
**Town of Sugar City
Financial Statements and
Independent Auditor's Report
as of
December 31, 2017**

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October 22, 2018

Town of Sugar City

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INDEPENDENT AUDITOR'S REPORT

To the Town Council
Town of Sugar City, Colorado

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of changes in net pension liability, and schedule of contributions to pension plan on pages 3–10, 40, 41 and 42 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Sugar City, Colorado's basic financial statements. The combining balance sheet and schedules of revenues expenditures and changes in fund balances, schedules of revenues expenditures and changes in fund balance or available resources for governmental and enterprise funds budget to actual and local highway financial report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining balance sheet and schedules of revenues expenditures and changes in fund balances, schedules of revenues expenditures and changes in fund balance or available resources for governmental and enterprise funds budget to actual and local highway financial report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining balance sheet and schedules of revenues expenditures and changes in fund balances, schedules of revenues expenditures and changes in fund balance or available resources for governmental and enterprise funds budget to actual and local highway financial report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Blair and Associates, P.C.

Cedaredge, Colorado
August 16, 2018

TOWN OF SUGAR CITY
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2017

As management of the Town of Sugar City (the "Town"), we offer readers of the Town's basic financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2017. We encourage readers to consider the information presented here in conjunction with additional information provided in the financial statements.

FINANCIAL HIGHLIGHTS

- The Town's assets exceeded its liabilities and deferred inflow of resources by \$ 2,176,690 (i.e. net position) as of December 31, 2017, an increase of \$ 48,273 in comparison to the prior year.
- Governmental funds reported combined ending fund balances of \$ (97,867), increase of \$ 15,060 in comparison with the prior year.
- The Town's fund balance for the General Fund was \$ (79,586), an increase of \$ 13,405 in comparison to the prior year.
- Total long-term liabilities decreased by \$ 75,343 during the 2017 fiscal year with no new debt issued.
- General property tax and other tax totaled \$ 19,694 or 41% of general revenues.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 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's finances in a manner similar to a private-sector business.

The **statement of net position** presents information on all the Town's assets, liabilities and deferred inflows of resources, with the difference reported as net position. Over time, the 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 reported in this statement for some items will result in cash flows in future periods (e.g. uncollected taxes and earned but unused personal time).

The government-wide financial statements distinguish functions of the Town 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 include general government administration, public works, parks and recreation, library, community services and economic development. The Business-type Activities of the Town include the following utilities: water, sewer, and trash.

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. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The Town's funds 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. However, unlike the government-wide financial statements, governmental fund financial statements focus on *short-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's short-term financing requirements. The accounting method is called *modified accrual* accounting.

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 activities in the *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 short-term financing decisions. 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 one major government fund, which is the General Fund. 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 governmental funds.

Proprietary Funds – The Town maintains one type of proprietary fund. *Enterprise Funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town uses a separate enterprise fund to account for each of its utility funds: Water, Sewer and Trash Funds.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted previously, net position may serve over time as a useful indicator of the Town's financial position. For the year ended December 31, 2017, the Town's combined assets exceeded liabilities and deferred inflows of resources by \$ 2,176,690. Of this amount, \$ 488,300 is unrestricted and available to meet the Town's ongoing financial obligations.

By far the largest portion of net position is the investment in capital assets (net of related debt) of \$ 1,638,447 (75% of net position). This amount reflects the investment in all capital assets (e.g. infrastructure, land, buildings, and equipment) less any related debt used to acquire those assets that are still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

The following table summarizes the Town's governmental and business-type net position for 2017 and 2016:

	Governmental Activities 2017	Governmental Activities 2016	Business Type Activities 2017	Business Type Activities 2016	Totals 2017	Totals 2016
Assets						
Current and other assets	\$ (76,128)	\$ (90,718)	\$ 715,288	\$ 631,826	\$ 639,160	\$ 541,108
Capital assets	510,172	523,760	1,719,368	1,818,804	2,229,540	2,342,564
Total assets	<u>434,044</u>	<u>433,042</u>	<u>2,434,656</u>	<u>2,450,630</u>	<u>2,868,700</u>	<u>2,883,672</u>
Deferred outflow of resources	23,190	28,253	-	-	23,190	28,253
Total assets and deferred outflow of resources	<u>\$ 457,234</u>	<u>\$ 461,295</u>	<u>\$ 2,434,656</u>	<u>\$ 2,450,630</u>	<u>\$ 2,891,890</u>	<u>\$ 2,911,925</u>
Current Liabilities	\$ 44,851	\$ 66,607	\$ 9,004	\$ 13,164	\$ 53,855	\$ 79,771
Non-current liabilities						
Meter deposits	-	-	31,925	31,071	31,925	31,071
Loans payable	-	-	591,093	666,436	591,093	666,436
Total liabilities	<u>44,851</u>	<u>66,607</u>	<u>632,022</u>	<u>710,671</u>	<u>676,873</u>	<u>777,278</u>
Deferred inflows of resources						
Deferred property tax revenue	38,327	16,520	-	-	38,327	16,520
Net Position						
Investment in capital assets, net of related debt	510,172	523,760	1,128,275	1,152,368	1,638,447	1,676,128
Restricted			49,943	48,511	49,943	48,511
Unrestricted	(136,116)	(145,592)	624,416	549,371	488,300	393,488
Total net position	<u>\$ 374,056</u>	<u>\$ 378,168</u>	<u>\$ 1,802,634</u>	<u>\$ 1,750,250</u>	<u>\$ 2,176,690</u>	<u>\$ 2,128,418</u>

An additional portion of net position, \$ 49,943, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$ 488,300 (22% of net position), may be used to meet the government's ongoing obligations to citizens and creditors.

Change in Net Position

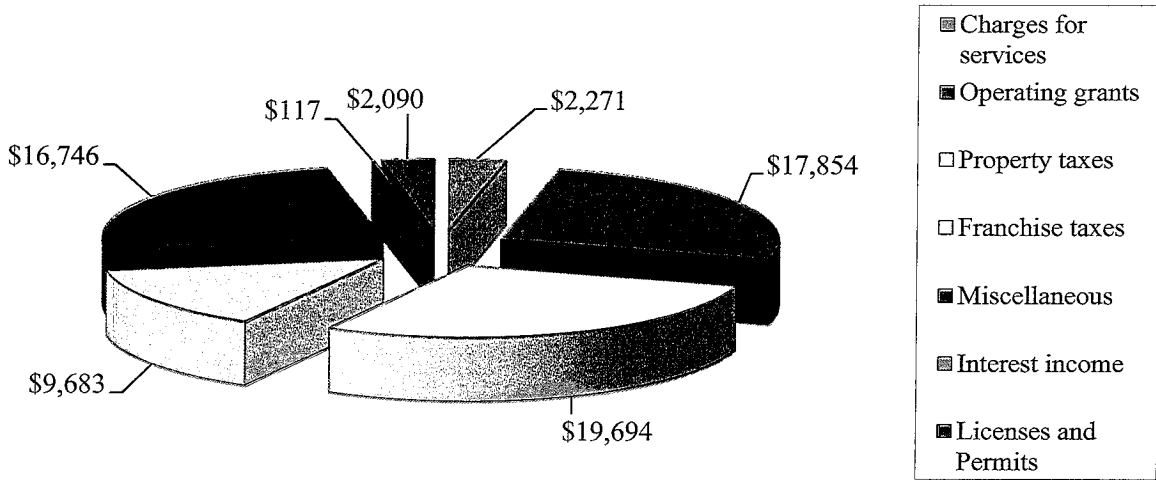
Governmental and business-type activities increased the Town's net position by \$ 48,273 in 2017.

	Governmental Activities 2017	Governmental Activities 2016	Business Type Activities 2017	Business Type Activities 2016	Total 2017	Total 2016
Revenues						
Program revenues						
Charges for services	\$ 2,271	\$ 4,233	\$ 543,707	\$ 530,857	\$ 545,978	\$ 535,090
Operating grants	17,854	17,917	-	-	17,854	17,917
Capital grants	-	-	-	-	-	-
General Revenues						
Property taxes	19,694	20,493	-	-	19,694	20,493
Sales taxes and other	-	-	-	-	-	-
Franchise taxes	9,683	9,005	-	-	9,683	9,005
Interest income	117	198	2	2	119	200
Miscellaneous	16,746	16,617	44,043	43,928	60,789	60,545
Licenses and permits	2,090	947	-	-	2,090	947
Totals	<u>68,455</u>	<u>69,410</u>	<u>587,752</u>	<u>574,787</u>	<u>656,207</u>	<u>644,197</u>
Expenses						
General government	54,970	50,624			54,970	50,624
Public Works	15,957	14,687	535,368	469,012	551,325	483,699
Health & Welfare	1,161	2,979			1,161	2,979
Public Safety	478	550			478	550
Total expenses	<u>72,566</u>	<u>68,840</u>	<u>535,368</u>	<u>469,012</u>	<u>607,934</u>	<u>537,852</u>
Increase in net position	(4,111)	570	52,384	105,775	48,273	106,345
Beginning	<u>378,167</u>	<u>377,597</u>	<u>1,750,250</u>	<u>1,644,475</u>	<u>2,128,417</u>	<u>2,022,072</u>
Ending	<u>\$ 374,056</u>	<u>\$ 378,167</u>	<u>\$ 1,802,634</u>	<u>\$ 1,750,250</u>	<u>\$ 2,176,690</u>	<u>\$ 2,128,417</u>

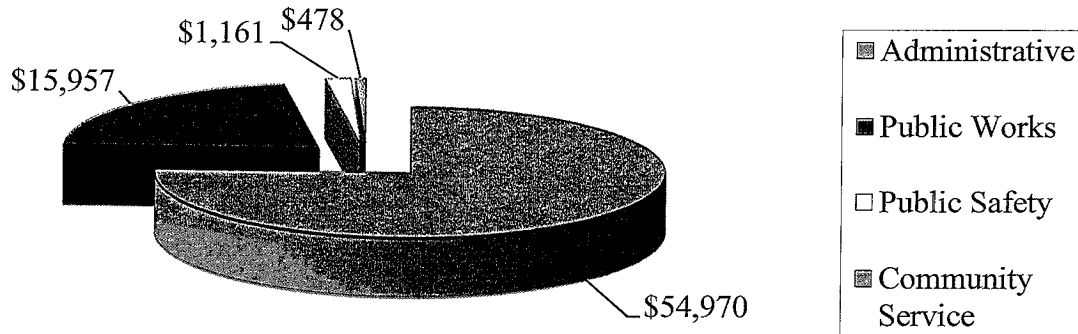
Governmental Activities

Governmental activities decreased the Town's net position by \$ 4,111.

Revenues by Source-Governmental Activities



Expenses by Department-Governmental Activities



Business-type Activities

Business-type activities for the year resulted in an increase in net position of \$ 52,384. Charges for services accounted for 93% of total revenues.

FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS

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.

As of the end of 2017, the Town's governmental funds reported combined ending fund balances of \$ (97,867), an increase of \$ 15,060 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 120% of this total amount, \$(117,465), constitutes unassigned fund balance, which is available for appropriation at the Town's discretion.

The Town has one major governmental fund, the General Fund, which is the primary operating fund for the Town. At the end of 2017, unassigned fund balance of the General Fund was \$ (79,586), while the total fund balance was \$ (79,586). As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. The fund balance of the General Fund increased by \$ 13,405 during 2017.

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

The Town has three enterprise funds: Water, Sewer and Trash Funds. At the end of 2017, these funds represented the following net position amounts:

Fund:	Water	Sewer	Trash
Unrestricted net position	\$ 207,497	\$ 84,278	\$ 332,641
Total net position	\$ 966,591	\$ 554,513	\$ 281,530
Increase (decrease) in net position	\$ (26,430)	\$ (14,996)	\$ 93,810

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town budgeted \$ 49,220 for 2017 expenditures. Actual expenditures were \$ 37,170. There was no amendment to the original budget for General Fund.

CAPITAL ASSET AND DEBT ADMINISTRATION

The Town's investment in capital assets for its governmental and business-type activities as of December 31, 2017, was \$ 2,229,540. As required for this year by GASB 34, the investment in capital assets includes land, buildings, building improvements, and equipment.

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Governmental Activities</u>				
Capital Assets being depreciated				
Buildings and Improvements	\$ 624,958	\$ -	\$ -	\$ 624,958
Equipment and Other	244,116	-	-	244,116
Park Improvements	21,178	-	-	21,178
Infrastructure	11,640	-	-	11,640
Total	901,892	-	-	901,892
Less accumulated depreciation				
Buildings and Improvements	116,658	12,499	-	129,157
Equipment and Other	244,116	-	-	244,116
Park Improvements	15,263	623	-	15,886
Infrastructure	2,096	465	-	2,561
Total	378,133	13,587	-	391,720
Capital Assets being depreciated, net	\$ 523,759	\$ (13,587)	\$ -	\$ 510,172
<u>Business- Type Activities</u>				
Capital Assets not being depreciated				
Land	\$ 2,500	\$ -	\$ -	\$ 2,500
Water Shares	28,966	-	-	28,966
Total assets not being depreciated	31,466	-	-	31,466
Capital Assets being depreciated				
Buildings	1,431	-	-	1,431
Distribution System	2,495,556	-	-	2,495,556
Machinery and Equipment	383,310	-	-	383,310
Total	2,880,297	-	-	2,880,297
Less accumulated depreciation	(1,092,960)	(99,435)	-	(1,192,395)
Total	1,787,337	(99,435)	-	1,687,902
Net capital assets	\$ 1,818,803	\$ (99,435)	\$ -	\$ 1,719,368

Long-term Debt

As of December 31, 2017, the Town had long-term debt as follows:

<i>Enterprise Funds</i>	Balance			Balance	
	1/1/2017	Additions	Deletions	12/31/2017	Current
Water Revenue Bonds	\$ 283,861	\$ -	\$ 11,156	\$ 272,705	\$ 5,443
Sewer Loans	198,857	-	17,847	181,010	17,846
Trash Loan	99,330	-	16,260	83,070	15,461
Trash Loan-Line of credit	84,388	-	30,080	54,308	54,308
Totals	<u>\$ 666,436</u>	<u>\$ -</u>	<u>\$ 75,343</u>	<u>\$ 591,093</u>	<u>\$ 93,058</u>

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in the report or requests for additional financial information should be addressed to:

Town Clerk
Town of Sugar City
PO Box 60
Sugar City, CO 81076-0060

Basic Financial Statements

Town of Sugar City
Statement of Net Position
December 31, 2017

	<u>Governmental</u> <u>Activities</u>	<u>Business Type</u> <u>Activities</u>	<u>TOTAL</u>
ASSETS			
Cash and cash equivalents	\$ (97,804)	\$ 590,260	\$ 492,456
Accounts receivable	9,044	112,739	121,783
Property taxes receivable	15,469	-	15,469
Internal receivables	(3,888)	3,888	-
Other Assets	-	8,401	8,401
Capital assets	901,892	2,911,763	3,813,655
Less: Accumulated depreciation	(391,720)	(1,192,395)	(1,584,115)
Total Assets	<u>432,993</u>	<u>2,434,656</u>	<u>2,867,649</u>
DEFERRED OUTFLOWS			
Difference between expected and actual experience	2,691	-	2,691
Pension net difference between projected and actual investment earnings	5,345	-	5,345
Changes in assumptions	15,154	-	15,154
Total Deferred outflows	<u>23,190</u>	<u>-</u>	<u>23,190</u>
LIABILITIES and FUND BALANCES			
Accounts payable	-	2,957	2,957
Accrued payroll taxes	4,229	-	4,229
Accrued interest payable	-	6,047	6,047
Other liabilities	990	31,925	32,915
Net pension liability	39,632	-	39,632
Noncurrent liabilities			
Due within one year	-	93,058	93,058
Due in more than one year	-	498,035	498,035
Total Liabilities	<u>44,851</u>	<u>632,022</u>	<u>676,873</u>
Deferred inflows of resources			
Deferred property tax revenue	15,469	-	15,469
Difference between expected and actual experience	21,807	-	21,807
Total deferred inflows	<u>37,276</u>	<u>-</u>	<u>37,276</u>
NET POSITION			
Invested in capital assets, net of related debt	510,172	1,128,275	1,638,447
Restricted for:			
Debt service	-	17,440	17,440
Customer deposits	-	32,503	32,503
Unrestricted	(136,116)	624,416	488,300
Total Net Position	<u>\$ 374,056</u>	<u>\$ 1,802,634</u>	<u>\$ 2,176,690</u>

The accompanying notes are integral part of these financial statements.

Town of Sugar City
Statement of Activities
For the year ended December 31, 2017

Functions/Programs	Expenses	Program Revenues		
		Charges for Service and Fees	Operating Grants & Contributions	Capital Grants & Contributions
Governmental activities				
Administrative	\$ 54,970	\$ 1,108	\$ -	\$ -
Public works	15,957	1,008	15,476	-
Public safety	1,161	125	-	-
Community service	478	30	2,378	-
Total Government activities	72,566	2,271	17,854	-
Business-type activities				
Sewer	51,950	36,952	-	-
Water	175,218	104,745	-	-
Trash	308,200	402,010	-	-
Total business-type activities	535,368	543,707	-	-
Total primary government	\$ 607,934	\$ 545,978	\$ 17,854	\$ -

General Revenues:

Property tax
Franchise fees
Licenses and permits
Earnings on investments
Other revenues

Total general revenues and transfers

Changes in Net Position

Net Position-January 1

Net Position-December 31

The accompanying notes are integral part of these financial statements.

Net (Expenses) Revenue and Changes in Net Assets

Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (53,862)	\$ -	\$ (53,862)
527	-	527
(1,036)	-	(1,036)
1,930	-	1,930
<u>(52,441)</u>	<u>-</u>	<u>(52,441)</u>
-	(14,998)	(14,998)
-	(70,473)	(70,473)
-	93,810	93,810
<u>-</u>	<u>8,339</u>	<u>8,339</u>
\$ (52,441)	\$ 8,339	\$ (44,102)
19,694	-	19,694
9,683	-	9,683
2,090	-	2,090
117	2	119
16,746	44,043	60,789
<u>48,330</u>	<u>44,045</u>	<u>92,375</u>
(4,111)	52,384	48,273
378,167	1,750,250	2,128,417
<u>\$ 374,056</u>	<u>\$ 1,802,634</u>	<u>\$ 2,176,690</u>

**Town of Sugar City
Governmental Funds
Balance Sheet
December 31, 2017**

	General Fund	Non Major Governmental Funds	Total Governmental Funds
Assets			
Cash and investments	\$ (83,408)	\$ (14,396)	\$ (97,804)
Accounts receivable	7,815	1,229	9,044
Property taxes receivable	15,469	-	15,469
Due from/to other funds	9,052	-	9,052
Total Assets	<u>(51,072)</u>	<u>(13,167)</u>	<u>(64,239)</u>
Liabilities, deferred inflows of resources and fund balance			
Liabilities			
Accrued payroll taxes	4,229	-	4,229
Deposit payable	990	-	990
Due to other funds	7,826	5,114	12,940
Total Liabilities	<u>13,045</u>	<u>5,114</u>	<u>18,159</u>
Deferred inflows of resources	<u>15,469</u>	<u>-</u>	<u>15,469</u>
Fund Balances			
Restricted	-	19,598	19,598
Unassigned	(79,586)	(37,879)	(117,465)
Total fund balances	<u>(79,586)</u>	<u>(18,281)</u>	<u>(97,867)</u>
Total liabilities, deferred inflow of resources and fund balances	<u>\$ (51,072)</u>	<u>\$ (13,167)</u>	<u>\$ (64,239)</u>

The accompanying notes are integral part of these financial statements.

Town of Sugar City
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
December 31, 2017

Total fund balances --governmental funds	\$ (97,867)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$ 901,892 and the accumulated depreciation is \$ 391,720.	510,172
Deferred inflows of resources and net pension liability	(38,249)
Net Assets of Governmental Activities in the Statement of Net Position	<u><u>\$ 374,056</u></u>

The accompanying notes are integral part of these financial statements.

Town of Sugar City
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the year ended December 31, 2017

Revenues	General	Non major Governmental Funds	Total Governmental Funds
Taxes	\$ 19,904	\$ 15,476	\$ 35,380
Licenses and fees	11,798	-	11,798
Charges for services	1,443	-	1,443
Grants	-	2,378	2,378
Other	17,430	26	17,456
Total Revenues	50,575	17,880	68,455
Expenditures			
Administrative	36,264	-	36,264
Public works	-	15,492	15,492
Public safety	796	255	1,051
Cemetery	110	-	110
Community service	-	478	478
Total expenditures	37,170	16,225	53,395
Net change in fund balances	13,405	1,655	15,060
Fund Balance, January 1	(92,991)	(19,936)	(112,927)
Fund Balance, December 31	\$ (79,586)	\$ (18,281)	\$ (97,867)

The accompanying notes are integral part of these financial statements.

Town of Sugar City
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Fund Balance to the Statement of Activities
For the Year ended December 31, 2017

Net change in fund balances - total governmental funds \$ 15,060

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

Governmental Funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

	Capital Outlays more than \$5,000	-	
	Depreciation Expense	<u>(13,587)</u>	(13,587)
Pension expense			(5,584)
			<hr/>
Change in net position of governmental activities			<u><u>\$ (4,111)</u></u>

The accompanying notes are integral part of these financial statements.

Town of Sugar City
Statement of Net Position
Enterprise Funds
December 31, 2017

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Trash Fund</u>	<u>Totals</u>
ASSETS				
Current Assets:				
Cash Investments	\$ 75,789	\$ 237,451	\$ 277,020	\$ 590,260
Accounts Receivable	8,489	19,476	84,774	112,739
Due from Other Funds	-	15,421	-	15,421
Deposits	-	-	8,401	8,401
Total Current Assets	<u>84,278</u>	<u>272,348</u>	<u>370,195</u>	<u>726,821</u>
Noncurrent Assets:				
Capital Assets	927,515	1,650,657	333,591	2,911,763
Less Accumulated Depreciation	(276,270)	(656,980)	(259,145)	(1,192,395)
Total noncurrent assets	<u>651,245</u>	<u>993,677</u>	<u>74,446</u>	<u>1,719,368</u>
Total Assets	<u>735,523</u>	<u>1,266,025</u>	<u>444,641</u>	<u>2,446,189</u>
LIABILITIES				
Current Liabilities				
Accrued interest payable	-	6,047	-	6,047
Accounts payable	-	-	2,957	2,957
Customer deposits	-	20,682	11,243	31,925
Due to other funds	-	-	11,533	11,533
Notes payable-current	17,846	5,443	69,769	93,058
Total Current Liabilities	<u>17,846</u>	<u>32,172</u>	<u>95,502</u>	<u>145,520</u>
Noncurrent liabilities				
Notes payable	163,164	267,262	67,609	498,035
Total Liabilities	<u>181,010</u>	<u>299,434</u>	<u>163,111</u>	<u>643,555</u>
NET POSITION				
Invested in capital assets, net of related debt	470,235	720,972	(62,932)	1,128,275
Restricted for:				
Customer deposits	-	20,682	11,821	32,503
Debt service	-	17,440	-	17,440
Unrestricted	84,278	207,497	332,641	624,416
Total Net Position	<u>\$ 554,513</u>	<u>\$ 966,591</u>	<u>\$ 281,530</u>	<u>\$ 1,802,634</u>

The accompanying notes are integral part of these financial statements.

Town of Sugar City
Statement of Revenues, Expenses and Changes in Net Position
Enterprise Funds
Year Ended December 31, 2017

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Trash Fund</u>	<u>Total</u>
Operating Revenues:				
Charges for services	\$ 36,952	\$ 104,745	\$ 402,010	\$ 543,707
Miscellaneous	-	44,043	-	44,043
Total Operating Revenues	<u>36,952</u>	<u>148,788</u>	<u>402,010</u>	<u>587,750</u>
Operating Expenses				
Administration	-	14,707	3,902	18,609
Operating supplies	-	8,571	4,386	12,957
Repairs	5,733	53,176	50,537	109,446
Fuel expense	5,420	3,894	20,454	29,768
Utilities and communications	809	8,724	2,959	12,492
Salaries and benefits	9,071	33,130	128,908	171,109
Gas and oil	-	1,989	-	1,989
Professional fees	-	9,344	4,872	14,216
Landfill fees	-	-	37,599	37,599
Other expense	-	-	14,564	14,564
Bad debts	-	-	223	223
Depreciation	30,917	35,397	33,121	99,435
Total Operating Expenses	<u>51,950</u>	<u>168,932</u>	<u>301,525</u>	<u>522,407</u>
Operating Income (Loss)	<u>(14,998)</u>	<u>(20,144)</u>	<u>100,485</u>	<u>65,343</u>
Nonoperating revenues (expenses):				
Interest income	2	-	-	2
Interest expense	-	(6,286)	(6,675)	(12,961)
Total nonoperating revenues (expenses)	<u>2</u>	<u>(6,286)</u>	<u>(6,675)</u>	<u>(12,959)</u>
Change in Net Position	(14,996)	(26,430)	93,810	52,384
Total Net Position, January 1	<u>569,509</u>	<u>993,021</u>	<u>187,720</u>	<u>1,750,250</u>
Total Net Position, December 31	<u>\$ 554,513</u>	<u>\$ 966,591</u>	<u>\$ 281,530</u>	<u>\$ 1,802,634</u>

The accompanying notes are integral part of these financial statements.

Town of Sugar City
Statement of Cash Flows
Enterprise Funds
Year Ended December 31, 2017

	Sewer Fund	Water Fund	Trash Fund	Totals
Cash Flows From Operating Activities				
Receipts from customers	\$ 37,617	\$ 149,816	\$ 398,457	\$ 585,890
Payments to employees	(9,071)	(33,130)	(128,908)	(171,109)
Payments to vendors	(12,212)	(101,658)	(141,372)	(255,242)
Net Cash provided (used) by operating activities	<u>16,334</u>	<u>15,028</u>	<u>128,177</u>	<u>159,539</u>
Cash Flows from Capital and Related Financing Activities				
Interest paid on debt	-	(6,286)	(6,675)	(12,961)
Principal paid on debt	(17,845)	(11,156)	(46,340)	(75,341)
Net cash provided (used) by capital and related financing activities	<u>(17,845)</u>	<u>(17,442)</u>	<u>(53,015)</u>	<u>(88,302)</u>
Cash Flows from Investing Activities				
Interest earnings	2	-	-	2
Net Increase (decrease) in cash and equivalents	(1,509)	(2,414)	75,162	71,239
Cash & cash equivalents-January 1	77,298	239,791	210,259	527,348
Cash & cash equivalents-December 31	<u>75,789</u>	<u>237,377</u>	<u>285,421</u>	<u>598,587</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (Loss)	(14,998)	(20,144)	100,485	65,343
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	30,917	35,397	33,121	99,435
(Increase) Decrease in accounts receivables	665	1,028	(3,553)	(1,860)
Increase (Decrease) accounts payable	(250)	(2,685)	(1,876)	(4,811)
Increase (Decrease) in customer deposits	-	1,432	-	1,432
Net cash provided by operating activities	<u>\$ 16,334</u>	<u>\$ 15,028</u>	<u>\$ 128,177</u>	<u>\$ 159,539</u>

The accompanying notes are integral part of these financial statements.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Town of Sugar City, Colorado (the Town) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Financial Reporting Entity

The Town operates under a Mayor-Council form of government. The Town's major operations include public safety, community service, public works and general administrative services. In addition, the town owns and operates a water and sewer system. The Town also provides sanitation services. As required by accounting principles generally accepted in the United States of America, these financial statements present the Town of Sugar City (the primary government). The Town has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled by or dependent on the Town. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing body.

B. Government-wide Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to those 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*.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 1 - Summary of Significant Accounting Policies - (continued)

C. Fund Financial Statements

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

All governmental funds are accounted for on a flow of current financial resources basis. Balance sheets for these funds generally include only current assets and current liabilities. Reported fund balances are considered a measure of available, spendable resources. Operating statements for these funds present a summary of available, spendable resources and expenditures for the period.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns 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 *Conservation Trust Fund*, which accounts for State of Colorado lottery funds to be used for parks and recreation services and capital investment.
- *Road and Bridge Fund*, which accounts for highway user's taxes and other revenues to be used for Town street projects.

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 1 - Summary of Significant Accounting Policies - (continued)

C. Fund Financial Statements - (continued)

Enterprise 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 an enterprise fund's principal ongoing operations. The principal operating revenues of the Town are charges for water, sewer and trash fees. Operating expenses for the enterprise funds include personnel services, contract services, utilities, repairs and maintenance, supplies, insurance and depreciation cost. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The Town reports the following major enterprise fund business-type activities:

- Water, Sewer and Trash Funds, which account for all operations of the Town's water, sewer and trash services. They are primarily financed by user charges.

D. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the enterprise fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available).

"Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which is recognized when due, and compensated absences which are recognized when the obligations are expected to be liquidated with expendable available resources.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 1 - Summary of Significant Accounting Policies - (continued)

D. Measurement Focus and Basis of Accounting - (continued)

Those revenues susceptible to accrual are interest revenue and charges for services. Entitlement revenues are not susceptible to accrual because generally, they are not measurable until received. Grant revenues are recognized as they are earned.

The accrual basis of accounting is utilized by enterprise funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Deferred Outflows / Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section of deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and will not recognize as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section of 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 will not be recognize as an inflow of resources (revenue) until that time. Property taxes revenue that are related to a future period have been recorded as deferred inflows. Grants and entitlements received before eligibility requirements are met (e.g., cash advances) are recorded as deferred inflows. These amounts are deferred and will be recognized as an inflow of resources in the period that the amounts become available.

E. Cash and Cash Equivalents

For the purposes of the statement of cash flows of the enterprise funds, cash and cash equivalents consist of operating and restricted cash and highly liquid securities with an initial maturity of three months or less.

F. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 1 - Summary of Significant Accounting Policies - (continued)

G. Property Taxes

Property taxes for the current year are levied and attached 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. However, since the taxes are not available to pay current liabilities, the property tax revenue is recorded as deferred inflows of resources in the governmental funds.

H. Capital Assets

Capital assets, which include property, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capitalized assets are defined by the Town as assets that have a useful life of one or more years, and for which the initial, individual value equals or exceeds \$ 5,000.

All purchased assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that does not add to the value of an asset or materially extend asset life is not capitalized.

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

<u>Asset Class</u>	<u>Useful Life</u>
Building and Other Improvements	10-40 years
Vehicles	5 years
Equipment	3-15 years

Public domain assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are examples of infrastructure assets. Infrastructure assets are distinguished from other capitalized assets as their useful life often extends beyond most other capital assets and are stationary in nature. General infrastructure assets are those associated with or arising from governmental activities.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 1 - Summary of Significant Accounting Policies - (continued)

I. Long-Term Liabilities

In the government-wide financial statements, and enterprise fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise fund type statement of net position.

The long-term compensated absences are serviced from revenues of the General Fund from future appropriations.

J. Compensated Absences

It is the Town's policy for employees to accumulate earned but unused vacation and sick pay benefits but employees are not entitled to be paid for sick leave upon termination. Accrued vacation and sick leave payable has not been reflected in the financial statements of the Proprietary funds and in the Statement of Net Position for all governmental fund types as it does not exceed normal accumulations and is not material in relation to the financial statements.

K. Net Position

Net position represent the difference between assets, liabilities and deferred inflows of resources. Net position's investment in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or construction of improvements on those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

L. Interfund Transactions

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. At year end, outstanding balances between funds are reported as "due to/from other funds." Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 1 - Summary of Significant Accounting Policies - (continued)

M. Encumbrances

The Town does not use an encumbrance system for budgetary control.

N. Inventory

Inventories of all Proprietary Funds are stated at cost using the first-in, first-out method of determining cost. Inventories of all funds consist of expendable supplies held for consumption.

Note 2 - Reconciliation of Government-wide and Fund Financial Statements

The governmental funds balance sheet includes reconciliation between total fund balance, governmental funds and net position - governmental activities as reported in the government-wide statement of net position. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net change in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. The enterprise fund statement of net position and statement of revenues, expenses and changes in net position also includes reconciliation to the government-wide statement of net position and activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for government fund statements to the economic resources measurement and full accrual basis used for government-wide statements. However, certain items having no effect on measurement and basis of accounting were eliminated from the governmental fund statements during the consolidation of governmental activities.

Note 3 - Tax, Spending and Debt Limitations

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 governments, excluding “enterprises.”

The Amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of the amendment, except as listed below.

The Amendment requires that an emergency reserve be maintained at three percent of fiscal year spending. At December 31, 2017, the Town had a negative fund balance in its governmental funds, therefore no emergency reserves were available and the Town could be in violation of the tabor amendment.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 4 - Budgets

The Town adheres to the following procedures in establishing budgetary data reflected in the financial statements:

- A. Prior to October 1, a proposed operating budget for the fiscal year commencing the following January 1 is developed. The operating budget includes proposed expenditures and the means of financing them.
- B. A public hearing on the proposed budget is held by the Council to obtain taxpayers comments.
- C. The Council adopts the budget by resolution on or before the final day established by law for the certification of the ensuing year's tax levy to the County. Adoption of the budget by the Council shall constitute appropriations of the amounts specified therein as expenditures from the funds indicated and shall constitute a levy of the property tax therein proposed.
- D. If during the fiscal year the Town determines that there are expenses in excess of those estimated in the budget, the Council by resolution may make supplemental appropriations for the year up to the amount of such excess. To meet an emergency affecting public property, health, peace or safety, the Council may make emergency appropriations. If at any time during the fiscal year it appears probable to the Town that the revenues available will be insufficient to meet the amount appropriated, the Town Clerk reports to the Council, indicating the estimated amount of deficit, any remedial action already taken, and a recommendation as to any other steps to be taken.
- E. Budget appropriations lapse at the end of each year.
- F. Expenditures may not exceed appropriations at the fund level. Budget amounts included in the financial statements are based on the final amended budget. Revisions made to the original budgeted expenditures for each fund are as follows:

	Original Budget	Total Revisions	Final Budget
General	\$ 49,220	\$ -	\$ 49,220
Water	149,930	-	149,930
Sewer	36,755	-	36,755
Trash	430,780	-	430,780
Road and Bridge	15,158	-	15,158
Conservation Trust	2,725	-	2,725
Total	\$ 684,568	\$ -	\$ 684,568

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 4 – Budgets - (continued)

- G. Budgets for governmental funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP), except for long-term receivables and advances and capital lease financing which are budgeted when liquidated rather than when the receivable/liability is incurred. Budgets for enterprise funds are adopted on a basis consistent with the spending measurement focus of the governmental funds.

- H. The Town could be in violation of the Colorado Budget Law because actual expenditures exceed budgetary amounts in the Water, Sewer, and Road & Bridge Funds.

Note 5 - Deposits and Investments

Custodial Credit Risk (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 regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. The 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 be at least equal to the aggregate uninsured deposits. Collateral in the pool is considered to be equal to depository insurance pursuant to definitions listed in GASB Statement No. 40. At December 31, 2017, the bank balance of the Town's deposits was \$ 496,255 of which \$250,000 was covered by federal depository insurance and \$246,255 was collateralized under PDPA.

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. Authorized investments include 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 investment policy follows Colorado statutes.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 5 - Deposits and Investments (continued)

The Town maintains a cash pool that is available to the General Fund, Special Revenue Funds and Enterprise Funds.

Cash and Cash Equivalents

Cash on hand	\$ 119
Deposits	488,002
Certificate of Deposits	4,075
Cash with County Treasurer	<u>260</u>
Total	<u>\$ 492,456</u>

Statement of Net Assets	
Cash and Cash Equivalents	<u>\$ 492,456</u>

Interest Rate Risk

The Town has board approved investments with maturities of one year or less, as a means of managing its exposure to fair value loss resulting from increasing interest rates. The Colorado Revised Statute 24-75-601 also limits investment maturities to five years or less.

Credit Risk

State law limits investments for towns to U.S. Treasury issues, other federally backed notes and credits, and other agency offerings. Other investment instruments including bank obligations, general obligation bonds, and commercial paper are limited to at least one of the highest rating categories of at least one nationally recognized rating agency. State law further limits investments in money market funds to those institutions with over \$1 billion in assets or the highest credit rating from one or more of the nationally recognized rating agency. The town does not use investments of this type.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 6 - Capital Assets

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

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital Assets being depreciated				
Buildings and Improvements	\$ 624,958	\$ -	\$ -	\$ 624,958
Equipment and Other	244,116	-	-	244,116
Park Improvements	21,178	-	-	21,178
Infrastructure	11,640	-	-	11,640
Total	<u>901,892</u>	<u>-</u>	<u>-</u>	<u>901,892</u>
Less accumulated depreciation				
Buildings and Improvements	116,658	12,499	-	129,157
Equipment and Other	244,116	-	-	244,116
Park Improvements	15,263	623	-	15,886
Infrastructure	2,096	465	-	2,561
Total	<u>378,133</u>	<u>13,587</u>	<u>-</u>	<u>391,720</u>
Capital Assets being depreciated, net	<u>\$ 523,759</u>	<u>\$ (13,587)</u>	<u>\$ -</u>	<u>\$ 510,172</u>

	Beginning Balance	Additions	Deletions	Ending Balance
Business- Type Activities				
Capital Assets not being depreciated				
Land	\$ 2,500	\$ -	\$ -	\$ 2,500
Water Shares	28,966	-	-	28,966
Total assets not being depreciated	<u>31,466</u>	<u>-</u>	<u>-</u>	<u>31,466</u>
Capital Assets being depreciated				
Buildings	1,431	-	-	1,431
Distribution System	2,495,556	-	-	2,495,556
Machinery and Equipment	383,310	-	-	383,310
Total	<u>2,880,297</u>	<u>-</u>	<u>-</u>	<u>2,880,297</u>
Less accumulated depreciation	<u>(1,092,960)</u>	<u>(99,435)</u>	<u>-</u>	<u>(1,192,395)</u>
Total	<u>1,787,337</u>	<u>(99,435)</u>	<u>-</u>	<u>1,687,902</u>
Net capital assets	<u>\$ 1,818,803</u>	<u>\$ (99,435)</u>	<u>\$ -</u>	<u>\$ 1,719,368</u>

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 6 - Capital Assets (continued)

Governmental Activities:	
General Government	\$ 12,499
Public Works	465
Culture and Recreation	623
Total Governmental Activities	<u>\$ 13,587</u>
Business-type Activities:	
Water	\$ 35,397
Sewer	30,917
Trash	33,121
Total Business-type Activities	<u>\$ 99,435</u>

Note 7 - Long-Term Debt

Water Revenue Bonds

During 2004, the Town started and completed a water project to enhance the water distribution system for water users. The Town contributed \$60,000 of its own funds and on an Interim basis borrowed approximately \$323,830 from a local bank. Prior to the project being completed, the bank loan was repaid with interest. The bank loan was paid by incurring debt totaling \$ 334,000 payable to the United States Department of Agriculture. The bonds are secured by Water Enterprise Fund revenues and accounts receivable. The United States Department of Agriculture has a first lien on all water fund revenues and receivables.

The bond has a stated interest rate of 4.25%. Payments are due semi-annually each January 1 and July 1, beginning January 1, 2005 and mature on July 1, 2044, in the amount of \$8,721. The bond also requires a reserve payment of \$1,744 per year into a reserve account for the first ten years of the loan. The Town has established a water project account at First National Bank of Ordway in the amount of \$17,442 for this purpose.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 7 - Long-Term Debt (continued)

The principal and interest amounts remaining to be paid as of December 31, 2017, are as follows:

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 5,443	\$ 11,999	\$ 17,442
2019	5,682	11,760	17,442
2020	5,933	11,510	17,443
2021	6,194	11,248	17,442
2022	6,466	10,976	17,442
2023-2027	36,857	50,353	87,210
2028-2032	45,711	41,499	87,210
2033-2037	56,692	30,518	87,210
2038-2042	70,311	16,899	87,210
2043-2044	33,416	2,238	35,654
Total	<u>\$ 272,705</u>	<u>\$ 199,000</u>	<u>\$ 471,705</u>

Sewer Loan

The Town was awarded a Water Pollution Control Fund (WPCF) loan from the Colorado Water Resources and Power Development Authority in the amount of \$306,000, at 0% interest, for a term of 20 years on July 6, 2006. An amendment to the loan agreement was approved April 30, 2007 to amend the loan repayment schedule to make the first principal payment May 1, 2008 and final payment due November 1, 2027 due to a delay in project construction. Future principal amounts are as follows:

<u>Date</u>	<u>Principal</u>
2018	\$ 15,300
2019	15,300
2020	15,300
2021	15,300
2022	15,300
2023-2027	76,500
Total	<u>\$ 153,000</u>

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 7 - Long-Term Debt (continued)

Sewer Loan

The Town was awarded a Water Pollution Control Fund (WPCF) loan from the Colorado Water Resources and Power Development Authority in the amount of \$65,000, at 0% interest, for a term of 20 years on May 1, 2009, with final payment due November 1, 2028. Future principal amounts are as follows:

Date	Principal
2018	\$ 2,546
2019	2,546
2020	2,547
2021	2,546
2022	2,546
2023-2027	12,732
2028	2,547
Total	\$ 28,010

Trash Fund Loans

On June 27, 2008, the Trash Fund of Sugar City entered into a loan agreement with Fowler State Bank for the purpose of capital acquisitions within the fund. The loan is in the amount of \$200,000 with an interest rate of 5.75% and 180 monthly payments of \$1,660.83 beginning July 27, 2008. The schedule of payments at December 31, 2017, is as follows:

Date	Principal	Interest	Total
2018	\$ 15,461	\$ 4,469	\$ 19,930
2019	16,374	3,556	19,930
2020	17,341	2,589	19,930
2021	18,365	1,565	19,930
2022	15,529	484	16,013
Total	\$ 83,070	\$ 12,663	\$ 95,733

On June 21, 2012, the Trash Fund of Sugar City entered into a line of credit with Fowler State Bank for the purpose of purchasing a garbage truck. The line of credit is in the amount of \$54,308 with an interest rate of 4.25%.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 7 - Long-Term Debt (continued)

Schedule of long - term debt:

<i>Enterprise Funds</i>	Balance 1/1/2017	Additions	Deletions	Balance 12/31/2017	Current
Water Revenue Bonds	\$ 283,861	\$ -	\$ 11,156	\$ 272,705	\$ 5,443
Sewer Loans	198,857	-	17,847	181,010	17,846
Trash Loan	99,330	-	16,260	83,070	15,461
Trash Loan-Line of credit	84,388	-	30,080	54,308	54,308
Totals	<u>\$ 666,436</u>	<u>\$ -</u>	<u>\$ 75,343</u>	<u>\$ 591,093</u>	<u>\$ 93,058</u>

Note 8 - Public Entity Pool

The Town of Sugar City is a participant with Colorado Intergovernmental Risk Sharing Agency (CIRSA) in a public entity to fund an insurance risk pool.

CIRSA is a separate legal entity established by the member municipalities pursuant to the provisions of Colorado Revised Statute and the Colorado Constitution. In 1985, the Town Council approved a resolution that authorized the Town to participate in the pool. The Town has participated each year since then. The Town also participated in the Worker's Compensation Pool.

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 or 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 coverage 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 the unit.

Complete financial statements for CIRSA can be obtained at their offices.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 9 - Segment Information for Enterprise Funds

The Town has three Enterprise Funds, which provide water, sewer, and trash. Segment information for the year ended December 31, 2017, are as follows:

	Sewer	Water	Trash
Operating Revenues	\$ 36,952	\$ 148,788	\$ 402,010
Depreciation	30,917	35,397	33,121
Operating Income (Loss)	(14,998)	(20,144)	100,485
Change in Net Position	(14,996)	(26,430)	93,810
Net Working Capital	84,278	245,619	344,462
Total Assets	735,523	1,266,025	444,641
Bond or loan payments (current)	17,846	5,443	69,769
Long-term debt	163,164	267,262	67,609
Net Position	<u>\$ 554,513</u>	<u>\$ 966,591</u>	<u>\$ 281,530</u>

Note 10 - Due To/Due from Funds

The interfund loan is included in Due To/Due from Funds. Below is a schedule showing Due To/Due from Funds.

	<u>Due to</u>	<u>Due From</u>
General Fund	\$9,052	\$ 7,826
Water Fund	15,421	-
Road and Bridge Fund	-	5,114
Trash Fund	-	11,533
Totals	<u>\$24,473</u>	<u>\$24,473</u>

Note 11 - Risk Management

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 member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a public entity risk pool currently operating as a common risk management and insurance program for property/casualty and workers' compensation coverage. CIRSA is to be self-sustaining through member contributions and reinsures through commercial companies for claims in excess of certain limits for each insured event. CIRSA members are subject to a supplemental assessment in the event of a deficiency.

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 12 - Defined Benefit Pension Plans

All volunteer fire fighters participate in the Defined Benefit Pension Plan administrated by the FPPA for plan administration and investment only. The plan has a plan document, actuarial valuation and is governed by the local pension board.

Any fire fighter, who has reached the age of 50 years and completed 20 years of active service, is eligible for \$100 per month.

At December 31, 2017, the Town reported liability of \$ 39,632 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial study as of January 1, 2017. Standard update procedures were used to roll forward the total pension liability to December 31, 2016. The Town's proportion of the net liability was based on Town's contributions to FPPA for the calendar year 2016 relative to the total contributions of participating employers to FPPA.

For the year ended December 31, 2017, the Town recognized pension expense of \$ 5,584. At December 31, 2017, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 2,691	\$ 21,807
Net difference between projected and actual earnings on pension plan investments	5,345	-
Changes in assumptions	15,154	-
Total	<u>\$ 23,190</u>	<u>\$ 21,807</u>

None was reported as deferred outflows related to pensions, resulting from contributions subsequent to the measurement date. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending December 31</u>	<u>Net Deferred Outflows/ (Inflows) of Resources</u>
2018	\$ 2,607
2019	2,606
2020	2,020
2021	(3,704)
2022	(2,146)
Thereafter	-
Total	<u>\$ 1,383</u>

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 12 - Defined Benefit Pension Plans – (continued)

Actuarial assumptions. The total pension asset in December 31, 2016 actuarial valuation was determined using the following actuarial assumptions and other inputs:

Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2017, determines the contribution amounts for 2017 and 2018.

Methods and Assumptions Used to Determine Contribution Rates for the Fiscal Year Ending December 31, 2017:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open*
Remaining Amortization Period	20 years*
Asset Valuation Method	5-Year smoothed fair value
Inflation	3.00%
Salary Increases	N/A
Investment Rate of Return	7.50%
Retirement Age	50% per year of eligibility until 100% at age 65
Mortality	Pre-retirement: RP-2000 Combined Mortality Table with Blue Collar Adjustment, 40% multiplier for off-duty mortality. Post-retirement: RP-2000 Combined Mortality Table with Blue Collar Adjustment. Disabled: RP-2000 Disabled Mortality Table All tables projected with Scale AA

*Plans that are heavily weighted with retiree liabilities use an amortization period based on the expected remaining lifetime of the participants.

LONG-TERM EXPECTED RETURN ON PLAN ASSETS

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return which eliminates the 2.5% inflation assumption, for each major asset class included in the Fund's target asset allocation as of December 31, 2016 are summarized in the following table:

Town of Sugar City
Notes to Basic Financial Statements
December 31, 2017

Note 12 - Defined Benefit Pension Plans – (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Real Rate of Return</u>
Global Equity	36.00 %	6.75 %
Equity Long/Short	10.00 %	4.85 %
Illiquid Alternatives	23.00 %	8.25 %
Fixed Income	15.00 %	0.50 %
Absolute Return	10.00 %	4.05 %
Managed Futures	4.00 %	3.00 %
Cash	<u>2.00 %</u>	0.00 % *
Total	100.00 %	

*While expected inflation exceeds the expected rate of return for cash, a 0.0% real rate of return is utilized.

The figures in the above table were supplied by Fire and Police Pension Association Staff. Gabriel, Roeder, Smith & Company does not provide investment advice.

Regarding the sensitivity of the net pension liability/ (asset) to changes in the Single Discount Rate, the following presents the plan's net pension liability/ (asset), calculated using a Single Discount Rate of 5.16%, as well as what the plan's net pension liability/ (asset) would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

Sensitivity of Net Pension Liability/(Asset) to the Single Discount Rate Assumption		
Current Single Discount		
1% Decrease	Rate Assumption	1% Increase
4.16%	5.16%	6.16%
<u>\$ 59,045</u>	<u>\$ 39,632</u>	<u>\$ 23,758</u>

The Fire & Police Pension Association (FPPA) administers an agent multiple-employer Public Employee Retirement System (PERS). The PERS represents the assets of numerous separate plans that have been pooled for investment purposes. The pension plans have elected to affiliate with FPPA for plan administration and investment only. FPPA issues a publicly available comprehensive annual financial report that can be obtained at FPPAco.org. Once in the site, locate the site map at the bottom of the web page and you will find the 'Annual Report' link.

Note 13 – Fund Balances

The following funds had deficit fund balances at December 31, 2017:

General Fund	\$ (79,586)
Road and Bridge	\$ (18,281)

Town of Sugar City
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - General Fund
For the Year Ended December 31, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
Revenues				
Taxes	\$ 16,540	\$ 16,540	\$ 19,904	\$ 3,364
License and fees	9,880	9,880	11,798	1,918
Charges for services	3,275	3,275	1,443	(1,832)
Fines and forfeits	125	125	-	(125)
Other	19,400	19,400	17,430	(1,970)
Total Revenues	<u>49,220</u>	<u>49,220</u>	<u>50,575</u>	<u>1,355</u>
Expenditures				
Administrative	44,970	44,970	36,264	8,706
Public works	1,000	1,000	-	1,000
Public safety	2,550	2,550	796	1,754
Cemetery	700	700	110	590
Total Expenditures	<u>49,220</u>	<u>49,220</u>	<u>37,170</u>	<u>12,050</u>
Excess of revenues over (under) expenditures	-	-	13,405	13,405
Fund balance, January 1	-	-	<u>(92,991)</u>	<u>(92,991)</u>
Fund balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (79,586)</u>	<u>(79,586)</u>

The accompanying notes are integral part of these financial statements.

Town of Sugar City
Schedule of Changes in Net Pension Liability/(Assets)
FPPA Pension Plan
For the Years Ended December 31, 2017

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Pension Liability										
Service cost	\$ 1,811	\$ 1,607	\$ 1,188							
Interest on the total pension liability	7,973	8,001	7,826							
Benefit changes	-	-	-							
Difference between expected and actual experience	(26,714)	-	5,487							
Assumption changes	378	8,801	18,906							
Benefit payments	(6,000)	(6,000)	(6,000)							
Net Change in Total Pension Liability	(22,552)	12,409	27,407							
Total Pension Liability - Beginning	160,580	148,172	120,765							
Total Pension Liability - Ending	\$ 138,028	\$ 160,581	\$ 148,172							
Plan Fiduciary Net Position										
Employer contributions	\$ -	\$ -	\$ -							
Pension plan net investment income	5,165	1,906	6,972							
Benefit payments	(6,000)	(6,000)	(6,000)							
Pension plan administrative expense	(431)	(1,497)	(544)							
State of Colorado supplemental discretionary payment	-	-	-							
Net Change in Plan Fiduciary Net Position	(1,266)	(5,591)	428							
Plan fiduciary Net Position - Beginning	99,662	105,253	104,825							
Plan Fiduciary Net Position - Ending	\$ 98,396	\$ 99,662	\$ 105,253							
Net Premium Liability (Assets) - Ending	\$ 39,632	\$ 60,919	\$ 42,919							
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	71.29%	62.06%	71.03%							
Covered Employee Payroll	N/A	N/A	N/A							
Net Pension Liability as a Percentage of Covered Employee Payroll	N/A	N/A	N/A							

Town of Sugar City
Schedule of Contributions
FPPA Pension Plan
For the Year Ended December 31, 2017

	<u>2016</u>
Actuarially determined contribution	\$ 2,385
Actual contributions *	\$ -
Contribution deficiency (excess)	\$ 2,385
Town's covered employee payroll	N/A
Contributions as a percentage of covered employee payroll	N/A

* Includes both employer and State of Colorado Supplemental Discretionary Payment.

Town of Sugar City
Combining Balance Sheet
Nonmajor Governmental Funds
For the Year Ended December 31, 2017

	<u>Conservation Trust Fund</u>	<u>Road and Bridge Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Assets			
Cash and investments	\$ 19,598	\$ (33,994)	\$ (14,396)
Accounts receivable	-	1,229	1,229
Total Assets	<u>\$ 19,598</u>	<u>\$ (32,765)</u>	<u>\$ (13,167)</u>
Liabilities and Fund Balance			
Liabilities			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	-	5,114	5,114
Total Liabilities	<u>-</u>	<u>5,114</u>	<u>5,114</u>
Fund Balance			
Restricted	19,598	-	19,598
Assigned	-	(37,879)	(37,879)
Total Fund Balance	<u>19,598</u>	<u>(37,879)</u>	<u>(18,281)</u>
Total Liabilities and Fund Balance	<u>\$ 19,598</u>	<u>\$ (32,765)</u>	<u>\$ (13,167)</u>

Town of Sugar City
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Non Major Governmental Funds
For the Year Ended December 31, 2017

	Conservation Trust Fund	Road and Bridge Fund	Total Non Major Governmental Funds
Revenues			
Taxes	\$ -	\$ 15,476	\$ 15,476
Lottery funds	2,378	-	2,378
Other	21	5	26
Total Revenues	<u>2,399</u>	<u>15,481</u>	<u>17,880</u>
Expenditures			
Public works	-	15,492	15,492
Public safety	255	-	255
Community service	478	-	478
Total expenditures	<u>733</u>	<u>15,492</u>	<u>16,225</u>
Excess (deficiency) of revenues over (under) expenditures	1,666	(11)	1,655
Fund Balance, January 1	17,932	(37,868)	(19,936)
Fund Balance, December 31	<u>\$ 19,598</u>	<u>\$ (37,879)</u>	<u>\$ (18,281)</u>

Town of Sugar City
Schedule of Revenues, Expenditures and Changes in Fund Balances
Conservation Trust
Budget and Actual
Year Ended December 31, 2017

	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
Revenues			
Lottery funds	\$ 2,700	\$ 2,378	\$ (322)
Other	25	21	(4)
Total Revenues	<u>2,725</u>	<u>2,399</u>	<u>(326)</u>
Expenditures			
Repairs and maintenance	1,300	255	1,045
Utilities	500	478	22
Capital outlay	925	-	925
Total Expenditures	<u>2,725</u>	<u>733</u>	<u>1,992</u>
Excess of revenues over (under) expenditures	-	1,666	1,666
Fund balance, January 1	-	17,932	17,932
Fund balance, December 31	<u>\$ -</u>	<u>\$ 19,598</u>	<u>\$ 19,598</u>

Town of Sugar City
Schedule of Revenues, Expenditures and Changes in Fund balances
Road and Bridge Fund
Budget and Actual
Year Ended December 31, 2017

	Budget	Actual	Favorable (Unfavorable)
Revenues			
Taxes	\$ 15,150	\$ 15,476	\$ 326
Other	8	5	(3)
Total Revenues	15,158	15,481	323
Expenditures			
Public works	15,158	15,492	(334)
Total Expenditures	15,158	15,492	(334)
Excess of revenues over (under) expenditures	-	(11)	(11)
Fund balance, January 1	-	(37,868)	(37,868)
Fund balance, December 31	\$ -	\$ (37,879)	\$ (37,879)

Town of Sugar City
Water Fund
Schedule of Revenues, Expenditures and Changes in Available Resources
Budget and Actual
Year Ended December 31, 2017

	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)
Operating Revenues			
Charges for services	\$ 104,665	\$ 104,745	\$ 80
Facility maintenance fee	43,265	44,043	778
Total Operating revenues	<u>147,930</u>	<u>148,788</u>	<u>858</u>
Operating Expenses			
Administration	12,340	14,707	(2,367)
Operating supplies	6,800	8,571	(1,771)
Repairs	52,765	48,192	4,573
Insurance	6,100	3,894	2,206
Utilities and communication	8,651	8,724	(73)
Salaries and benefits	25,565	33,130	(7,565)
Gas and oil	2,500	1,989	511
Professional services	4,600	9,344	(4,744)
Capital outlay	11,167	4,984	6,183
Debt service payments	17,442	17,442	-
Total Operating Expenses	<u>147,930</u>	<u>150,977</u>	<u>(3,047)</u>
Excess of revenues over (under) expenditures	-	(2,189)	3,905
Available Resources, January 1	-	247,808	247,808
Available Resources, December 31	<u>\$ -</u>	<u>\$ 245,619</u>	<u>245,619</u>

Town of Sugar City
Sewer Fund
Schedule of Revenues, Expenditures and Changes in Available Resources
Budget and Actual
Year Ended December 31, 2017

	<u>Budget</u>	<u>Actual</u>	<u>(Unfavorable)</u>
Operating Revenues:			
Charges for services	\$ 36,750	\$ 36,952	\$ 202
Interest income	5	2	(3)
Total Operating revenues	<u>36,755</u>	<u>36,954</u>	<u>199</u>
Operating Expenses:			
Administration	100	-	100
Repairs	6,250	5,733	517
Insurance	4,215	5,420	(1,205)
Utilities and communication	270	809	(539)
Salaries and benefits	8,073	9,071	(998)
Debt service payments	17,847	17,846	1
Total Operating Expenses	<u>36,755</u>	<u>38,879</u>	<u>(2,124)</u>
Excess of revenues over (under) expenditures	-	(1,925)	(1,925)
Net Assets January 1	-	86,203	86,203
Net Assets December 31	<u>\$ -</u>	<u>\$ 84,278</u>	<u>\$ 84,278</u>

Town of Sugar City
Schedule of Revenues, Expenditures and Changes in Available Resources
Trash Fund
Budget to Actual
Year Ended December 31, 2017

	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
Operating Revenues:			
Charges for services	\$ 424,280	\$ 402,010	\$ (22,270)
Total Operating revenues	<u>424,280</u>	<u>402,010</u>	<u>(22,270)</u>
Operating Expenses:			
Administration	4,233	4,125	108
Operating supplies	6,000	4,386	1,614
Repairs	74,000	40,888	33,112
Fuel expense	25,500	20,454	5,046
Utilities and communication	3,164	2,959	205
Insurance	19,817	14,564	5,253
Salaries and benefits	150,940	128,908	22,032
Professional fees	5,500	4,872	628
Landfill fees	39,404	37,599	1,805
Debt service payments	53,015	53,015	-
Capital outlay	42,707	9,649	33,058
Total Operating Expenses	<u>424,280</u>	<u>321,419</u>	<u>102,861</u>
Excess of revenues over (under) expenditures	-	80,591	80,591
Net Position- January 1	-	263,871	263,871
Net Position- December 31	<u>\$ -</u>	<u>\$ 344,462</u>	<u>344,462</u>

Steps for printing your content and returning to 'Edit Mode

1. Click Ctrl + A on a Windows machine or Command + A on a Mac to select all data.
2. Right-click your mouse and select Print.
3. Confirm that print settings are correct - make sure "selection only" isn't checked.
4. Print hard copy or to PDF.
5. Click "Edit Mode" to return to modifying your data.
6. Remember to click "Save" to save any changes.

ANNUAL HIGHWAY FINANCE REPORT - CY17

Email address: townofsugarcity@gmail.com

City/County: Sugar City

II - RECEIPTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

A. Receipts from local sources

2. General Fund Appropriations:	\$	0.00
3. Other local imposts: <i>from A.3. Total below</i>	\$	0.00
4. Miscellaneous local receipts: <i>from A.4. Total below</i>	\$	5.17
5. Transfers from toll facilities	\$	0.00
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	0.00
b. Bonds - Refunding Issues:	\$	0.00
c. Notes:	\$	0.00
SubTotal:	\$	5.17

B. Private Contributions \$ 0.00

II - RECEIPTS FOR ROAD AND STREET PURPOSES (Detail)

Please no commas or dollar signs for the input

A.3. Other local imposts

a. Property Taxes and Assessments	\$	0.00
b. Other Local Imposts		
1. Sales Taxes:	\$	0.00
2. Infrastructure and Impact Fees:	\$	0.00

3. Liens:	\$ <input type="text" value="0.00"/>
4. Licenses:	\$ <input type="text" value="0.00"/>
5. Specific Ownership and/or Other:	\$ <input type="text" value="0.00"/>
Total: <i>(a + b) carried to 'Other local imposts' above</i>	\$ <input type="text" value="0.00"/>

A.4. Miscellaneous local receipts

Please no commas or dollar signs for the input

a. Interest on Investments:	\$ <input type="text" value="5.17"/>
b. Traffic fines & Penalties:	\$ <input type="text" value="0.00"/>
c. Parking Garage Fees:	\$ <input type="text" value="0.00"/>
d. Parking Meter Fees:	\$ <input type="text" value="0.00"/>
e. Sale of Surplus Property:	\$ <input type="text" value="0.00"/>
f. Charges for Services:	\$ <input type="text" value="0.00"/>
g. Other Misc. Receipts:	\$ <input type="text" value="0.00"/>
h. Other:	\$ <input type="text" value="0.00"/>
Total: <i>(a through h) carried to 'Misc local receipts' above</i>	\$ <input type="text" value="5.17"/>

C. Receipts from State Government

Please no commas or dollar signs for the input

1. Highway User Taxes:	\$ <input type="text" value="15,401.15"/>
3. Other State funds:	
c. Motor Vehicle Registrations:	\$ <input type="text" value="0.00"/>
d. Other (Specify):	
Comments: <input type="text" value="undefined"/>	\$ <input type="text" value="0.00"/>
e. Other (Specify):	
Comments: <input type="text" value="undefined"/>	\$ <input type="text" value="0.00"/>
Total: <i>(1+3c,d,e)</i>	\$ <input type="text" value="15,401.15"/>

D. Receipts from Federal Government

Please no commas or dollar signs for the input

2. Other Federal Agencies	
a. Forest Service:	\$ <input type="text" value="0.00"/>
b. FEMA:	\$ <input type="text" value="0.00"/>
c. HUD:	\$ <input type="text" value="0.00"/>
d. Federal Transit Administration:	\$ <input type="text" value="0.00"/>
e. U.S. Corp of Engineers	\$ <input type="text" value="0.00"/>
f. Other Federal:	\$ <input type="text" value="0.00"/>
Total: <i>(2a-f)</i>	\$ <input type="text" value="0.00"/>

III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES - (Detail)

Please no commas or dollar signs for the input

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL	
A.1. Capital Outlay				
a. Right-Of-Way Costs:	\$ 0.00	\$ 0.00	\$	0.00
b. Engineering Costs:	\$ 0.00	\$ 0.00	\$	0.00
c. Construction				
1. New Facilities:	\$ 0.00	\$ 0.00	\$	0.00
2. Capacity Improvements:	\$ 0.00	\$ 0.00	\$	0.00
3. System Preservation:	\$ 0.00	\$ 0.00	\$	0.00
4. System Enhancement:	\$ 0.00	\$ 0.00	\$	0.00
5. Total Construction:			\$	0.00
d. Total Capital Outlay: <i>(Lines A.1.a. + 1.b. + 1.c.5)</i>			\$	0.00

IV. LOCAL HIGHWAY DEBT STATUS

Please no commas or dollar signs for the input

	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT	
A. Bonds (Total)					
	\$ 0.00	\$ 0.00	\$ 0.00	\$	0.00
1. Bonds (Refunding Portion)		\$ 0.00	\$ 0.00	\$	0.00
B. Notes (Total):	\$ 0.00	\$ 0.00	\$ 0.00	\$	0.00

V - LOCAL ROAD AND STREET FUND BALANCE

Please no commas or dollar signs for the input

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation	
\$ 5,460.28	\$ 15,406.32	\$ 16,165.40	\$ 4,701.20	\$	0.00

Notes & Comments:

undefined

Please enter your name:

Please provide a telephone number where you may be reached:

Please click on the "Save" button before viewing the data in a print format.

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