal Estes, CPA, PC

July 3, 2018
Delta, Colorado

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

As management of the Town of Nucla, we offer readers of the Town of Nucla's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2017.

Financial Highlights

As of the close of the year, the Town had $659,831 in combined ending cash and investment balances compared to $609,249 in combined ending cash and investment balances for the previous year. The reason for this increase is in part attributable to the grant reimbursement in the Sewer Fund.

Overview of the Financial Statements

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

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

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

The statement of activities presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the Town of Nucla that are principally supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of the Town include general government, public safety, public works, parks and the library. The business-type activities of the Town include the water and sewer fund operations.

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 uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the Town can be divided into two categories: governmental funds and proprietary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements.

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

The Town maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, emergency medical fund and the capital improvement fund, which are considered to be major funds. Data from the other governmental fund is also presented. Individual fund data for the nonmajor governmental fund is provided in the form of combining statements elsewhere in the report.

The Town adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for the general fund, capital improvement fund and emergency medical fund to demonstrate compliance with the budget. Budgetary comparisons for all other funds are provided as schedules elsewhere in the report.

The basic governmental fund financial statements can be found on pages 12 through 15 of this report.

Proprietary funds. The Town maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses enterprise funds to account for its water and sewer utility funds. The Town does not use internal service funds which are an accounting device used to accumulate and allocate costs internally among the Town's various functions.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the funds.

The basic proprietary fund financial statements can be found on pages 16 through 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 on pages 19 through 33 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's budgetary comparisons for the general fund, capital improvement fund and emergency medical fund. Required supplementary information can be found on pages 34 through 39 of this report.

The combining statements referred to earlier in connection with the nonmajor governmental fund and budgetary comparison schedules for proprietary funds are presented immediately following the required supplementary information on budgetary comparisons. Combining and individual fund statements and schedules can be found on pages 40 through 43 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the Town's financial position. The Town's assets exceeded liabilities by $3,118,811 at the close of the year 2017.

The largest portion of the Town's net position reflects its investment in the capital assets (e.g. land, buildings, infrastructure and equipment), less any related debt used to acquire those assets that are still outstanding. 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.

Town of Nucla's Net Position

	Governmental Activities		Business-type Activities		Total	
	2016	2017	2016	2017	2016	2017
Current and other assets	$432,207	$466,391	$321,360	$356,020	753,567	822,411
Capital assets	672,267	606,502	1,914,221	1,871,907	2,586,488	2,478,409
Total assets	1,104,474	1,072,893	2,235,581	2,227,927	3,340,055	3,300,820
Long-term liabilities			70,545	61,881	70,545	61,881
Other liabilities	18,459	12,972	33,481	53,039	51,940	66,011
Deferred inflows	52,159	54,417			52,159	54,417
Net assets:						
Invested in capital assets, net of related debt	672,267	606,502	1,835,424	1,801,362	2,507,691	2,407,864
Restricted	318,220	338,388			318,220	338,388
Unrestricted	43,369	60,914	296,131	311,645	339,500	372,559
Total net assets	1,033,856	1,005,804	2,131,555	2,113,007	3,165,411	3,118,811

The restricted portion of the Town's net assets represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets may be used to meet the Town's ongoing obligations to citizens and creditors.

Town of Nucla's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2016	2017	2016	2017	2016	2017
Revenues:						
Program revenues:						
Charges for services			427,229	409,757	427,229	409,757
Fees and fines	10,171	10,576			10,171	10,576
Operating grants	32,794	72,303			32,794	72,303
Capital grants	7,816		25,145	70,362	32,961	70,362
General revenues:						
Taxes:						
Property tax	58,703	60,674			58,703	60,674
Sales tax	203,607	215,579			203,607	215,579
Franchise tax	5,545	5,761			5,545	5,761
Severance tax	11,316	6,409			11,316	6,409
Cigarette tax					0	0
Donations	89	1,256			89	1,256
Miscellaneous	14,996	8,518			14,996	8,518
Earnings on investments	538	489	1,100	1,348	1,638	1,837
Total revenue	345,575	381,565	453,474	481,467	799,049	863,032
Expenses:						
General government	118,228	146,262			118,228	146,262
Public safety	58,472	58,563			58,472	58,563
Parks	70,948	84,529			70,948	84,529
Public works	75,599	83,686			75,599	83,686
Library	39,596	36,577			39,596	36,577
Transfer	-35,121		35,121			0
Utilities			498,491	500,015	498,491	500,015
Total expenses	327,722	409,617	533,612	500,015	861,334	909,632
Increase or (decrease) in net assets	17,853	-28,052	-80,138	-18,548	-62,285	-46,600
Net assets - January 1	1,016,003	1,033,856	2,211,693	2,131,555	3,227,696	3,165,411
Net assets - December 31	1,033,856	1,005,804	2,131,555	2,113,007	3,165,411	3,118,811

Financial Analysis of the Town's Funds

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

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

Proprietary funds. The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

General Fund Budgetary Highlights

The Town General Fund did not exceed the budget in revenues or expenditures for the year ended December 31, 2017.

Capital Asset and Debt Administration

Capital assets. The Town's investment in capital assets for its governmental and business type activities as of December 31, 2017 amounts to $2,478,409 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, and roads.

Town of Nucla's Capital Assets
(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2016	2017	2016	2017	2016	2017
Land	18,500	18,500	40,703	40,703	59,203	59,203
Land improvements	429,365	410,878	68,411	61,582	497,776	472,460
Infrastructure	31,337	27,419			31,337	27,419
Transmission and distribution systems			1,776,422	1,671,308	1,776,422	1,671,308
Buildings	75,556	70,637	2,906	2,490	78,462	73,127
Equipment	117,509	79,068	634	317	118,143	79,385
Construction in Progress			25,145	95,507	25,145	95,507
Total	672,267	606,502	1,914,221	1,871,907	2,586,488	2,478,409

Additional information on the Town of Nucla's capital assets can be found in note 5 on pages 29 through 30 of this report.

Long-term debt. At the end of the current fiscal year, the Town of Nucla had a $70,545 unsecured Note payable to the Colorado Department of Local Affairs.

Town of Nucla's Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	2016	2017	2016	2017	2016	2017
Bonds payable			78,797	70,545	78,797	70,545
Total	0	0	78,797	70,545	78,797	70,545

Additional information on the Town's long-term debt can be found in note 7 on page 31 of this report.

Economic Factors and Next Year's Budgets

The economic condition and outlook for the Town's enterprise funds in the upcoming year is positive. For fiscal year 2018, the Town has received funding from the Great Outdoors Colorado - $350,000, the Colorado Department of Local Affairs - $289,690, and Montrose County $33,000 all for the Arena Project of the Town to provide for community and special events for the citizens. The Town has also received funding from the Colorado Department of Local Affairs for $735,000 and was forgiven the principal amount of a $600,000 loan with the Colorado Water Resources and Power Development Authority, to fund Sewer Plant upgrades. The Town has also been awarded $27,700 from the Colorado Department of Parks & Wildlife to upgrade the rifle range. The Town is looking forward to economic growth to sustain the sales tax supported governmental funds.

Requests for Information

This financial report is designed to provide a general overview of the Town of Nucla's finances for all those with an interest in the Town's finances. Questions concerning any of the information provided in the report or requests for additional financial information should be addressed to the Town of Nucla, P. O. Box 219, Nucla, Colorado 81424-0219.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

TOWN OF NUCLA, COLORADO

Statement of Net Position

December 31, 2017

		Governmental Activities	Business-type Activities	Total
ASSETS				
Cash and cash equivalents	$	376,059	283,772	659,831
Receivables, net				
Accounts		-	37,469	37,469
Sales tax		30,910		30,910
Property tax		54,417		54,417
Due from other governments		5,005	34,779	39,784
Capital assets				
(net of accumlutated depreciation)				
Land, right-of-way and easements		18,500	40,703	59,203
Land improvements		410,878	61,582	472,460
Infrastructure		27,419		27,419
Transmission and distribution systems			1,671,308	1,671,308
Buildings and improvements		70,637	2,490	73,127
Equipment		79,068	317	79,385
Construction in progress			95,507	95,507
Total assets		1,072,893	2,227,927	3,300,820
LIABILITIES				
Liabilities:				
Accounts payable		5,699	39,665	45,364
Accrued payroll taxes		4,906		4,906
Accrued payroll and vacation		2,067	3,531	5,598
Interest payable			1,179	1,179
Noncurrent liabilities				
Due within one year			8,664	8,664
Due in more than one year			61,881	61,881
Total liabilities		12,672	114,920	127,592
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property tax		54,417		54,417
Total deferred inflows of resources		54,417	-	54,417
NET POSITION				
Net investment in capital assets		606,502	1,801,362	2,407,864
Restricted for:				
Capital improvements		264,137		264,137
Emergency medical care		11,882		11,882
Other purposes		62,369		62,369
Unrestricted		60,914	311,645	372,559
Total net position	$	1,005,804	2,113,007	3,118,811

The notes to the financial statements are an integral part of this statement.

TOWN OF NUCLA, COLORADO

Statement of Activities

For the year ended December 31, 2017

	Expenses	Program Revenues: Fees, Fines, and Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities	Net (Expense) Revenue and Changes in Net Assets: Business-Type Activities	Total
GOVERNMENTAL ACTIVITIES:							
General government	$ 146,262	2,862	1,232	-	(142,168)		(142,168)
Public safety	58,563	4,989	-	-	(53,574)		(53,574)
Public works	83,686	-	27,457	-	(56,229)		(56,229)
Parks	84,529	2,725	39,917	-	(41,887)		(41,887)
Library	36,577	-	3,697	-	(32,880)		(32,880)
Total governmental activities	409,617	10,576	72,303	-	(326,738)		(326,738)
BUSINESS-TYPE ACTIVITIES:							
Water	361,857	286,429				(75,428)	(75,428)
Sewer	138,158	123,328		70,362		55,532	55,532
Total business-type activities	500,015	409,757	-	70,362		(19,896)	(19,896)
Total	$ 909,632	420,333	72,303	70,362	(326,738)	(19,896)	(346,634)
General Revenues:							
Taxes							
Property taxes					$ 60,674		60,674
Sales taxes					215,579		215,579
Franchise and occupational taxes					5,761		5,761
Severance taxes					6,409		6,409
Donations					1,256		1,256
Miscellaneous					8,518		8,518
Earnings on investments					489	1,348	1,837
Total general revenues and transfers					298,686	1,348	300,034
Change in net position					(28,052)	(18,548)	(46,600)
NET POSITION - JANUARY 1					1,033,856	2,131,555	3,165,411
NET POSITION - DECEMBER 31					$ 1,005,804	2,113,007	3,118,811

The notes to the financial statements are an integral part of this statement.

FUND FINANCIAL STATEMENTS

TOWN OF NUCLA, COLORADO
Balance Sheet
Governmental Funds
December 31, 2017
(With comparative totals for December 31, 2016)

		General Fund	Capital Improvement Fund	Emergency Medical Care Fund	Other Governmental Funds	Total 2017	Total 2016
ASSETS							
Cash and cash equivalents	$	69,536	250,500	4,154	51,869	376,059	343,851
Due from other funds			7,363			7,363	5,000
Receivables, net							
Sales tax		15,455	7,727	7,728		30,910	31,603
Property tax		54,417				54,417	52,159
Due from other governments		5,005				5,005	4,594
Total assets	$	144,413	265,590	11,882	51,869	473,754	437,207
LIABILITIES AND FUND BALANCES							
Liabilities:							
Due to other governments	$					-	-
Accounts payable		4,246	1,453			5,699	13,711
Accrued payroll taxes		4,906				4,906	2,944
Accrued payroll and vacation		2,067				2,067	1,804
Due to other funds		7,363				7,363	5,000
Total liabilities		18,582	1,453	-	-	20,035	23,459
Deferred inflows of resources							
Unavailable revenue							
Property tax		54,417				54,417	52,159
Total deferred inflows of resources		54,417	-	-	-	54,417	52,159
Fund Balances:							
Restricted for:							
Emergency		10,500				10,500	10,500
Capital improvement			264,137			264,137	266,291
Emergency medical care				11,882		11,882	8,800
Nonmajor special revenue funds					51,869	51,869	23,629
Assigned for:							
Subsequent year's expenditures		60,914				60,914	40,306
Unassigned:							
General fund						-	12,063
Total fund balances		71,414	264,137	11,882	51,869	399,302	361,589
Total liabilities, deferred inflows and fund balances	$	144,413	265,590	11,882	51,869	473,754	437,207

The notes to the financial statements are an integral part of this statement.

TOWN OF NUCLA, COLORADO
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
December 31, 2017

Total fund balances for governmental funds		$	399,302
Total net position reported for governmental activities in the statement of net position is different because:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of:			
Land	18,500		
Land improvements, net of $130,190 accumulated depreciation	410,878		
Infrastructure, net of $92,103 accumulated depreciation	27,419		
Buildings and improvements, net of $107,739 accumulated depreciation	70,637		
Equipment, net of $410,197 accumulated depreciation	79,068		
Total capital assets			606,502
Total net position of governmental activities		$	1,005,804

The notes to the financial statements are an integral part of this statement.

TOWN OF NUCLA, COLORADO
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the year ended December 31, 2017
(With comparative totals for the year ended December 31, 2016)

	General Fund	Capital Improvement Fund	Emergency Medical Care Fund	Other Governmental Funds	Total Governmental Funds 2017	Total Governmental Funds 2016
REVENUES						
Taxes	$ 191,787	48,318	48,318		288,423	279,171
Licenses and permits	2,862				2,862	2,151
Intergovernmental						
Federal	4,929				4,929	5,525
State	27,457			6,917	34,374	35,085
County				33,000	33,000	
Miscellaneous	8,845	4,105	4	34	12,988	18,042
Public safety	4,989				4,989	5,601
Total revenues	240,869	52,423	48,322	39,951	381,565	345,575
EXPENDITURES						
Current:						
General government	61,730	38,284	45,240		145,254	117,184
Public safety	58,563				58,563	58,472
Public works	43,638				43,638	35,551
Parks	34,614			11,711	46,325	38,872
Library	33,779				33,779	36,798
Capital outlay:						
Equipment		-			-	44,951
Land improvements	-	16,293		-	16,293	85,106
Streets		-			-	-
Total expenditures	232,324	54,577	45,240	11,711	343,852	416,934
Excess (deficit) of revenues over expenditures	8,545	(2,154)	3,082	28,240	37,713	(71,359)
OTHER FINANCING SOURCES (USES)						
Operating transfers in		-			-	35,121
Total other financing sources (uses)	-	-	-	-	-	35,121
Net change in fund balances	8,545	(2,154)	3,082	28,240	37,713	(36,238)
FUND BALANCES, JANUARY 1	62,869	266,291	8,800	23,629	361,589	397,827
FUND BLANCES, DECEMBER 31	$ 71,414	264,137	11,882	51,869	399,302	361,589

The notes to the financial statements are an integral part of this statement.

TOWN OF NUCLA, COLORADO
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
December 31, 2017

Net change in fund balances - total governmental funds	$	37,713
The change in net position reported for governmental activities in the statement of activities is different because:		
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 depreciation - ($82,058) exceeded capital outlays - ($16,293) in the current period.		(65,765)
Change in net position of governmental activities	$	(28,052)

The notes to the financial statements are an integral part of this statement.

TOWN OF NUCLA, COLORADO
Statement of Net Position
Proprietary Funds
December 31, 2017 and 2016

		Business-type Activities Enterprise Funds					
		Water Fund		Sewer Fund		Total	
		2017	2016	2017	2016	2017	2016
ASSETS							
Current assets:							
Cash and cash equivalents	$	129,255	126,409	154,517	138,989	283,772	265,398
Accounts receivable, net of allowance for uncollectibles		25,772	21,632	11,697	9,185	37,469	30,817
Due from other governments				34,779	25,145	34,779	25,145
Total current assets		155,027	148,041	200,993	173,319	356,020	321,360
Property, plant and equipment - net of depreciation							
Land, right-of-way and easements		36,094	36,094	4,609	4,609	40,703	40,703
Land improvements and storage reservoirs		61,582	68,411			61,582	68,411
Transmission and distribution systems		975,080	1,044,412	696,228	732,010	1,671,308	1,776,422
Buildings and improvements		2,490	2,906	-	-	2,490	2,906
Equipment		-	-	317	634	317	634
Construction in progress				95,507	25,145	95,507	25,145
Total property plant and equipment - net		1,075,246	1,151,823	796,661	762,398	1,871,907	1,914,221
Total assets		1,230,273	1,299,864	997,654	935,717	2,227,927	2,235,581
LIABILITIES							
Current liabilities:							
Accounts payable		30,183	15,457	9,482	2,784	39,665	18,241
Accrued payroll and vacation		1,990	2,971	1,541	2,700	3,531	5,671
Interest payable		1,179	1,317			1,179	1,317
Long term debt due in one year:							
Note payable		8,664	8,252			8,664	8,252
Total current liabilities		42,016	27,997	11,023	5,484	53,039	33,481
Long Term Debt							
Note payable		70,545	78,797			70,545	78,797
Less amounts due in one year		(8,664)	(8,252)			(8,664)	(8,252)
Total net long term debt		61,881	70,545	-	-	61,881	70,545
Total liabilities		103,897	98,542	11,023	5,484	114,920	104,026
NET POSITION							
Net investment in capital assets		1,004,701	1,073,026	796,661	762,398	1,801,362	1,835,424
Unrestricted		121,675	128,296	189,970	167,835	311,645	296,131
Total net position	$	1,126,376	1,201,322	986,631	930,233	2,113,007	2,131,555

The notes to the financial statements are an integral part of this statement.

TOWN OF NUCLA, COLORADO
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the years ended December 31, 2017 and 2016

		Business-type Activities Enterprise Funds					
		Water Fund		Sewer Fund		Total	
		2017	2016	2017	2016	2017	2016
OPERATING REVENUES							
Charges for services	$	257,423	262,980	123,275	126,331	380,698	389,311
Meter improvements		8,877	9,989			8,877	9,989
Raw water		17,408	18,400		-	17,408	18,400
Tap fees		-	4,000			-	4,000
Water lease		2,610	2,740			2,610	2,740
Miscellaneous income		111	1,575	53	1,262	164	2,837
Total operating revenues		286,429	299,684	123,328	127,593	409,757	427,277
OPERATING EXPENSES							
Operations and maintenance		281,478	268,159	102,059	107,632	383,537	375,791
Depreciation		76,577	82,025	36,099	36,474	112,676	118,499
Total operating expenses		358,055	350,184	138,158	144,106	496,213	494,290
Operating income (loss)		(71,626)	(50,500)	(14,830)	(16,513)	(86,456)	(67,013)
NON-OPERATING REVENUES (EXPENSES)							
Interest income		482	391	866	709	1,348	1,100
Interest expense		(3,802)	(4,201)			(3,802)	(4,201)
Federal grant				70,362	25,145	70,362	25,145
Net nonoperating revenues (expenses)		(3,320)	(3,810)	71,228	25,854	67,908	22,044
Income (loss) before special items		(74,946)	(54,310)	56,398	9,341	(18,548)	(44,969)
TRANSFERS							
Transfers to other funds		-	(35,121)			-	(35,121)
Change in net position		(74,946)	(89,431)	56,398	9,341	(18,548)	(80,090)
TOTAL NET POSITION, JANUARY 1		1,201,322	1,290,753	930,233	920,892	2,131,555	2,211,645
TOTAL NET POSITION, DECEMBER 31	$	1,126,376	1,201,322	986,631	930,233	2,113,007	2,131,555

The notes to the financial statements are an integral part of this statement.

TOWN OF NUCLA, COLORADO
Statement of Cash Flows
Proprietary Funds
For the years ended December 31, 2017 and 2016

		Business-type Activities Enterprise Funds					
		Water Fund		Sewer Fund		Total	
		2017	2016	2017	2016	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES:							
Receipts from customers and users	$	282,289	295,895	120,816	126,912	403,105	422,807
Payments to suppliers		(216,440)	(218,140)	(54,471)	(75,662)	(270,911)	(318,947)
Payments to employees		(51,293)	(46,606)	(42,049)	(37,248)	(93,342)	(83,854)
Net cash provided by (used in) operating activities		14,556	31,149	24,296	14,002	38,852	20,006
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:							
Acquisition and construction of capital assets		-	-	(70,361)	(25,145)	(70,361)	-
Federal grant		-	-	60,727		60,727	-
Transfers to other funds		-	(35,121)			-	(35,121)
Principal paid on long-term debt		(8,252)	(7,859)			(8,252)	(7,859)
Interest paid on long-term debt		(3,940)	(4,332)			(3,940)	(4,332)
Net cash provided by (used in) capital and related financing activities		(12,192)	(47,312)	(9,634)	(25,145)	(21,826)	(47,312)
CASH FLOWS FROM INVESTING ACTIVITIES:							
Interest on investments		482	391	866	709	1,348	1,100
Net cash provided by (used in) investing activities		482	391	866	709	1,348	1,100
Net increase (decrease) in cash and cash equivalents		2,846	(15,772)	15,528	(10,434)	18,374	(26,206)
CASH AND CASH EQUIVALENTS, JANUARY 1		126,409	142,181	138,989	149,423	265,398	291,604
CASH AND CASH EQUIVALENTS, DECEMBER 31	$	129,255	126,409	154,517	138,989	283,772	265,398
Reconciliation of operating income to net cash provided by (used in) operating activities:							
Operating income (loss)	$	(71,626)	(50,500)	(14,830)	(16,513)	(86,456)	(92,206)
Adjustments to reconcile operating income to net cash provided by operating activities:							
Depreciation		76,577	82,025	36,099	36,474	112,676	118,499
Changes in assets and liabilities:							
(Increase) decrease in accounts receivable		(4,140)	(3,789)	(2,512)	(633)	(6,652)	(4,422)
Increase (decrease) in accounts payable		14,726	1,796	6,698	(6,848)	21,424	(5,004)
Increase (decrease) in accrued payroll and vacation		(981)	1,617	(1,159)	1,522	(2,140)	3,139
Net cash provided by (used in) operating activities	$	14,556	31,149	24,296	14,002	38,852	20,006

The notes to the financial statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. THE FINANCIAL REPORTING ENTITY

The Town of Nucla, Colorado is incorporated as a statutory Town under the laws of the State of Colorado with a Mayor-Town Board form of government. The financial statements of the Town have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. As required by general accepted accounting principles, these financial statements present the Town of Nucla, Colorado, a primary government. Based on criteria set forth by GASB, there are no component units for which the Town is financial accountable.

B. BASIS OF PRESENTATION, BASIS OF ACCOUNTING

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government (the Town) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double reporting of internal activities. These statements distinguish between the *governmental* and *business-type* activities of the Town. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the Town and for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION, BASIS OF ACCOUNTING (continued)

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. The principal operating revenues of the Water and Sewer Funds are charges to customers for sales and services. The Water and Sewer Funds also recognize as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for proprietary 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 policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Financial Statements: The Town uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. Separate statements for each fund category – *governmental and proprietary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The Town does not have *fiduciary* fund types.

The Town reports the following major governmental funds:

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

Capital Improvement Fund. This fund accounts for the 1% sales tax dedicated to the construction and maintenance of the Town's various capital projects.

Emergency Medical Care Fund. This fund accounts for the 1% sales tax received and is restricted for the use of public general medical services.

The Town reports the following major enterprise funds:

Water Fund. This fund accounts for the operation, maintenance, and development of water services.

Sewer Fund. This fund accounts for the operation, maintenance, and development of sewer services.

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING

Government-wide and Proprietary Fund Financial Statements. The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the Town gives (or receives) value without directly receiving (or giving) equal value in exchanges, include sales taxes, grants, entitlements, and donations. On an accrual basis, revenue from sales taxes is recognized in the period for which the taxes are collected by vendors. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Town considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the Town funds certain programs by a combination of specific cost-reimbursement grants and general revenues or operating fund transfers. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the Town's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues or operating fund transfers.

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITES, AND EQUITY

Deposits and investments - The cash balances of all funds are in separate financial institution accounts.

Cash and cash equivalents - The Town considers all cash on hand, demand deposits and short-term highly liquid investments with an original maturity of three months or less to be cash equivalents.

Property taxes. Property taxes are levied on December 22 and attach as a lien on property the following January 1. They are payable in full by April 30 or in two equal installments due February 28 and June 15. Property taxes levied in the current year and collected in the following year are reported as a receivable at December 31, net of an estimated uncollectible portion.

Restricted assets. Restricted assets in governmental and enterprise funds include assets restricted by various covenants of bonds issued by the Town, including bond and interest funds, reserve funds, unexpended proceeds of bond issues, if applicable. Restricted assets in the non-major governmental funds generally include assets restricted by grantors.

Capital assets. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. General infrastructure assets are reported at estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Enterprise Fund construction costs are increased by interest incurred on bonds during the construction period and reduced by earnings from investment of the unexpended bond proceeds. Depreciation is calculated using the straight-line method over the estimated useful lives, and a full year of depreciation is recorded in the year of acquisition or construction of such assets. Capital assets acquired by capital lease are depreciated over the estimated useful lives and are included in depreciation expense in the appropriate fund. The estimated useful lives are as follows:

Infrastructure	15 years
Equipment	5 - 7 years
Transmission and distribution lines and meters	40 years
Reservoirs and storage facilities	20 years
Buildings	30 years
Land improvements	15-20 years

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITES, AND EQUITY (continued)

Long-term debt - In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bonds payable are reported net of the applicable bond premium or discount. Bond discounts and deferred amounts on refunding associated with issuing bonds of proprietary-type funds or bonds issued or refunded after December 31, 2005 for governmental activities are deferred and amortized over the life of the bond issues.

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.

Compensated absences - The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid accumulated annual leave balances. The liability has been calculated using the vesting method, in which leave amounts are recorded for employees who currently are eligible to receive termination payments. The Town's policies do not allow for payment to employees who are expected to become eligible in the future, to receive sick leave payments upon termination.

Deferred Inflows of Resources – In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow for resources (revenue) until that time. The Town has only one type of item, which arises both under the full accrual and modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported in both the governmental activities statement of net position and in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred inflow is recorded at December 31. As the tax is collected in the succeeding year, the deferred inflow is recognized as revenue and the receivable is reduced.

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITES, AND EQUITY (continued)

Net Position/Fund Balances - In the government-wide financial statements and for the proprietary fund statements, net position is either shown as net invesment in capital assets, with these assets essentially being nonexpendable; restricted when constraints placed on the net position is externally imposed; or unrestricted.

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

Fund balance should be reported as "restricted" when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Town Board of Trustees, should be reported as "committed" fund balance. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, or ordinance) it employed to previously commit those amounts.

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

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITES, AND EQUITY (continued)

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

Comparative data/reclassifications - Comparative total data for the prior year have been presented in the governmental fund financial statements in order to provide an understanding of the changes in financial position and operations of these funds. Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

E. BUDGETS AND BUDGETARY ACCOUNTING

The Town follows these procedures in establishing budgets:

a. Budgets are required by state law for all governmental and proprietary funds.
b. During September, the proposed budget is submitted to the Town Board for the fiscal year commencing the following January 1.
c. Prior to December 31, the budget is adopted and appropriations are authorized by ordinance at the fund level for all funds. The legal level of budgetary control is at the individual fund level for all funds.
d. Budgets are adopted on a basis consistent with the accounting basis of all funds except for proprietary-type funds. In the proprietary funds, the Town budgets for capital outlays, transfers to and from reserve funds, bond principal and interest payments, and does not budget for depreciation.
e. Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by department and class and in total by each fund. The total fund level constitutes the legal level of control. Expenditures may not exceed appropriations at this level. Budget revisions at this level are subject to approval by ordinance from the Town Board. Within the fund level control basis, management may transfer appropriations without Board approval. Revisions to the budget were made throughout the year. Budget amounts included in the budgetary comparison schedules are based on the final legally amended budget.
f. Appropriations lapse at the end of each year, and the Town Board may adopt supplemental appropriations during the year. The Town Board may add to, subtract from or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the Town's director or the revenue estimates must be changed by the Town Board adopting supplemental appropriations.

1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. BUDGETS AND BUDGETARY ACCOUNTING (continued)

Originally adopted budgeted expenditures, amendments and the final, amended budgeted expenditures for the year ended December 31, 2017 are as follows:

		ORIGINAL BUDGET	AMENDMENT	FINAL BUDGET
General Fund	$	440,606		440,606
Captial Improvement Fund		325,575		325,575
Emergency Medical Care Fund		46,149		46,149
Nonmajor governmental funds		80,900		80,900
Water Fund		403,242		403,242
Sewer Fund		1,595,166		1,595,166
	$	2,891,638		2,891,638

For the year ended December 31, 2017 the Town spent amounts in excess of the amounts budgeted in the Emergency Medical Fund which may be a violation of Colorado State law.

2 – DEPOSITS & INVESTMENTS

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 regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must at least be equal to 102% of the aggregate uninsured deposits.

CUSTODIAL CREDIT RISK

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's policy for deposits allows funds to be placed in any account that is guaranteed by the Federal Deposit Insurance Corporation with remaining amounts collateralized by securities pledged by the financial institution. As of December 31, 2017, none of the Town's bank balances of $581,729 were exposed to custodial credit risk as $279,337 was insured and $302,392 was collateralized by securities pledged by financial institutions.

INVESTMENTS

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

Description	Weighted Maturity	Fair Value
Colotrust Plus+	N/A	$106,638

Interest rate risk The Town does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk. Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest including obligations of the United States and certain U.S. government agency securities; certain international agency securities; general obligation and revenue bonds of U.S. 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; and guaranteed investment contracts. The Town's general investment policy is to apply the prudent-person rule: Prudence and protection of Town funds are the primary criteria. All investments and bid requests for investments are predicated on liquidity, yield, safety and interest of the local economy. As of December 31, 2017, the Town's investment in Colotrust Plus+ was rated AAAm by Standard & Poor's.

2 – DEPOSITS & INVESTMENTS (continued)

Concentration of credit risk. Investments must be in accordance with Colorado statutes and the Town does not have an investment policy that limits the amount of investments in any single type of investment.

3 – ALLOWANCE FOR UNCOLLECTIBLES

Receivables are stated net of allowances for uncollectibles, however, at December 31, 2017, the Town considered all accounts collectible and accordingly, no provision for an allowance is recorded.

4 – JOINT VENTURE

Mustang Water Authority

The Town is a participant with another municipality in a joint venture to operate the Mustang Water Authority, a water treatment facility. The Authority is governed by a board consisting of five representatives, with the municipalities appointing two representatives each and the four appointed representatives appointing the remaining representative. The Town is obligated by contract to purchase the treatment of 60 million gallons of water annually from the Authority so long as the Authority has any unpaid debt, at rates set by the Authority. The Town paid the Authority $174,000 for treated water and owed the Authority $29,000 at December 31, 2017.

5 - CAPITAL ASSETS

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

	BEGINNING BALANCES	INCREASES	DECREASES	ENDING BALANCES
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 18,500			18,500
Capital assets being depreciated:				
Land improvements	524,775	16,293		541,068
Infrastructure - Road Network	119,522			119,522
Buildings	178,376			178,376
Equipment	489,265			489,265
Total capital assets being depreciated	1,311,938	16,293	-	1,328,231
Less accumulated depreciation for:				
Land improvements	95,410	34,780		130,190
Infrastructure - Road Network	88,185	3,918		92,103
Buildings	102,820	4,919		107,739
Equipment	371,756	38,441		410,197
Total accumulated depreciation	658,171	82,058	-	740,229
Total capital assets being depreicated, net	653,767	(65,765)	-	588,002
Governmental activity capital assets, net	$ 672,267	(65,765)	-	606,502

5 - CAPITAL ASSETS (continued)

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

	BEGINNING BALANCES	INCREASES	DECREASES	ENDING BALANCES
Business-type activities:				
Capital assets not being depreciated:				
Land $	40,703			40,703
Construction in progress	25,145	70,362		95,507
	65,848	70,362	-	136,210
Capital assets being depreciated:				
Transmission & distribution systems	2,442,801			2,442,801
Sewer plant & lines	1,651,876			1,651,876
Buildings & improvements	15,004			15,004
Land improvments	356,419			356,419
Equipment	174,450			174,450
Total capital assets being depreciated	4,640,550	-	-	4,640,550
Less accumulated depreciation for:				
Transmission & distribution systems	1,398,389	69,332		1,467,721
Sewer plant & lines	919,866	35,782		955,648
Buildings & improvments	12,098	416		12,514
Land improvements	286,526	8,311		294,837
Equipment	173,816	317		174,133
Total accumulated depreciation	2,790,695	114,158	-	2,904,853
Total capital assets being depreicated, net	1,849,855	(114,158)	-	1,735,697
Business-type activity capital assets, net $	1,915,703	(43,796)	-	1,871,907

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

	Governmental Activities		Business Activities
General Government $	1,008	Water	78,059
Library	2,798	Sewer	36,099
Parks	38,204		
Public works, including depreciation of general infrastructure	40,048		
Total depreciation $	82,058		114,158

6 – SHORT-TERM DEBT

During the year ended December 31, 2017, the Town had no short term debt transactions.

7 – LONG-TERM LIABILITIES

A. Town of Nucla Note Payable from Enterprise Fund

Note payable from the Water Fund includes:

$ 93,750 Note payable, 2014, to Colorado Department of Local Affairs due in annual installments of $12,192 from 2017 to 2024 including interest at 5% per annum	$ 70,545

Principal and interest payment requirements on the Town's Note payable from the Water Fund are as follows:

	PRINCIPAL	INTEREST
2018	8,664	3,527
2019	9,098	3,094
2020	9,552	2,639
2021	10,030	2,162
2022	10,532	1,660
2023-2024	22,669	1,714
	$ 70,545	14,796

B. Changes in long-term liabilities

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

	BALANCE BEGINNING OF YEAR	ADDITIONS	REDUCTIONS	BALANCE END OF YEAR	DUE WITHIN ONE YEAR
Business-type activities:					
Note payable	$ 78,797		8,252	70,545	8,664

C. Capitalized interest and interest charged to expense

For the year ended December 31, 2017, no interest in the major enterprise funds was capitalized and $3,802 was charged to expense in the Water Fund.

8 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Individual fund interfund receivable and payable balances for advances on operating expense at December 31, 2017 are as follows:

	INTERFUND RECEIVABLE	INTERFUND PAYABLE
FUND		
Capital Improvement Fund	7,363	
General Fund		7,363
TOTAL	$ 7,363	7,363

The General Fund reimbursed the Capital Improvement Fund for the above loan in 2018.

9 – PARTICIPATION IN 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. The Town is a participant in the Colorado Intergovernmental Risk Sharing Agency (CIRSA). CIRSA operates as a common risk management and insurance program for 270 members participating in the Property & Casualty Pool and 142 members in the Workers' Compensation Pool. The Town pays an annual premium to CIRSA for its general insurance coverage and workers' compensation insurance coverage. The agreement for formation of CIRSA provides that CIRSA will be financed by member premiums and will reinsure through commercial companies for claims in excess of $1,000,000 for each insured event. The Town continues to carry commercial insurance for employee health and accident benefits. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

10 – TAX, SPENDING AND DEBT LIMITATIONS

The State Constitution, Article X, Section 20, has several limitations regarding revenue raising, spending abilities, and other specific requirements of state and local governments. The Section is complex and subject to judicial interpretation. In 1995, the Town obtained voter approval to collect and retain all revenues including property taxes beginning in fiscal year 1994 without limitation under the Section. The Town believes it is in compliance with the requirements of the Section. However, the Town has made certain interpretations of the Section's language in order to determine its compliance. The emergency reserves required under the Section have been funded in the General Fund.

11 - CONTINGENT LIABILITIES

Under the terms of federal and state grants, costs may be questioned as not being appropriate expenses that could lead to reimbursement to the grantor agencies. Town management is not aware of any such expenses that would not be allowed.

12 – RESTATEMENT OF NET POSITION – SEWER FUND

The Town was awarded a grant through the Colorado Department of Local Affairs in the amount of $735,000 to upgrade the Town's waste water treatment plant. $25,145 of expenses incurred in 2016 were reimbursed by the grant in late 2017. The Town has restated the beginning net position in the Sewer Fund previously reported at $879,943 for the receivable of $25,145 and the capitalized construction in progress of $25,145, a total of $50,290, resulting in a restated net position of $930,233.

13 – SUBSEQUENT EVENTS

In addition to the grant described in Note 12, the Town entered into a loan agreement with the Colorado water Resources and Power Development Authority in the amount of $600,000. At the discretion of the Authority, up to 100% of the principal amount of the loan may be forgiven. In February, 2018, the Town received notice from the Colorado Water Resources and Power Development Authority that the Town was awarded $600,000 of loan principal forgiveness.

The Town was awarded several grants in 2018 including $350,000 from the Great Outdoors Colorado, $289,690 from the Colorado Department of Local Affairs and $33,000 from Montrose County, all for the Arena Project. The Town was also awarded $27,700 from the Colorado Department of Parks and Wildlife to upgrade the rifle range.

The Town is under review from the Colorado Department of Health and Environment (CDPHE) in 2018. It is not clear whether any violations have occurred by the Town and the Town is cooperating fully with the CDPHE. Any potential loss or liability associated with the review cannot be reasonably estimated.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF NUCLA, COLORADO
Budgetary Comparison Schedule
General Fund
For the year ended December 31, 2017
(With comparative actual amounts for the year ended December 31, 2016)

		2017			2016
		Original & Final Budget	Actual	Variance with Final Budget Positive (Negative)	Actual
REVENUES					
Taxes					
General property taxes	$	52,000	52,928	928	52,036
Specific ownership taxes		6,000	7,551	1,551	6,451
Penalty and interest on delinquent property taxes		150	195	45	216
Sales tax		80,000	96,636	16,636	85,587
Use tax		32,000	22,307	(9,693)	32,434
Franchise tax equivalents		5,000	5,761	761	5,545
Severance tax		10,000	6,409	(3,591)	11,316
Total taxes		185,150	191,787	6,637	193,585
Licenses and permits					
General:					
Business license		950	2,230	1,280	1,050
Animal license		100	55	(45)	130
Building permits		500	477	(23)	346
Special events		300	100	(200)	625
Total licenses and permits		1,850	2,862	1,012	2,151
Intergovernmental					
Federal shared revenues:					
Mineral lease		1,500	1,232	(268)	2,025
Library grants		5,500	3,697	(1,803)	3,500
State shared revenues:					
Highway users tax		20,000	27,457	7,457	27,269
Park grants		180,000		(180,000)	
Total intergovernmental		207,000	32,386	(174,614)	32,794
Miscellaneous					
Park reservations		700	2,725	2,025	2,419
Library donations		250	1,256	1,006	89
Miscellaneous		500	4,194	3,694	6,396
Office rental		600	600	-	600
Interest income		50	70	20	49
Total miscellaneous		2,100	8,845	6,745	9,553
Public safety:					
Traffic fines		1,200	1,584	384	2,049
Motor vehicle fees		3,000	3,405	405	3,552
Total public safety		4,200	4,989	789	5,601
Total Revenues		400,300	240,869	(159,431)	243,684

TOWN OF NUCLA, COLORADO
Budgetary Comparison Schedule
General Fund
For the year ended December 31, 2017
(With comparative actual amounts for the year ended December 31, 2016)

	2017			2016
	Original & Final Budget	Actual	Variance with Final Budget Positive (Negative)	Actual
EXPENDITURES				
General government				
Current				
Salaries	$ 27,000	13,970	13,030	11,329
Payroll taxes	2,350	2,034	316	1,584
Employee benefits	7,000	5,849	1,151	3,770
Building inspector	2,000		2,000	246
Insurance	2,325	2,356	(31)	2,714
Travel	1,000	773	227	1,306
Printing and publishing	1,000	1,829	(829)	882
Dues and membership fees	3,000	2,679	321	2,151
Office supplies	2,123	1,983	140	1,692
Postage	500	41	459	510
Treasurer's fees	1,200	1,062	138	1,045
Miscellaneous	750	5,007	(4,257)	1,514
Auditing	14,000	13,479	521	13,372
Legal fees	3,000	5,657	(2,657)	1,640
Repairs and maintenance	1,500	125	1,375	1,906
Training	500	289	211	324
Community projects	1,000	1,169	(169)	865
Supplies	700		700	1,395
Utilities	3,000	2,603	397	1,918
Technology	1,000	758	242	845
Fuel	250		250	190
Equipment rental	150	67	83	603
Election	1,500		1,500	58
Economic development	3,000		3,000	
Code enforcement	8,000		8,000	
Total general government	87,848	61,730	26,118	51,859

TOWN OF NUCLA, COLORADO
Budgetary Comparison Schedule
General Fund
For the year ended December 31, 2017
(With comparative actual amounts for the year ended December 31, 2016)

		2017			2016
		Original & Final Budget	Actual	Variance with Final Budget Positive (Negative)	Actual
Public safety					
Current:					
Salaries	$	2,640	2,640	-	2,620
Payroll taxes		250	252	(2)	203
Supplies		250	214	36	108
Miscellaneous		250	37	213	
Insurance		2,325	2,452	(127)	2,573
Contract services		52,968	52,968	-	52,968
Total public safety		58,683	58,563	120	58,472
Public works					
Current:					
Salaries		22,000	21,650	350	11,979
Payroll taxes		1,750	1,611	139	959
Employee benefits		3,000	1,558	1,442	3,066
Supplies		1,800	3,069	(1,269)	1,585
Utilities		12,000	8,842	3,158	10,129
Fuel		1,500	1,775	(275)	976
Insurance		2,325	2,452	(127)	2,698
Equipment repairs		2,500	2,416	84	3,620
Miscellaneous		1,000	265	735	463
Training		150		150	76
Total public works		48,025	43,638	4,387	35,551
Parks					
Current:					
Salaries		7,000	8,427	(1,427)	2,930
Payroll taxes		450	771	(321)	62
Supplies		4,500	1,714	2,786	4,291
Insurance		2,325	2,452	(127)	3,049
Repairs and maintenance		9,250	13,038	(3,788)	11,342
Utilities		3,000	6,680	(3,680)	4,276
Fuel		950	1,210	(260)	517
Miscellaneous		1,500	322	1,178	3,490
Raw water				-	
Equipment rental		250		250	
		29,225	34,614	(5,389)	29,957

TOWN OF NUCLA, COLORADO
Budgetary Comparison Schedule
General Fund
For the year ended December 31, 2017
(With comparative actual amounts for the year ended December 31, 2016)

		2017			2016
		Original & Final Budget	Actual	Variance with Final Budget Positive (Negative)	Actual
Library					
Current:					
Salaries	$	15,000	14,776	224	14,160
Payroll taxes		1,200	1,127	73	1,108
Utilities		2,700	3,414	(714)	2,494
Supplies		1,500	680	820	1,682
Insurance		2,325	2,352	(27)	2,573
Books		3,500	3,019	481	3,076
Training		300	100	200	257
Postage		400	800	(400)	
Advertising		50	50	-	147
Summer reading		700	152	548	413
Miscellaneous		100	90	10	80
Equipment Maintenance		1,200	1,713	(513)	2,225
Inter Library Services		1,850	1,647	203	4,787
Professional fees		500	359	141	296
Library grant expenditures		5,500	3,500	2,000	3,500
Total current		36,825	33,779	3,046	36,798
Contingency				-	
Total general fund expenditures		440,606	232,324	208,282	212,637
Excess (deficiency) of revenues over expenditures		(40,306)	8,545	48,851	31,047
FUND BALANCES, JANUARY 1		40,306	62,869	22,563	31,822
FUND BALANCES, DECEMBER 31	$	-	71,414	71,414	62,869

TOWN OF NUCLA, COLORADO
Budgetary Comparison Schedule
Capital Improvement Fund
For the year ended December 31, 2017
(With comparative actual amounts for the year ended December 31, 2016)

		2017			2016
		Original & Final Budget	Actual	Variance with Final Budget Positive (Negative)	Actual
REVENUES					
Taxes					
Sales tax	$	40,000	48,318	8,318	42,793
Miscellaneous					
Insurance proceeds			3,724	3,724	8,000
Investment income		500	381	(119)	440
Total revenues		40,500	52,423	11,923	51,233
EXPENDITURES					
Current:					
General government		13,000	38,284	(25,284)	18,206
Capital outlay:					
Equipment		76,500		76,500	44,951
Land improvements		194,539	16,293	178,246	85,106
Streets		41,536		41,536	
Total expenditures		325,575	54,577	270,998	148,263
Excess (deficiency) of revenues over expenditures		(285,075)	(2,154)	282,921	(97,030)
OTHER FINANCING SOURCES (USES)					
Operating transfers in				-	35,121
Total other financing sources (uses)		-	-	-	35,121
Net change in Fund Balances		(285,075)	(2,154)	282,921	(61,909)
FUND BALANCES, JANUARY 1		285,075	266,291	(18,784)	328,200
FUND BALANCES, DECEMBER 31	$	-	264,137	264,137	266,291

TOWN OF NUCLA, COLORADO

Budgetary Comparison Schedule
Emergency Medical Care Fund
For the year ended December 31, 2017
(With comparative actual amounts for the year ended December 31, 2016)

		2017			2016
		Original & Final Budget	Actual	Variance with Final Budget Positive (Negative)	Actual
REVENUES					
Taxes					
Sales tax	$	40,000	48,318	8,318	42,793
Miscellaneous					
Investment income		10	4	(6)	9
Total revenues		40,010	48,322	8,312	42,802
EXPENDITURES					
Current:					
General government		46,149	45,240	909	47,119
Total expenditures		46,149	45,240	909	47,119
Excess (deficiency) of revenues over expenditures		(6,139)	3,082	9,221	(4,317)
OTHER FINANCING SOURCES (USES)					
Operating transfers in				-	
Total other financing sources (uses)		-	-	-	-
Net change in Fund Balances		(6,139)	3,082	9,221	(4,317)
FUND BALANCES, JANUARY 1		6,951	8,800	1,849	13,117
FUND BALANCES, DECEMBER 31	$	812	11,882	11,070	8,800

SUPPLEMENTARY INFORMATION

TOWN OF NUCLA, COLORADO

Combining Balance Sheet

Nonmajor Special Revenue Funds - Conservation Trust & Montrose County Project

For the year ended December 31, 2017

(With comparative actual amounts for the year ended December 31, 2016)

	Conservation Trust Fund	Montrose County Project Fund	Total 2017	Total 2016
ASSETS				
Cash and cash equivalents	$ 22,532	29,337	51,869	23,629
Total assets	$ 22,532	29,337	51,869	23,629
LIABILITIES				
Accounts payable	$		-	-
Total liabilities	-	-	-	-
FUND BALANCES				
Restricted for:				
Conservation trust	22,532		22,532	23,629
Capital projects		29,337	29,337	
Total fund equity	22,532	29,337	51,869	23,629
Total liabilities and fund equity	$ 22,532	29,337	51,869	23,629

TOWN OF NUCLA, COLORADO

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds - Conservation Trust Fund & Montrose County Project
For the year ended December 31, 2017
(With comparative actual amounts for the year ended December 31, 2016)

	Conservation Trust Fund		Montrose County Project		Total Non-Major Governmental Funds	
	Original & Final Budget	Actual	Original & Final Budget	Actual	Actual 2017	Actual 2016
REVENUES						
Intergovernmental						
Lottery	7,000	6,917			6,917	7,816
County grant			50,000	33,000	33,000	
Miscelleneous						
Investment income	50	34			34	40
Total revenues	7,050	6,951	50,000	33,000	39,951	7,856
EXPENDITURES						
Current:						
Parks	10,000	8,048		3,663	11,711	8,915
Capital outlay:						
Land improvements	20,900		50,000			
Total expenditures	30,900	8,048	50,000	3,663	11,711	8,915
Excess (deficiency) of revenues over expenditures	(23,850)	(1,097)	-	29,337	28,240	(1,059)
FUND BALANCES, JANUARY 1	23,912	23,629			23,629	24,688
FUND BALANCES, DECEMBER 31	$ 62	22,532	-	29,337	51,869	23,629

TOWN OF NUCLA, COLORADO

SCHEDULE OF REVENUES, EXPENDITURES AND TRANSFERS - ACTUAL AND BUDGET
WATER FUND - BUDGET BASIS OF ACCOUNTING
For the year ended December 31, 2017 with comparative actual amounts
for the year ended December 31, 2016

		2017			2016
		Original & Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
REVENUES					
Charges for services	$	250,000	257,423	7,423	262,980
Meter improvements		10,000	8,877	(1,123)	9,989
Raw water		20,000	17,408	(2,592)	18,400
Tap fees		2,000		(2,000)	4,000
Interest income		100	482	382	391
Miscellaneous		1,000	111	(889)	1,575
County grant		50,000		(50,000)	
Water lease		2,750	2,610	(140)	2,740
TOTAL REVEUNES	$	335,850	286,911	(48,939)	300,075
EXPENDITURES					
Operations and maintenance:					
Salaries	$	80,000	50,312	29,688	48,223
Payroll taxes		10,100	4,012	6,088	3,483
Employee benefits		15,000	15,778	(778)	7,804
Treated water		174,000	174,000	-	174,000
Repairs and maintenance		35,000	7,565	27,435	13,359
Supplies		25,000	8,004	16,996	2,648
Postage		5,000	2,709	2,291	2,138
Utilities		4,500	2,690	1,810	2,323
Water testing		3,000	2,888	112	2,241
Water assessments		5,000	3,774	1,226	4,134
Training		2,500	1,094	1,406	
Publishing		1,500	382	1,118	345
Line locates		242	64	178	93
Fuel		2,000	1,507	493	1,302
Insurance		2,325	2,637	(312)	2,679
Professional fees		10,000	66	9,934	258
Rental equipment		1,383	486	897	61
Dues and subscriptions		5,000	590	4,410	315
Miscellaneous expense			2,920	(2,920)	2,753
Total operations and maintenance		381,550	281,478	100,072	268,159
Capital outlay:					
Meter replacement project		9,500		9,500	
Total capital outlay		9,500	-	9,500	-
Debt service:					
Principal		8,252	8,252	-	7,859
Interest		3,940	3,802	138	4,201
Total debt service		12,192	12,054	138	12,060
Transfers to other funds					35,121
TOTAL EXPENDITURES	$	403,242	293,532	109,710	315,340

TOWN OF NUCLA, COLORADO

SCHEDULE OF REVENUES, EXPENDITURES AND TRANSFERS - ACTUAL AND BUDGET
SEWER FUND - BUDGET BASIS OF ACCOUNTING
For the year ended December 31, 2017 with comparative actual amounts
for the year ended December 31, 2016

		2017			2016
		Original & Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
REVENUES					
Charges for services	$	120,000	123,275	3,275	126,331
Interest income		60	866	806	709
Federal grant		1,200,000	70,362	(1,129,638)	25,145
Miscellaneous		500	53	(447)	1,262
TOTAL REVEUNES	$	1,320,560	194,556	(1,126,004)	153,447
EXPENDITURES					
Operations and maintenance:					
Salaries	$	90,000	40,890	49,110	38,770
Payroll taxes		9,500	3,446	6,054	2,886
Employee benefits		15,000	14,842	158	8,980
Line locates		1,000	90		50
Repairs and maintenance		50,000	7,492	42,508	20,418
Supplies		50,000	2,546	47,454	2,305
Dues & subscriptions		1,500		1,500	
Postage		2,000	248	1,752	1,097
Utilities		35,000	18,395	16,605	18,333
Sewer testing		20,000	2,716	17,284	3,088
Fuel		5,000	1,627	3,373	867
Publishing		1,000	182	818	52
Insurance		2,325	2,471	(146)	2,686
Professional fees		75,000	3,502	71,498	6,660
Rental equipment		10,000	133	9,867	125
Permits & licenses		15,000	875	14,125	430
Training		4,841	610	4,231	494
Miscellaneous expense		8,000	1,994	6,006	391
Total operations and maintenance		395,166	102,059	292,197	107,632
Capital improvements		1,200,000	70,362	1,129,638	25,145
TOTAL EXPENDITURES	$	1,595,166	172,421	1,421,835	132,777

SUPPLEMENTARY INFORMATION

Local Highway Finance Report

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

LOCAL HIGHWAY FINANCE REPORT		City or County: Town of Nucla, Colorado YEAR ENDING : December 2017
This Information From The Records Of: Town of Nucla, Colorado	Prepared By: Phone:	Tod DeZeeuw, CPA 970-249-1091

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	57,098
3. Other local imposts (from page 2)	7,376
4. Miscellaneous local receipts (from page 2)	1,584
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	66,058
B. Private Contributions	
C. Receipts from State government (from page 2)	30,834
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	96,892

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	5,297
2. Maintenance:	29,093
3. Road and street services:	
a. Traffic control operations	8,951
b. Snow and ice removal	6,714
c. Other	
d. Total (a. through c.)	15,665
4. General administration & miscellaneous	2,990
5. Highway law enforcement and safety	43,847
6. Total (1 through 5)	96,892
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
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)	96,892

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
	96,892	96,892		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 & Penalities	1,584
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	7,376	g. Other Misc. Receipts	
6. Total (1. through 5.)	7,376	h. Other	
c. Total (a. + b.)	7,376	i. Total (a. through h.)	1,584
	(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	27,457	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	3,377	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.)	3,377	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	30,834	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		5,297	5,297
(5). Total Construction (1) + (2) + (3) + (4)	0	5,297	5,297
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	5,297	5,297
			(Carry forward to page 1)

Notes and Comments: