

2017

COMMERCE CITY, CO
Comprehensive Annual Financial Report

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July 24, 2018

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CITY OF COMMERCE CITY

**2017
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED DECEMBER 31**



PREPARED BY:

SHERYL CARSTENS, DIRECTOR OF FINANCE

ARMANDO GUARDIOLA, DEPUTY FINANCE DIRECTOR

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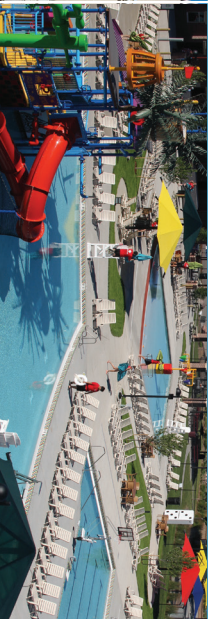
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June 29, 2018

To the Honorable Mayor and Members of the City Council,
Citizens of the City of Commerce City, Colorado and the Financial Community:

We are pleased to transmit the Comprehensive Annual Financial Report of the City of Commerce City for the year ended December 31, 2017. This submittal is in accordance with Colorado State Statutes and the City of Commerce City Charter provisions. This report of the financial condition of the City as of December 31, 2017, and the activity which brought about that condition meets the City Charter requirements as well as provides full financial disclosure in accordance with generally accepted accounting principles (GAAP).

The Finance Department prepared this report in conformance with standards of the Governmental Accounting Standards Board, the American Institute of Certified Public Accountants, the Government Finance Officers Association and the Colorado State Auditor. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City's management.

The purpose of the Comprehensive Annual Financial Report is to provide citizens, investors, grantor agencies and other interested parties with reliable information concerning the financial condition of the City. The City management believes the data as presented is accurate in all material respects. The data is presented in a manner designed to set forth fairly the financial position and results of City operations as measured by the financial activity of its various funds. Also, all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

This report has been prepared following the guidelines recommended by the Government Finance Officers Association of the United States and Canada. The City was awarded the Certificate of Achievement for Excellence in Financial Reporting for its 2016 report and this report continues the same high standards of public financial reporting.

State law requires that the financial statements of the City of Commerce City be audited by independent certified public accountants selected by the City Council. The independent auditing firm of Eide Bailly LLP, whose report is included herein, has audited the general-purpose financial statements and related notes.

GAAP require that the City's management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a "*Management's Discussion and Analysis*" (MD&A). This transmittal letter should be read in conjunction with MD&A.

REPORTING ENTITY DEFINITION

The financial reporting entity, the City, includes all the funds of the primary government as well as all of its component units. Additional financial information concerning the component units may be obtained through the Finance Department of the City of Commerce City, Colorado. The city reports seven component units as follows:

Blended Component Units

- Urban Renewal Authority
- Commerce City Northern Infrastructure General Improvement District
- Commerce City E-470 Commercial Area General Improvement District
- Commerce City Residential Area General Improvement District
- Commerce City Finance Authority

Discretely Presented Component Units

- Quality Community Foundation
- Commerce City Housing Authority

PROFILE OF THE CITY

The City of Commerce City is located on 41 square miles in Adams County immediately northeast of Denver and west of the Denver International Airport. The City is a highly industrialized municipality of 54,869 residents.

Commerce City became a Home Rule City in 1970 and is governed by a Mayor elected at-large and eight City Council members, four elected at-large and four by ward. The City Charter provides for a Council/Manager form of government.

The City is supplied with water by the South Adams County Water and Sanitation District, which also provides sanitation service to City residents. The South Adams County Fire Protection District provides fire protection. Adams County School District No. 14 provides public education to the south portion of the City, School District 27J serves the north portion of the City.

Interstate Highways 76 and 270; U.S. Highways 6, 85, and 265; State Highways 2 and 224; and the E-470 toll road serve the City. Rail transportation is furnished by all major railroads serving the Denver metropolitan area. Air service is available from the Denver International Airport, which is located adjacent to Commerce City on its east side. The Regional Transportation District provides local bus service.

ECONOMIC CONDITION AND OUTLOOK

As the national economy recovers Commerce City businesses activity has grown. Existing local business activity consists, to a large extent, of industrial enterprises, which continue to contribute substantially to the City's property tax base. Some of the major businesses located in the City include Federal Express, United Parcel Service, Suncor Energy, Xcel Energy, Dillion Companies, Wal-Mart and Waste Management.

Maintenance and expansion of the City's general infrastructure is a major priority of the City. To address this priorities the City has prepared a five-year capital improvement program plan that provides the framework for developing and maintaining infrastructure to meet current and future needs. This plan is crucial to the long-term financial condition of the City because of the need to provide the necessary public infrastructure and services to the new growth areas while maintaining the infrastructure and services in the historical part of the City.

FINANCIAL MANAGEMENT

Internal Control Structure

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and, (2) the valuation of costs and benefits requires estimates and judgments by management.

As an enhancement to internal financial controls the Finance Department prepares and distributes to the Deputy City Managers financial reports which compares estimated revenues to actual revenues, and estimated expenditures (appropriations) to actual expenditures. The Finance Department also reports City financials to the City Manager and City Council on a quarterly basis.

All accounting records for general governmental operations at the fund level are maintained on a modified accrual basis with the revenues recorded when measurable and available, and expenditures recorded when the services or goods are received and the liabilities incurred.

Financial Policies

The budget is the plan by which financial policy is made, implemented, and controlled. The City Charter, State Constitution and state laws provide the basic legal requirements and time lines for the process. Council goals, ordinances and resolutions provide additional direction that respond to the needs and desires of the community.

The City has adopted financial policies for the following topics:

- Budget
- Revenue
- Expenditure
- Reserves
- Cash management and investments
- Risk Management

These policies serve as the foundation for the cities financial operations.

Legislative Development

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, (often referred to as TABOR) which has several limitations including revenue raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The City believes it is in compliance with the requirements of the amendment. However, the City has made certain interpretations of the amendment's language in order to determine its compliance.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. The City adopts annual appropriated operating budget for the General Fund, certain Special Revenue Funds, the Debt Service Fund, most capital projects funds, all proprietary funds and certain pension trust funds.

The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level.

Awards and Acknowledgements

As demonstrated by the statements and schedules included in the financial and required supplemental information sections of this report, the City continues meeting its responsibility for sound financial management.

One objective measure of the quality of the City's financial management is the City's receipt of the annual GFOA Certificate of Achievement for Excellence in Financial Reporting. The 2016 Certificate is the 30th consecutive annual award received by the City. We believe that this 2017 Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

We wish to thank the City Council for providing the resources necessary to produce this Comprehensive Annual Financial Report. It takes a significant amount of staff time to prepare the financial statements and statistical information necessary for this report.

Respectfully submitted,



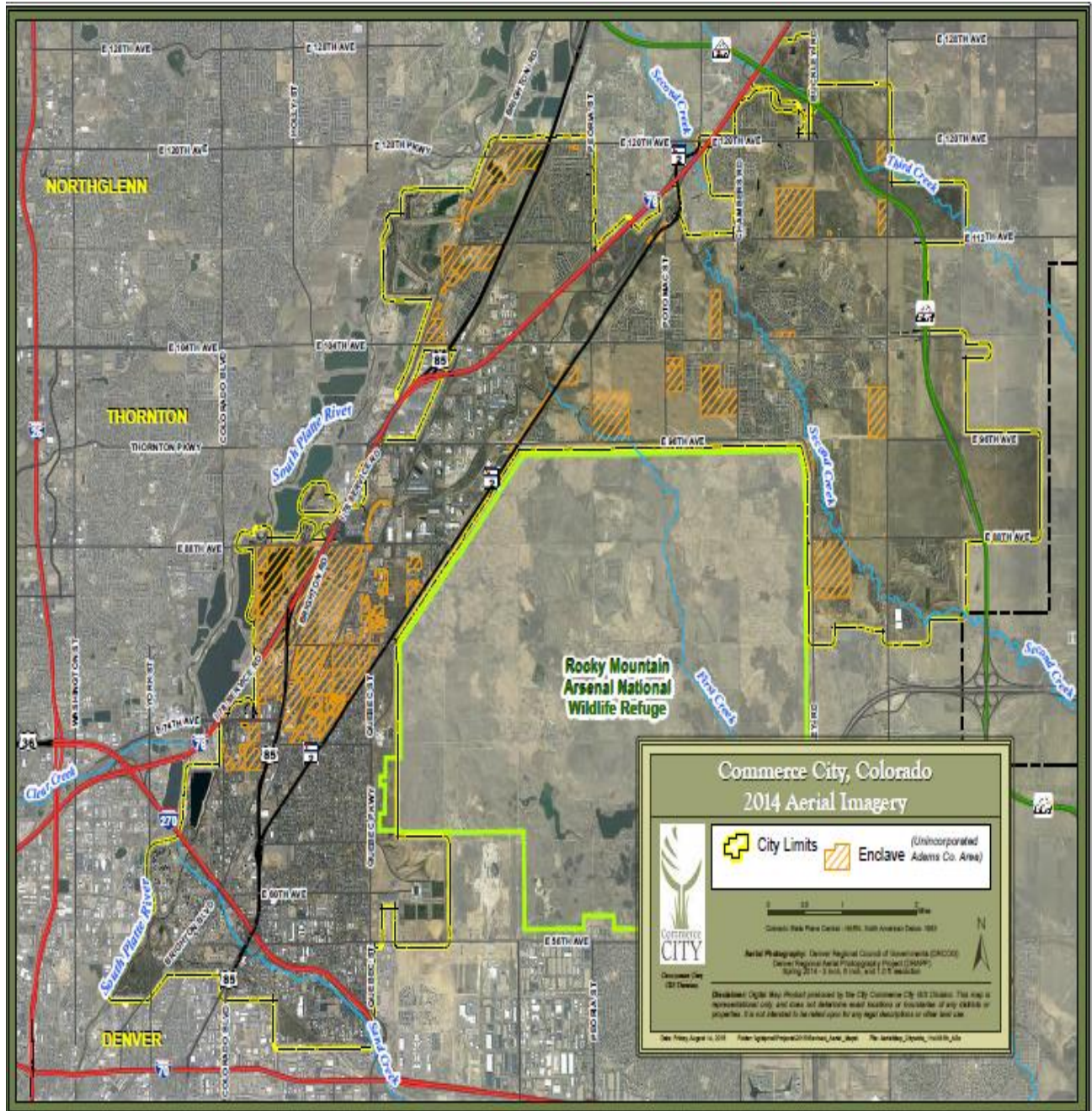
Brian McBroom
City Manager



Sheryl L. Carstens
Director of Finance

ABOUT COMMERCE CITY

As the state's fourth-fastest growing community, Commerce City is redefining itself for the next generation, building on historic values of community, industry, agriculture and family. Centrally located along Colorado's bustling Front Range, Commerce City is a *Quality Community for a Lifetime*, with 25 miles of trails, a championship golf course, 700 acres of open space and parks, one of the country's largest soccer complexes and the nation's largest urban wildlife refuge. Learn more at c3gov.com.



FAST FACTS

Current Population: 54,869¹

Population at Build-Out: 180,000²

Size: 34.92 square miles; 61+ sq. mi at total build-out³

Incorporated: 1952 as Commerce Town, renamed in 1970

Demographics:

- 47 percent of population is Hispanic; half of that group is monolingual
- Young population; 76.6% of residents are families with children
- 76% homeownership rate
- Average median income rose 67% between 2000 – 2008 (highest increase in metro Denver area)



Business:

More than 1,600 businesses within city, covering following industry clusters:

- Advanced Manufacturing
- Energy
- Logistics & Distribution
- Business & Professional Services
- Retail, Hospitality & Leisure
- DIA Technology

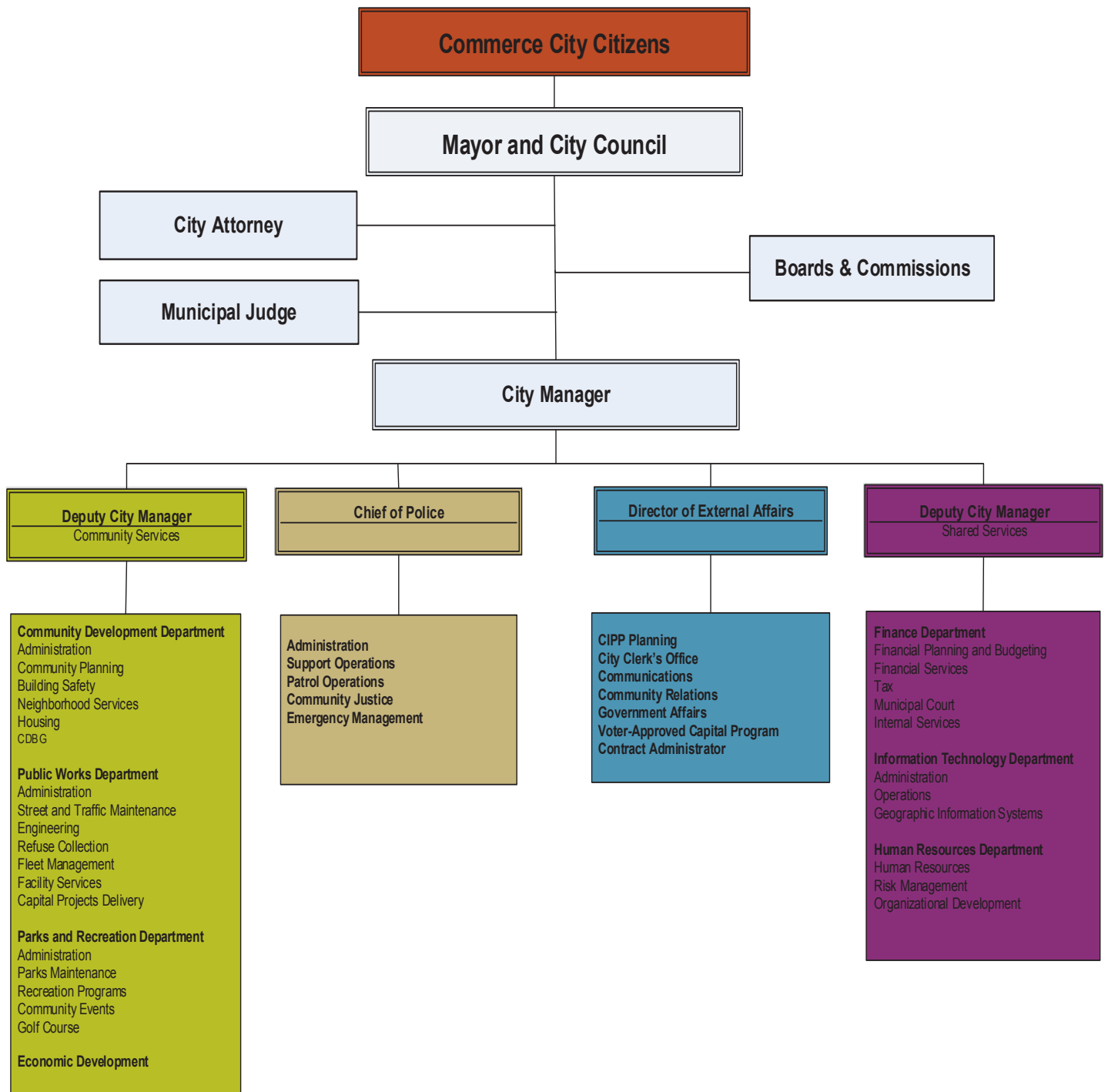


13th best place to do business in state – NerdWallet, 2015

¹ U.S. Census Bureau. “Annual Estimates of the Resident Population for Incorporated Places of 50,000 or More.” <https://www.census.gov/quickfacts/fact/table/commercecitycolorado/PST045216>

² Commerce City Comprehensive Plan, 2010

³ Commerce City Public Works Department, Commerce City Comprehensive Plan, 2010



CITY COUNCIL OF COMMERCE CITY



Mayor Sean Ford



Mayor Pro Tem René
Bullock, At-Large



Councilman Jason
McEldowney, At-Large



Councilwoman Crystal
Elliott, At-Large



Councilman Steve
Douglas, At-Large



Councilman Andrew
Amador, Ward I



Councilman Rick Teter,
Ward II



Councilwoman Jadie
Carson, Ward III



Councilman Paolo Diaz,
Ward IV

CITY MANAGER AND LEADERSHIP TEAM

Brian McBroom	City Manager
Troy Smith	Deputy City Manager
Roger Tinklenberg	Deputy City Manager
Clinton Nichols	Chief Of Police
Sheryl Carstens	Director Of Finance
Chris Cramer	Director Of Community Development
Catherine Blakeman	Director Of Human Resources
Justin Bingham	Director Of Information Technology
Carolyn Keith	Director Of Parks, Recreation & Golf
Maria D'andrea	Director Of Public Works
Michelle Claymore	Economic Development Director
Michelle Halstead	Director of External Affairs
Laura Bauer	City Clerk
Robert Sheesley	City Attorney





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

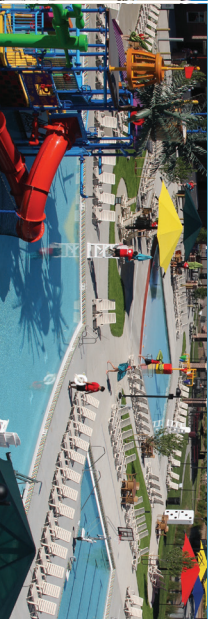
**City of Commerce City
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morrell

Executive Director/CEO





Independent Auditor's Report

To the Honorable Mayor, City Council, and City Manager
City of Commerce City, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Commerce City, Colorado as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the City'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 and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Commerce 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 on pages 4 through 17, and the budgetary comparison information and schedule of funding progress on pages 71 through 74, 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 City of Commerce City's basic financial statements. The introductory section, supplemental information as identified in the table of contents, Local Highway Finance Report, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements.

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

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

Report on Summarized Comparative Information

We have previously audited the City's 2016 financial statements, and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information in our report dated June 14, 2017. In our 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 Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2018 on our consideration of the City of Commerce City, Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide

an opinion on the effectiveness of the City of Commerce City, Colorado's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Commerce City, Colorado's internal control over financial reporting and compliance.

Eide Sallee LLP

Fort Collins, Colorado
June 29, 2018

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the comprehensive annual financial report for the City of Commerce City, Colorado (the City), the City's management is pleased to provide this narrative discussion and analysis of the financial activities of the City for the calendar year ended December 31, 2017. The City's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

2017 FINANCIAL HIGHLIGHTS

The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$295,320,683 (total net position) for the calendar year reported.

- Total net position are comprised of the following:
 - (1) Net investment in capital assets, of \$178,169,991 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
 - (2) Net position of \$47,113,633 is restricted by constraints imposed from outside the City such as debt covenants, grantors, laws, or regulations.
 - (3) Unrestricted net position of \$70,037,059 represent the portion available to maintain the City's continuing obligations to citizens and creditors.
- The City's governmental funds reported total ending fund balance of \$150,857,787 this year. This compares to the prior year ending fund balance, as of \$201,591,212 showing a decrease of \$50,733,425 during the current year.
- At the end of the current calendar year, the unassigned fund balance for the General Fund was \$37,048,554 or 58% of total General Fund expenditures.
- Overall, the City continues to maintain a strong financial position.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management Discussion and Analysis document introduces the City's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The City also includes in this report additional information to supplement the basic financial statements. Comparative data is presented to allow comparison to the prior calendar year.

The City's component units are presented either as "blended" or "discretely presented." If blended, it is reported as if it were a fund of the City throughout the year. It is included at both the government-wide and fund financial reporting levels. The City has the following blended component units:

- Commerce City Northern Infrastructure General Improvement District (NIGID)
- Commerce City E-470 Commercial Area General Improvement District (ECAGID)
- Commerce City E-470 Residential Area General Improvement District (ERAGID)
- Urban Renewal Authority (URA)
- Commerce City Finance Authority (Finance Authority)

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The City's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the City's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Position*. This is the government-wide statement of position presenting information that includes all of the City's total assets and deferred outflows and total liabilities and deferred inflows, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City as a whole is improving or deteriorating. Evaluation of the overall health of the City would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of City infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the City's net position changed during the current calendar year. All current year revenues and expenses are included regardless of when cash is received or paid.

An important purpose of the design of the statement of activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers.

Both government-wide financial statements distinguish governmental activities of the City principally supported by taxes from business-type activities intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, community development, public safety, public works, parks and recreation. Business-type activities include the solid waste management and the Commerce City Finance Authority.

The government-wide financial statements are presented on pages 18 & 19 of this report.

FUND FINANCIAL STATEMENTS

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The City has three kinds of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the City's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 20 to 23 of this report.

Individual fund information for nonmajor governmental funds is found in combining statements in a later section of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the City charges customers a fee. The City's proprietary funds are classified as enterprise funds and internal service funds. The enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. The internal service funds are reported as part of the governmental activities at the government-wide financial reporting level.

The basic proprietary fund financial statements are presented on pages 24 to 27 of this report.

The *fiduciary funds* include employee pension and retirement funds held in trust and an agency fund used to hold resources of school impact fees from developers that school districts will use. These statements are found on pages 28 & 29.

NOTES TO THE BASIC FINANCIAL STATEMENTS

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the basic financial statements begin on page 32 of this report.

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's budget presentations. Budgetary comparison schedules are included as "required supplementary information" for the general fund and the major Urban Renewal Authority Fund. Budgetary comparison schedules for all other governmental funds can be found in the supplementary information section of this report. These schedules demonstrate compliance with the City's adopted and final revised budget. Finally, this section includes a schedule of funding progress for the retirement health savings plan. Required supplementary information can be found on pages 71 to 74 of this report.

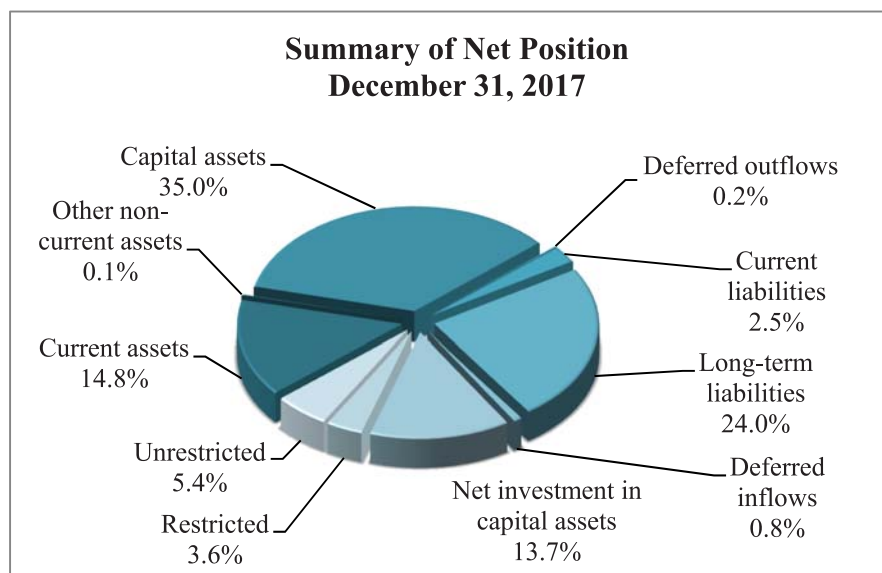
SUPPLEMENTARY INFORMATION

As discussed, the City reports major funds in the basic financial statements. Comparative information for major funds and combining and individual statements and schedules for nonmajor funds are presented in a supplementary information section of this report beginning on page 75.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

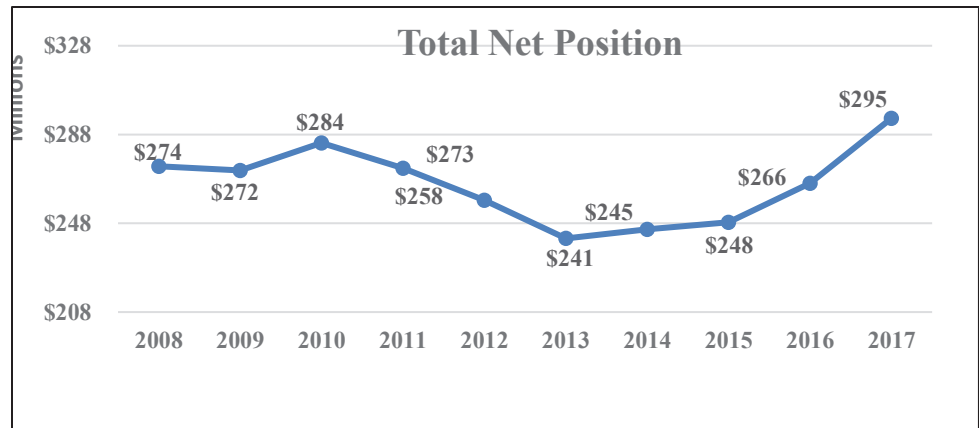
The City's net position at calendar year-end is \$295,320,683. The following table provides a summary of the City's net position:

	Summary of Net Position					
	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Assets						
Current assets	\$ 192,056,364	\$ 245,857,824	\$ 255,571	\$ 169,895	\$ 192,311,935	\$ 246,027,719
Other non-current assets	1,204,776	1,073,372	-	242,592	1,204,776	1,315,964
Capital assets	454,423,363	350,042,182	-	24,005,918	454,423,363	374,048,100
Total assets	647,684,503	596,973,378	255,571	24,418,405	647,940,074	621,391,783
Deferred Outflows of Resources	2,044,363	2,098,527	-	-	2,044,363	2,098,527
Total Assets and Deferred Outflows	649,728,866	599,071,905	255,571	24,418,405	649,984,437	623,490,310
Liabilities						
Current liabilities	32,653,201	35,917,053	-	692,414	32,653,201	36,609,467
Long-term liabilities	311,400,672	283,285,212	-	28,333,596	311,400,672	311,618,808
Total Liabilities	344,053,873	319,202,265	-	29,026,010	344,053,873	348,228,275
Deferred Inflows of Resources	10,609,880	8,826,330	-	-	10,609,880	8,826,330
Total liabilities and Deferred Inflows	354,663,753	328,028,595	-	29,026,010	354,663,753	357,054,605
Net position:						
Net investment in capital assets	178,124,097	169,907,974	-	(4,962,678)	178,124,097	164,945,296
Restricted	46,309,188	27,788,777	-	-	46,309,188	27,788,777
Unrestricted	70,631,827	72,925,851	255,571	355,074	70,887,398	73,280,925
Total net position	\$ 295,065,112	\$ 270,622,602	\$ 255,571	\$ (4,607,604)	\$ 295,320,683	\$ 266,014,998



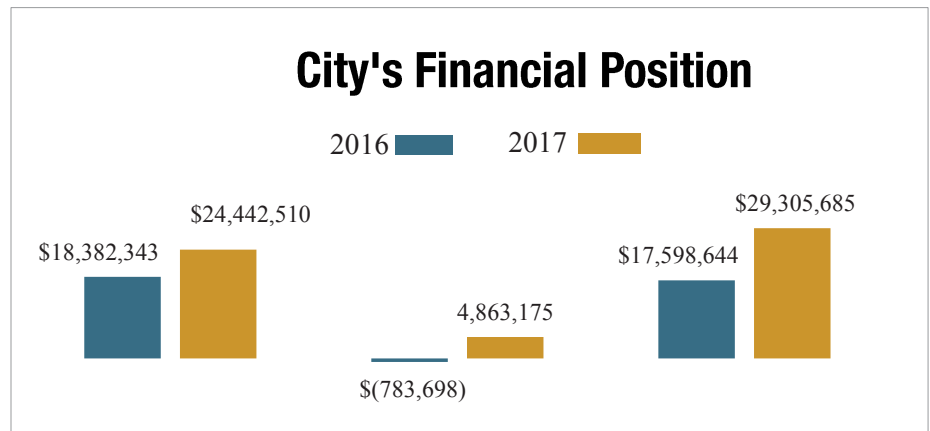
The following graph reports the total net position balances from fiscal year 2008 – 2017

The City continues to maintain a high current ratio, excluding the deferred inflows and outflows of resources. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 5.8 to 1 as compared to 6.8 to 1 at December 31, 2016. For business-type activities, the current liabilities and current assets have been transferred to government activities. The total current ratio was 0 to 1 as compared to 0.2 to 1 at December 31, 2016.

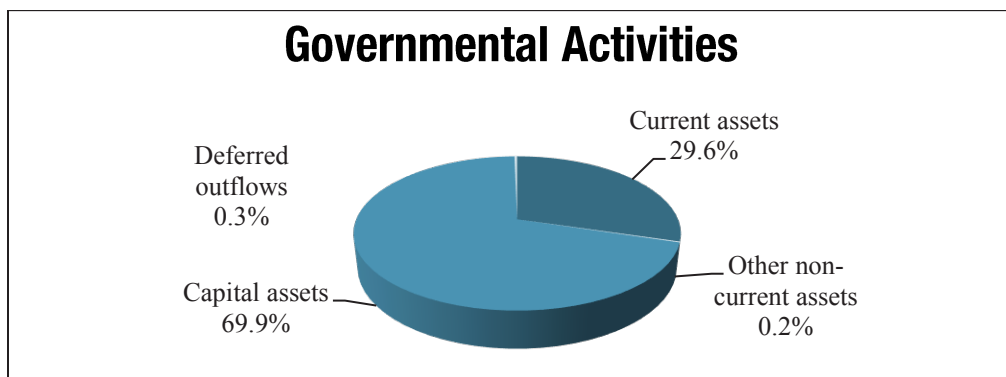


The City reported positive balances in net position for governmental activities and business-type activities. During fiscal year 2017, net position increased \$24,442,510 for governmental activities. For business-type activities, net position increased \$4,863,175. The City's overall financial position increased during calendar year 2017 by \$29,305,685.

Note that approximately 69.9% of the governmental activities' total assets are tied up in capital assets (with 52.0% of the capital asset cost being depreciable). The City uses these capital assets to provide services to its citizens. As of 2017, there were not balances within the Finance Authority as a refunding transaction occurred in which the City refunding the 2006 Certificates of Participation and acquired the related capital

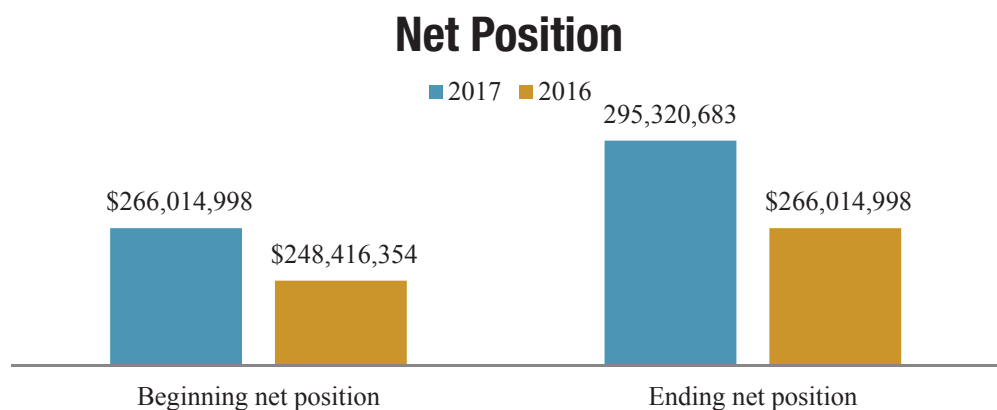


assets. Combining governmental activities with business type activities, the City has invested 69.9% of its total assets in capital assets, as presented in the Statement of Net Position.



The following table provides a summary of the City's changes in net position:

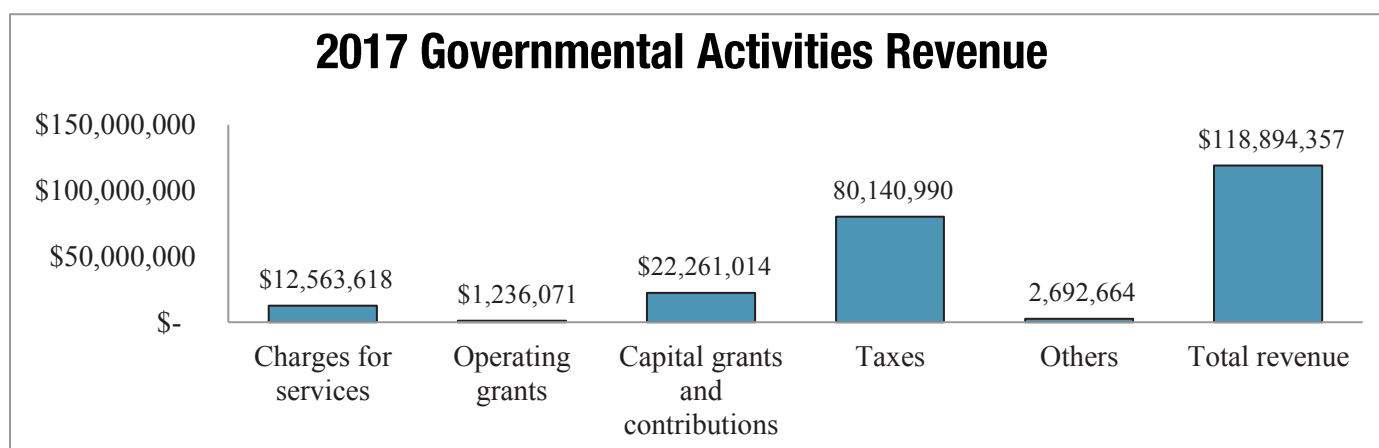
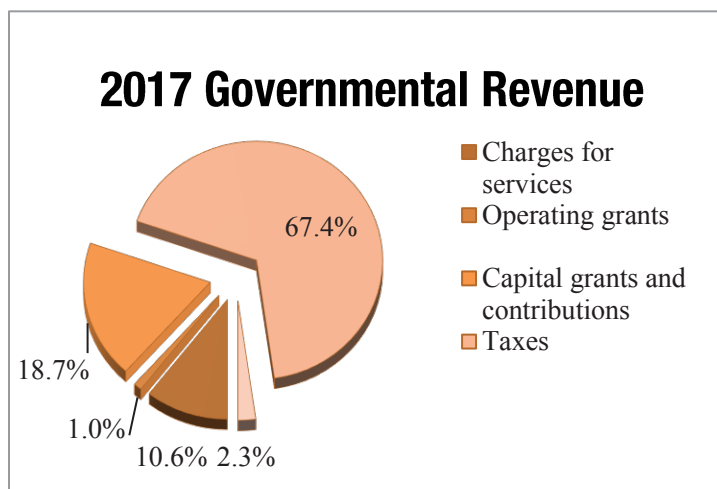
Summary of Changes in Net Position						
	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program:						
Charges for services	\$ 12,563,618	\$ 14,966,030	\$ 799,196	\$ 2,756,752	\$ 13,362,814	\$ 17,722,782
Operating grants	1,236,071	442,529	-	-	1,236,071	442,529
Capital grants and contributions	22,261,014	10,555,501	-	-	22,261,014	10,555,501
General:						
Taxes	80,140,990	70,711,660	-	-	80,140,990	70,711,660
Others	2,692,665	5,818,758	5,279,636	11,631	7,972,301	5,830,389
Total revenues	118,894,358	102,494,478	6,078,832	2,768,383	124,973,190	105,262,861
Program Expenses:						
General Government	20,101,431	17,228,391	-	-	20,101,431	17,228,391
Human resources	1,126,099	976,141	-	-	1,126,099	976,141
Community development	4,017,432	3,929,739	-	-	4,017,432	3,929,739
Public safety	16,766,559	16,059,811	-	-	16,766,559	16,059,811
Public works	27,207,824	24,687,608	-	-	27,207,824	24,687,608
Parks, recreation and golf	14,282,916	12,913,063	-	-	14,282,916	12,913,063
Interest	11,656,649	9,396,230	-	-	11,656,649	9,396,230
Finance authority	-	-	508,596	2,473,235	508,596	2,473,235
Total expenses	95,158,909	85,190,982	508,596	2,473,235	95,667,506	87,664,217
Revenues over (under) expenses	23,735,449	17,303,496	5,570,236	295,148	29,305,684	17,598,644
Transfers	707,061	1,078,846	(707,061)	(1,078,846)	-	-
Change in net position	24,442,510	18,382,342	4,863,175	(783,698)	29,305,685	17,598,644
Beginning net position	270,622,602	252,240,260	(4,607,604)	(3,823,906)	266,014,998	248,416,354
Ending net position	\$ 295,065,112	\$ 270,622,602	\$ 255,571	\$ (4,607,604)	\$ 295,320,683	\$ 266,014,998



GOVERNMENTAL ACTIVITY REVENUES

The City is heavily reliant on sales and use taxes to support governmental operations. City taxes provide 67.4% of total revenue, with sales and use taxes providing 54.0% of the City's total taxes revenues as compared 54.0% in calendar year 2016. Note that program revenues covered 37.8% of governmental operating expenses as compared to 25.3% in calendar year 2016.

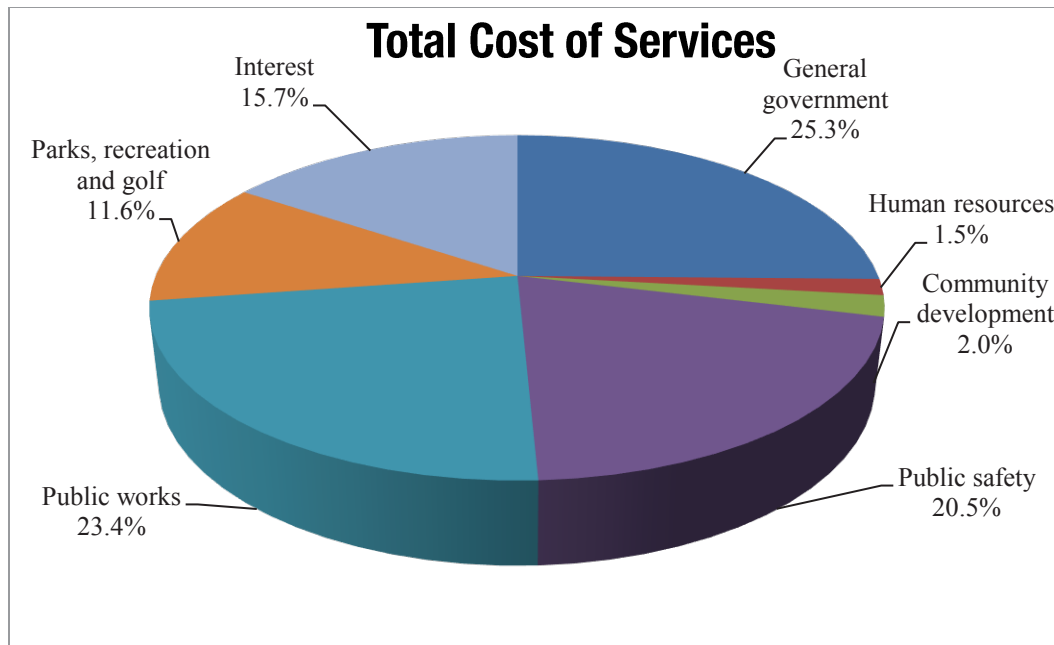
This means that the government's taxpayers and the City's other general revenues normally fund 80.0% of the governmental activities, primarily from sales and use taxes. As a result, the general economy and the success of local businesses have a major impact on the City's revenue streams.



GOVERNMENTAL ACTIVITY EXPENSES

The following table presents the cost of each of the City's programs, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the City's taxpayers by each of these functions

Governmental Activities				
	Total Cost of Services	Percentage of Total	Net Cost of Services	Percentage of Total
General government	\$ 20,101,431	21.1%	\$ (18,807,121)	25.3%
Human resources	1,126,099	1.2%	(1,126,099)	1.5%
Community development	4,017,432	4.2%	(1,465,602)	2.0%
Public safety	16,766,559	17.6%	(15,233,377)	20.5%
Public works	27,207,824	28.6%	(17,435,899)	23.4%
Parks, recreation and golf	14,282,916	15.0%	(8,654,027)	11.6%
Interest	11,656,649	12.2%	(11,656,649)	15.7%
	<u>\$ 95,158,910</u>	<u>100.0%</u>	<u>\$ (74,378,773)</u>	<u>100.0%</u>



The public works function is the highest cost function, primarily because of the City’s growth in its infrastructure (e.g., roads and storm sewers), resulting in approximately \$27.2 million of expenses including annual depreciation expense. The City spent approximately \$16.7 million on public safety and \$20.1 million on general government services.

BUSINESS-TYPE ACTIVITIES

Finance Authority Fund – In 2006, this fund issued \$30,900,000 in certificates of participation, which were used to fund the construction of an administration building, which is leased to the City, beginning in 2007. In 2017, the City issued 2017A refunding Certificates of Participation as part of a transaction where proceeds were placed in escrow to pay off the Finance Authority's 2006 Certificate of Participation and acquire the Finance Authority's capital assets. As of December 31, 2017 there were no balances within the Finance Authority.

Solid Waste Management Fund - The other business-type activity is the solid waste management fund. Tipping fees charged at the BFI landfill operation provide the revenues for this fund. The City receives 5% of the total amount of fees collected or assessed and has no “out-of-pocket” costs. These revenues are to be used only for transportation improvements and maintenance on streets and bridges in the area of the landfill. The 2017 fee revenues of \$799,196 increased from the 2016 revenues.

FUND ANALYSIS

Governmental Funds

Governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$150,857,787 compared to the \$201,591,212 at December 31, 2016.

Of this year-end total, \$36,995,420 is unassigned indicating the availability for continuing City service delivery requirements.

Legally restricted fund balances are \$81,119,171. Included in this amount are \$58,265,545 million for capital construction and outlay, and the money set aside to meet the TABOR emergency reserve requirements, or \$3.3 million.

Committed fund balance totals \$13,331,493. Included in this amount is \$12.5 million for capital construction, \$800,000 for water rights.

The total ending fund balances of governmental funds show a decrease of \$50,733,425 or 25.2% from the prior year, due to spending for capital construction projects.

Major Governmental Funds

General Fund - The General Fund is the City's primary operating fund and the largest source of day-to-day service delivery. The General Fund's fund balance increased by \$14,888,158 or 30.4% as compared to a 23.6% increase in calendar year 2016. The ending unassigned fund balance is considered adequate, representing the equivalent of 58.5 % of annual expenditures compared to 19.1% at December 31, 2016. The City has updated its unassigned fund balance to include: Operating reserves of \$6,233,955 and Safeguards of \$11,743,937.

Total tax revenues are above those of 2016 by \$9,404,367.

Plan check fees increased \$32,847 or 6.5%. Building permits were up \$355,083 or 24.4% due to economic growth. Court and docket fees are lower than the 2016 amount by \$110,861 or 32.9%. Fines and forfeitures through the municipal court were lower than the 2016 amount by \$202,968 or 28.5%. Revenues from photo red light enforcement were \$78,429 or 13.7% above the 2016 amount.

Recreation and golf fees increased \$561,901 or 14.4% above the 2016 amount.

Most other revenue streams were consistent with the prior years' revenues.

Total General Fund expenditures increased approximately \$8.7 million or 15.9% over the 2016 amount.

Total general government expenditures were \$369,037 or 8.0% below the 2016 amount. Within the general government function, legal fees increased \$115,837 or 18.4%. In 2017, the City requested the assistance of outside legal counsel and handled additional items through in-house counsel. The city manager expenditures decreased \$576,996 or 34.1% from the 2016. Community Development expenditures were \$231,961, or 7.2% increase from prior year 2016, this increase was due to the rapid growth of the city.

In total, public safety costs were \$1,064,122 or 6.8% above the 2016 amount. This was caused by an increase in salary costs to sustain the level of service.

In the public works function, expenditures increased by \$190,286 or 2.5% from 2016.

Within the parks, recreation and golf function, expenditures increased by \$466,435 or 4.3% from 2016, due to additional expense in parks maintenance with the 2K parks and the outdoor leisure pool.

A brief discussion of the other major governmental funds follows:

Capital Expenditures Fund – This fund is used to fund major City capital projects. The county open space tax and the county transportation tax, plus intergovernmental revenue provided the majority of this fund’s revenue. The fund also recognized \$4,156,765 of transfers from other funds, including \$2,693,524 from the General Fund, \$252,000 from the Conservation Trust Fund, and \$700,000 from the Solid Waste Management Fund.

During the year, this fund incurred \$94.0 million in capital costs that included the following major projects:

- Road Project (2) – \$41,909,962
- New Recreation Center Building (1) – \$30,006,159
- New Recreation Center Infrastructure - \$ 13,289,159
- Existing Recreation Center Expansion - \$956,088
- Pavement Management - \$1,687,768

This fund reports an ending fund balance of \$57,694,770 at December 31, 2017.

Northern Infrastructure GID Fund - This fund is used to account for the construction of infrastructure improvements within the district, including debt service on these improvements. This fund recognized over \$6.3 million in property and specific ownership taxes.

This fund also incurred interest and principal costs on debt of approximately \$5.2 million. At December 31, 2017, the fund reports fund balance of \$3.1 million, an increase from \$1.8 million at December 31, 2016.

Urban Renewal Agency Fund – The URA’s significant asset is the property held for resale, with plans to sale the property held for resale with a cost of \$4.6 million. This fund recognized \$300,741 in property taxes as compared to \$524,701 in 2016. This fund expended \$555,942 and reports a fund balance of \$6,623,808 at December 31, 2017.

Proprietary Funds

Proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. The business-type activities analysis above discusses the City’s enterprise funds.

GENERAL FUND BUDGETARY HIGHLIGHTS

Revenue from sales and use taxes were \$11,273,425 over budget. Building permits revenue exceeded the budget by \$764,926, due to the rapid growth in the City and because of conservative budgeting.

Property taxes exceeded budget by \$68,122.

Investment earnings were reported negative by \$168,609, Generally accepted accounting principles require us to report our securities at the market rate even though they are purchased at or close to par. The City does not sell the securities they hold.

In total, the City recognized 117% of the final revenue budget. This includes the issuance of the 2017A certificate of participation for \$6,500,000.

In 2017, the City refunded the 2006 Certificates of participation, held initially by the Finance Authority to reduce the total debt service payment over the 20 years by \$8,632,349 and to obtain an economic gain. The net proceeds of \$28,335,000 were used to purchase U.S. government securities which were then used to refund the 2006 Certificates of Participation.

In total, the City over spent final expenditure budget for the general fund by \$34,665,200. This overage includes the financing of water for \$6,500,000 and approximately \$29,000,000 that was funding through the issuance of the 2017A Certificates of Participation.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's capital assets, net of accumulated depreciation, for governmental and business-type activities as of December 31, 2017, were \$454,423,363. The change in this net investment was an approximate 29.8% increase for governmental activities (including the internal service funds) and a 100% decrease for business-type activities. See Note 3-C for additional information about changes in capital assets during the calendar year and outstanding at the end of the year.

The following table provides a summary of capital asset activity:

	Governmental Activities*		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Non-depreciable assets:						
Land	\$ 47,811,039	\$ 47,429,384	\$ -	\$ -	\$ 47,811,039	\$ 47,429,384
Golf course	4,224,818	4,224,818	-	-	4,224,818	4,224,818
Water rights	15,667,803	9,167,803	-	-	15,667,803	9,167,803
Construction in progress	98,974,173	30,180,190	-	-	98,974,173	30,180,190
Total non-depreciable assets	166,677,833	91,002,195	-	-	166,677,833	91,002,195
Depreciable assets:						
Buildings	56,690,500	22,957,771	-	33,732,729	56,690,500	56,690,500
Machinery, equipment, furniture and intangibles	17,800,083	18,610,641	-	-	17,800,083	18,610,641
Infrastructure	519,446,519	495,860,702	-	-	519,446,519	495,860,702
Total depreciable assets	593,937,102	537,429,114	-	33,732,729	593,937,102	571,161,843
Less accumulated depreciation	306,191,572	278,092,601	-	9,726,811	306,191,572	287,819,412
Book value - depreciable assets	287,745,530	259,336,513	-	24,005,918	287,745,530	283,342,431
Percentage depreciated	52%	52%	0%	29%	52%	50%
Total book value	<u>\$ 454,423,363</u>	<u>\$ 350,338,708</u>	<u>\$ -</u>	<u>\$ 24,005,918</u>	<u>\$ 454,423,363</u>	<u>\$ 374,344,626</u>

* The governmental activities amounts include the City's three internal service funds.

The total capital outlay of \$94 million includes various capitalized additions to governmental activities infrastructure capital assets of which \$25.2 million include:

- Roads, pavement management and rehabilitation \$16,842,215
- Parks \$925,340
- Storm sewers \$1,711,934
- Machinery and equipment \$1,604,807
- Signage \$244,336
- Traffic signals \$828,580
- Bridges \$2,105,384
- Intangible \$53,440

The December 31, 2017 balances in governmental activities construction in progress relates to various road and facilities projects.

LONG-TERM DEBT

The City established the City of Commerce City Northern Infrastructure General Improvement District (GID) as a legally separate entity. Since the City Council serves as the Board of Directors for the GID, it is reported as a blended component unit. Therefore, the \$78,965,000 of general obligation debt of the GID is reported here as if it is the City's debt. In reality, the GID debt is not an obligation of the City and no City funds are used to retire the debt. The GID has its own property tax levy to generate the revenue necessary to retire its debt.

In October of 2017, the City issued \$6,500,000 as certificates of participation to finance the purchase of City water. The water is for city use and will be used to sustain the growth of the City.

In February of 2017, the City issued certificates of participation in the amount of \$28,335,000 to refund the 2006 Certificates of Participation that funded the civic center and related facilities. The City refunded the 2006 Certificates of participation to reduce the total debt service payment over the 20 years by \$8,632,349 and to obtain an economic gain.

The following table reports debt balances at December 31, 2017 and 2016, exclusive of deferred debt related items.

	Governmental Activities*		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
GID general obligation bond	\$ 78,965,000	\$ 80,655,000	\$ -	\$ -	\$ 78,965,000	\$ 80,655,000
Sales tax revenue bonds	170,950,000	174,115,000	-	-	170,950,000	174,115,000
Lease purchase agreement	1,236,266	1,419,627	-	-	1,236,266	1,419,627
Certificates of participation	33,875,000	-	-	28,785,000	33,875,000	28,785,000
Compensated absences	144,405	180,789	-	-	144,405	180,789
Total	<u>\$ 285,170,671</u>	<u>\$ 256,370,416</u>	<u>\$ -</u>	<u>\$ 28,785,000</u>	<u>\$ 285,170,671</u>	<u>\$ 285,155,416</u>

See Note 3-G for additional information about the City's long-term debt.

ECONOMIC CONDITIONS AFFECTING THE CITY

The Commerce City economy activity Report recorded mixed trends across many indicators through 2017. The employment situation improved, with overall employment rising .05 percent between the second quarters of 2017 and 2016, representing the addition of 157 new jobs. The unemployment rate in the third quarter of 2017 decreased to 2.5 percent, 0.9 percentage point lower than a year ago. The unemployment rate in the third quarter of 2017 was 0.9 percentage points below both the prior year and prior quarter rates.

The Consumer Confidence Index for the U.S. increased to 125.6 in the fourth quarter of 2017, a 4.4 percent increase over-the-quarter. This was the highest quarterly level recorded since the fourth quarter of 2000. The U.S. Index also recorded a 16.5 percent increase over-the-year. Colorado is included in the Mountain Region Index and the area reported a 10.2 percent increase over-the-quarter to 136.3. The Mountain Index recorded a 21.1 percent increase over-the-year.

Commerce City existing home sales increased in the single-family attached market at a rate of 8.9 percent, representing the sale of 4 more homes over-the-year. Adams County (-7.7 percent) and Metro Denver (-6.9 percent) both reported decreases in single-family attached home sales between the third quarter of 2016 and the third quarter of 2017. Indeed, all seven counties in the Metro Denver area recorded decreases in attached home sales over-the-year.

Single-family attached prices increased in Commerce City and throughout most of the Metro Denver area. Commerce City reported an increase of 13.4 percent over-the-year, with the average price rising by \$30,325 to \$256,396.

The single-family detached market in Commerce City tightened as demand outpaced supply for homes in the area. Home sales decreased over-the-year, falling 9.3 percent, or 29 less homes sold. Adams County also recorded a decrease in the number of homes sold over-the-year, falling 7.8 percent

COMMERCE CITY ECONOMIC HEADLINES

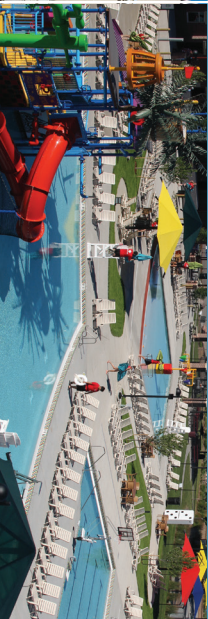
- Commerce City leaders approved a business incentive package for Arrivo, a Los Angeles-based high-speed transit startup that plans to open a research and development center in the city. The company plans to invest \$10 million on a half-mile track along with equipment, testing rigs, and system vehicles. The operation is expected to generate 75 high-paying jobs with an annual wage of \$100,000.
- The Colorado Department of Transportation has required the Central 70 highway project to hire 20 percent of highway construction workers from the local community. Including Commerce City, the \$1.2 billion highway project is looking to hire roughly 350 workers from low-income areas near the Interstate 70 project.
- The North Range Crossings housing development is now under construction, bringing 216 affordable housing units to the market. City Council approved incentives in the form of waived fees and tax breaks and Commerce City Housing Authority provided the project with certain tax exemptions. The property will feature 1-, 2-, and 3-bedroom units, a clubhouse, fitness center, yoga area, community commercial kitchen, and business center.
- The Tower Road widening project is complete, and opened the road to four lanes between E. 80th and E. 103rd Avenues. The project has added an extra travel lane in each direction, which greatly improves traffic flow and safety of the roadway. The total project budget was \$51.1 million and the project was completed on time and within budget.

- Forbes' list of the “Best States for Business” was recently published, ranking Colorado No. 8. For the annual ranking, Forbes analyzed states across six categories: business costs, labor supply, regulatory environment, economic climate, growth prospects, and quality of life. Colorado was credited as having a young, educated labor supply and a migrating population that is attracted to its robust economy and outdoor recreational opportunities.

- Colorado ranked eighth among the 50 states for population added from 2016 to 2017. With a growth rate of 1.4 percent, Colorado grew twice as fast as the national average, with the state adding more than 77,000 residents this past year, bringing its total population to just over 5.6 million. Regionally, the nation’s West and South are growing much faster (1 percent each from last year) than the Northeast (0.2 percent) and Midwest (0.3 percent). Nearly 47,000 of the increase in state residents was due to net migration, or those moving into the state less those moving out.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the City’s finances, comply with finance-related laws and regulations, and demonstrate the City’s commitment to public accountability. If you have questions about this report or would like to request additional information, contact the City Manager’s Office or the City’s Finance Department.



City of Commerce City, Colorado
Statement of Net Position
December 31, 2017

	Primary Government			Component
	Governmental	Business-Type	Total	Units
	Activities	Activities		
Assets				
Current Assets:				
Equity in pooled cash and investments (Note 3-A)	\$ 147,081,838	\$ 57,428	\$ 147,139,266	\$ 1,367,663
Receivables				
Accounts	4,468,286	198,143	4,666,429	65,652
Property taxes (Note 3-B)	10,610,461	-	10,610,461	-
Sales and use taxes	6,220,587	-	6,220,587	-
Special assessments	27,289	-	27,289	-
Notes	10,391,726	-	10,391,726	-
Loans	-	-	-	24,865
Interest	-	-	-	20,829
Inventory (Note 1-E-4)	448,028	-	448,028	-
Prepaid items (Note 1-E-5)	525,277	-	525,277	-
Assets held for resale	12,282,872	-	12,282,872	-
Restricted assets	-	-	-	1,343,581
Total Current Assets	192,056,365	255,571	192,311,936	2,822,590
Non-Current Assets:				
Notes receivables	-	-	-	2,332,858
Interest receivable	-	-	-	872,111
Prepaid items (Note 1-E-5)	1,204,776	-	1,204,776	-
Capital assets (Note 3-C)				
Nondepreciable	166,704,833	-	166,704,833	345,949
Depreciable, net	287,718,530	-	287,718,530	354,265
Investments in housing units	-	-	-	4,883
Total Non-Current Assets	455,628,139	-	455,628,139	3,910,066
Deferred Outflows of Resources (Note 3-D)	2,044,363	-	2,044,363	-
Total Assets and Deferred Outflows of Resources	649,728,867	255,571	649,984,438	6,732,656
Liabilities				
Current Liabilities:				
Vouchers and contracts payable	14,538,076	-	14,538,076	5,898
Accrued expenses payable	70,684	-	70,684	-
Deposits payable	3,638,990	-	3,638,990	4,200
Accrued interest payable	3,613,128	-	3,613,128	-
Unearned revenue	4,247,755	-	4,247,755	-
Compensated absences payable (Note 3-G)	118,223	-	118,223	-
Certificates of participation payable (Note 3-G)	1,081,828	-	1,081,828	-
Lease purchase agreement payable (Note 3-G)	204,518	-	204,518	-
General obligation bonds payable (Note 3-G)	1,890,000	-	1,890,000	-
Sales and use tax revenue bonds payable (Note 3-G)	3,250,000	-	3,250,000	-
Total Current Liabilities	32,653,201	-	32,653,201	10,098
Long-Term Liabilities: (net of current portion)				
Compensated absences payable (Note 3-G)	26,182	-	26,182	-
Other postemployment benefits payable (Note 3-J)	5,413,450	-	5,413,450	-
Certificates of participation payable (Note 3-G)	34,062,928	-	34,062,928	-
Lease purchase agreement payable (Note 3-G)	1,031,748	-	1,031,748	-
General obligation bonds payable (Note 3-G)	82,411,069	-	82,411,069	-
Sales and use tax revenue bonds payable (Note 3-G)	188,455,295	-	188,455,295	-
Total Long-Term Liabilities	311,400,672	-	311,400,672	-
Deferred Inflows of Resources (Note 3-D)	10,609,880	-	10,609,880	-
Total Liabilities and Deferred Inflows of Resources	354,663,753	-	354,663,753	10,098
Net Position				
Net investment in capital assets (Note 3-K)	178,169,991	-	178,169,991	700,214
Restricted for:				
Capital projects	6,275,397	-	6,275,397	-
Housing purposes	-	-	-	1,343,581
Capital outlay and operations	30,002,058	-	30,002,058	54,017
Urban renewal	6,598,050	-	6,623,808	-
Emergencies (Note 2-D)	3,394,498	-	3,368,740	-
Public safety	70,372	-	70,372	-
Public works	310,142	-	310,142	-
Parks and recreation	463,117	-	463,117	-
Unrestricted	69,781,488	255,571	70,037,059	4,624,746
Total Net Position	\$ 295,065,112	\$ 255,571	\$ 295,320,683	\$ 6,722,558

See accompanying notes to the basic financial statements

City of Commerce City, Colorado
Statement of Activities
For the Year Ended December 31, 2017

Function/Program	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services and Sales and Fines	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	
					Governmental Activities	Business-Type Activities
Primary Government						
General government	\$ 20,101,431	\$ 1,192,090	\$ 102,220		\$ (18,807,121)	\$ (18,807,121)
Human resources	1,126,099	-	-	-	(1,126,099)	-
Community development	4,017,432	2,551,830	-	-	(1,465,602)	(1,465,602)
Public safety	16,766,559	1,416,649	116,534	-	(15,233,377)	-
Parks and recreation	27,207,824	2,936,533	349,341	21,766,619	(2,155,330)	(2,155,330)
Interest	14,282,916	4,466,516	667,977	494,394	(8,654,027)	(8,654,027)
	11,656,649	-	-	-	(11,656,649)	-
Total Governmental Activities	95,158,909	12,563,618	1,236,071	22,261,014	(59,098,205)	(59,098,204)
Business-Type Activities						
Finance Authority	508,596	-	-	-	(508,596)	-
Solid Waste Management	-	799,196	-	-	799,196	-
Total Business-Type Activities	508,596	799,196	-	-	290,600	290,600
Total - Primary Government	\$ 95,667,505	\$ 13,362,814	\$ 1,236,071	\$ 22,261,014	(59,098,205)	(58,807,604)
Component Units						
Housing Authority	\$ 165,798	\$ 92,055	\$ 108,427	\$ -	-	34,684
Quality Community Foundation	153,983	-	-	-	-	(153,983)
Total - Component Units	\$ 319,781	\$ 92,055	\$ 108,427	\$ -	-	(119,299)
General Revenues						
Property taxes levied for general purposes					8,601,372	-
Sales and use taxes					64,317,067	-
Specific ownership taxes					800,410	-
Street and bridge taxes					513,191	-
Franchise taxes					3,044,320	-
Highway user taxes					1,757,867	-
Other taxes					1,106,763	-
Investment earnings					5,577	36,030
Miscellaneous					631,181	416,964
Gain on disposition of capital assets					5,274,059	-
Transfers					(707,061)	-
Total General Revenues and Transfers					88,113,290	452,994
Change in Net Position					29,305,685	333,695
Net Position Beginning of Year					266,014,998	6,388,863
Net Position End of Year					\$ 295,065,112	\$ 295,320,683
					\$ 253,571	\$ 6,722,558

See accompanying notes to the basic financial statements

City of Commerce City, Colorado
Balance Sheet
Governmental Funds
December 31, 2017

	General	Capital Expenditures	Northern Infrastructure GID	Urban Renewal Authority	Other Governmental Funds	Total Governmental Funds
Assets						
Equity in pooled cash and investments	\$ 64,434,797	\$ 60,661,886	\$ 752,369	\$ 2,143,585	\$ 11,270,924	\$ 139,268,560
Receivables:						
Accounts	1,972,311	2,389,865	55,425	-	35,487	4,453,088
Property taxes	2,886,016	-	7,297,024	420,969	6,452	10,610,461
Sales and use taxes	6,220,587	-	-	-	-	6,220,587
Special assessments	-	-	-	-	27,289	27,289
Notes	56,952	7,264,542	-	-	3,070,232	10,391,726
Interfund	53,133	-	-	-	-	53,133
Inventory	45,777	-	-	-	-	45,777
Prepaid items	245,601	171,642	-	-	-	417,243
Assets held for resale	-	-	2,318,230	4,640,400	5,324,242	12,282,872
Total Assets	\$ 75,915,174	\$ 70,487,936	\$ 10,423,048	\$ 7,209,954	\$ 19,734,626	\$ 183,770,737
Liabilities, Deferred Inflows of Resources and Fund Balances						
Liabilities						
Vouchers and contracts payable	\$ 3,036,228	\$ 10,991,458	\$ 950	\$ 165,177	\$ 79,175	\$ 14,272,989
Accrued expenditures	70,684	-	-	-	-	70,684
Deposits payable	3,625,305	13,685	-	-	-	3,638,990
Interfund payable	-	-	-	-	53,133	53,133
Unearned revenue	2,459,732	1,788,022	-	-	-	4,247,755
Total Liabilities	9,191,949	12,793,166	950	165,177	132,309	22,283,551
Deferred Inflows of Resources	2,886,016	-	7,297,024	420,969	25,389	10,629,398
Total Liabilities and Deferred Inflows of Resources	12,077,965	12,793,166	7,297,974	586,146	157,697	32,912,949
Fund Balances						
Nonspendable	348,330	-	-	-	-	348,330
Restricted	26,440,325	34,564,523	3,125,074	6,622,808	10,365,442	81,119,171
Committed	-	7,436,184	-	-	5,895,309	13,331,493
Assigned	-	15,694,063	-	-	3,369,310	19,063,373
Unassigned	37,048,554	-	-	-	(53,133)	36,995,420
Total Fund Balances	63,837,209	57,694,770	3,125,074	6,622,808	19,576,928	150,857,787
Total Liabilities, Deferred Inflow of Resources and Fund Balances	\$ 75,915,174	\$ 70,487,936	\$ 10,423,048	\$ 7,209,954	\$ 19,734,625	\$ 183,770,736

See accompanying notes to the basic financial statements

City of Commerce City, Colorado
Reconciliation of the Governmental Funds Balance Sheet to
The Government-wide Statement of Net Position
December 31, 2017

Total Governmental Fund Balances			\$ 150,857,787
Amounts reported for governmental activities in the government-wide statement of net position are different because:			
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds (exclusive of internal service funds capital assets).			
	Cost	\$ 746,313,000	
	Less accumulated depreciation	<u>(296,649,971)</u>	449,663,029
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds - special assessments.			19,518
The internal service funds are used by management to charge the costs of the operation and maintenance of the vehicle fleet, facilities and information technology equipment to individual funds. The assets and liabilities of the internal service funds are included in governmental activities column on the government-wide statement of net position.			12,778,397
Interfund receivables and payables between governmental funds are reported on the governmental fund's balance sheet but eliminated on the government-wide statement of net position.	Interfund receivables	\$ (53,133)	
	Interfund payables	<u>53,133</u>	-
Liabilities not due and payable in the current period and therefore are not reported in the governmental fund balance sheets but are reported on the government-wide statement of net position (exclusive of internal service funds compensated absences).			
	Bonds payable and bond premiums	\$ (311,151,120)	
	Lease purchase agreement payable	(1,236,266)	
	Compensated absences payable	(138,814)	
	Accrued interest payable	(3,613,128)	
	Other postemployment benefits payable	<u>(5,413,450)</u>	(321,552,778)
Bond insurance is reported as bond issuance costs at the fund level but capitalized on the government wide statement of net position.			1,254,795
Bond refundings are reported as other financing sources and uses in the governmental fund financial statements but refunding amounts are reported as deferred outflows of resources on the government-wide statement of net position.			2,044,363
Net Position of Governmental Activities			\$ 295,065,112
See accompanying notes to the basic financial statements			

City of Commerce City, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2017

	General	Capital Expenditures	Northern Infrastructure GID	Urban Renewal Authority	Other Governmental Funds	Total Governmental Funds
Revenues						
Property taxes	\$ 2,479,952	\$ -	\$ 5,802,649	\$ 300,741	\$ 18,030	\$ 8,601,372
Sales and use taxes	64,317,067	-	-	-	-	64,317,067
Specific ownership taxes	241,491	-	558,919	-	-	800,410
Other taxes	5,954,183	467,958	-	-	-	6,422,141
Licenses and permits	2,634,905	-	-	-	-	2,634,905
Intergovernmental	102,220	18,754,079	-	-	1,252,256	20,108,555
Charges for services	5,801,164	37,020	-	-	2,672,592	8,510,776
Sale of water rights	-	-	76,922	-	150,000	226,922
Fines and forfeitures	1,191,015	-	-	-	-	1,191,015
Contributions	-	-	-	-	26,649	26,649
Investment earnings	674,506	727,429	17,224	27,785	203,136	1,650,079
Interest and penalties	-	-	-	-	4,991	4,991
Miscellaneous	512,880	-	113,132	530,075	431,481	1,587,567
Total Revenues	83,909,383	19,986,486	6,568,846	858,600	4,759,135	116,082,451
Expenditures						
Current:						
General government	14,026,241	-	92,213	-	262,532	14,380,986
Human resources	1,120,327	-	-	-	-	1,120,327
Community development	3,459,351	-	-	555,942	-	4,015,293
Public safety	16,638,253	-	-	-	96,877	16,735,130
Public works	7,819,031	-	-	-	21,897	7,840,928
Parks, Recreation and Golf	11,267,190	-	-	-	667,977	11,935,167
Capital Outlay	-	94,034,306	4,247	-	-	94,038,553
Water Rights	6,500,000	-	-	-	-	6,500,000
Debt Service:						
Principal retirement	1,143,361	-	1,690,000	-	3,165,000	5,998,361
Interest and fiscal charges	875,352	-	3,504,198	-	7,483,811	11,863,360
COP's issuance cost	516,952	-	-	-	-	516,952
Total Expenditures	63,366,056	94,034,306	5,290,658	555,942	11,698,094	174,945,057
Excess (Deficiency) of Revenues Over (Under) Expenditures	20,543,327	(74,047,820)	1,278,189	302,658	(6,938,960)	(58,862,606)
Other Financing Sources (Uses)						
COP's Refunding Issuance	28,335,000	-	-	-	-	28,335,000
Premium	1,269,756	-	-	-	-	1,269,756
Payment to Escrow	(29,129,479)	-	-	-	-	(29,129,479)
COP's Issuance	6,500,000	-	-	-	-	6,500,000
Transfers in	7,061	4,156,765	-	83,000	10,321,587	14,568,413
Transfers out	(12,637,507)	-	-	(525,000)	(252,000)	(13,414,507)
Total Other Financing Sources (Uses)	(5,655,169)	4,156,765	-	(442,000)	10,069,587	8,129,182
Net Change in Fund Balances	14,888,158	(69,891,055)	1,278,189	(139,342)	3,130,628	(50,733,425)
Fund Balances Beginning of Year	48,949,051	127,585,824	1,846,885	6,763,150	16,446,301	201,591,212
Fund Balances End of Year	\$ 63,837,209	\$ 57,694,770	\$ 3,125,074	\$ 6,623,808	\$ 19,576,929	\$ 150,857,787

City of Commerce City, Colorado
Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balances to the Government-wide Statement of Activities
For the Year Ended December 31, 2017

Net Changes In Fund Balances - Total Governmental Funds

Amounts reported for governmental activities in the government-wide statement of activities are different because: **\$ (50,733,425)**

Governmental funds report capital outlays as expenditures on the governmental fund type operating statement. However, in the government-wide statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeds capitalized capital outlay in the current period (exclusive of internal service funds depreciation).

Depreciation expense	\$	(18,907,087)	
Capital outlay		97,796,889	78,889,802

loss on transaction with Finance Authority (5,626,873)

Developer contributed infrastructure and other contributions are reported as revenue on the government-wide statement of activities but not reported in the governmental funds. 1,937,853

Special assessment revenues in the government-wide statement of activities do not provide current financial resources are not reported as revenues in the governmental fund operating statement.

Balance @ 12/31/16	\$	(22,918)	
Balance @ 12/31/17		19,518	(3,400)

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 5,998,361

The internal service funds used by management to charge the costs of the operation and maintenance of the vehicle fleet, the buildings and the computer equipment to individual funds are not reported in the government-wide statement of activities on the government-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. 786,747

Other postemployment expenses are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (481,001)

Accrued interest is reported in the government-wide statement of activities, but does not require the use of financial resources and therefore are not reported as reported as expenditures in governmental funds.

Balance @ 12/31/16	\$	3,168,626	
Balance @ 12/31/17		(3,613,128)	(444,502)

Compensated absences are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Balance @ 12/31/16	\$	175,936	
Balance @ 12/31/17		(188,622)	(12,686)

Amortization of bond premium and refunding loss are reported in the governmental fund's operating statement because these transactions require the use of current financial resources but are reported on the government-wide statement of net position. 968,531

The premium on the issuance of long-term debt is reported as an other financing sources at the fund financial reporting level but reclassified as a liability at the government-wide financial reporting level. (1,269,756)

The issuance of long-term debt is reported as an other financing source at the fund financial reporting level but reclassified as a liability at the government-wide financial reporting level. (28,335,000)

The payment to the bond refunding escrow agent is reported as an other financing use but reclassified on the government-wide financial reporting level. 29,129,479

The issuance of long-term debt is reported as an other financing source at the fund financial reporting level but reclassified as a liability at the government-wide financial reporting level. (6,500,000)

Amortizations of bond insurance premium costs are reported in the governmental fund's operating statement because these transactions require the use of current financial resources but are reported on the government-wide statement of net position.

Balance @ 12/31/16	\$	1,116,415	
Balance @ 12/31/17		1,254,795	138,380

Elimination of transfers between governmental funds.

Transfers in	\$	(13,350,111)	
Transfers out		13,350,111	-

Transfers between governmental funds to fiduciary funds are classified as expenditures.

Expenditures	\$	44,440	
Transfers out		(44,440)	-

Change In Net Position of Governmental Activities **\$ 24,442,510**

See accompanying notes to the basic financial statements

City of Commerce City, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2017

	Business-type Activities Enterprise Funds			Governmental Activities
	Finance Authority	Nonmajor Solid Waste Management	Total	Internal Service Funds
Assets				
Current Assets:				
Cash and cash equivalents (Note 3-A)	\$ -	\$ 57,428	\$ 57,428	\$ 7,813,277
Accounts receivable	-	198,143	198,143	15,198
Inventory (Note 1-E-4)	-	-	-	402,251
Prepaid items (Note 1-E-5)	-	-	-	58,016
Total Current Assets	-	255,571	255,571	8,288,742
Noncurrent Assets:				
Capital assets: (Note 3-C)				
Depreciable capital assets, net	-	-	-	4,760,334
Total Noncurrent Assets	-	-	-	4,760,334
Total Assets	-	255,571	255,571	13,049,075
Liabilities				
Current Liabilities:				
Vouchers and contracts payable	-	-	-	265,087
Compensated absences payable	-	-	-	5,592
Total Liabilities	-	-	-	270,679
Net Position				
Net investment in capital assets (Note 3-J)	-	-	-	4,760,334
Restricted for emergencies	-	-	-	15,300
Unrestricted	-	255,571	255,571	8,002,763
Total Net Position	\$ -	\$ 255,571	\$ 255,571	\$ 12,778,397

See accompanying notes to the basic financial statements

City of Commerce City, Colorado
Statement of Revenues,
Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2017

	Business-type Activities Enterprise Funds			Governmental Activities
	Finance Authority	Nonmajor Solid Waste Management	Total	Internal Service Funds
Operating Revenues				
Charges for services	\$ -	\$ 799,196	\$ 799,196	\$ 7,976,797
Miscellaneous	-	-	-	118,301
Total Operating Revenues	-	799,196	799,196	8,095,098
Operating Expenses				
Salaries	-	-	-	1,995,153
Purchased services and charges	-	-	-	3,302,614
Materials and supplies	-	-	-	695,009
Depreciation	221,530	-	221,530	1,583,725
Total Operating Expenses	221,530	-	221,530	7,576,501
Operating Income (Loss)	(221,530)	799,196	577,666	518,597
Non-Operating Revenues (Expenses)				
Interest expense	(287,066)	-	(287,066)	-
Bond Issues Cost	-	-	-	-
Investment earnings	-	5,577	5,577	79,239
Gain on the disposition of capital assets	-	-	-	327,175
Total Non-Operating Revenues (Expenses)	(287,066)	5,577	(281,489)	406,414
Income (Loss) Before Contributions and Transfers	(508,596)	804,773	296,177	925,011
Gain on the disposition of capital assets	5,345,094	-	5,345,094	-
Dissolution of Capital assets and Long-Term Debt	(71,035)	-	(71,035)	-
Contributions	-	-	-	352,741
Transfers in	-	-	-	20,236
Transfers out	(7,061)	(700,000)	(707,061)	(511,241)
Change in Net Position	4,758,402	104,773	4,863,175	786,747
Net Position Beginning of Year	(4,758,402)	150,798	(4,607,604)	11,991,651
Net Position End of Year	\$ -	\$ 255,571	\$ 255,571	\$ 12,778,398

See accompanying notes to the basic financial statements

City of Commerce City, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2017

				Governmental Activities
	Finance Authority	Nonmajor Solid Waste Management	Total	Internal Service Funds
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities				
Cash received from customers	\$ -	\$ 774,727	\$ 774,727	\$ -
Cash received from interfund services provided	-	-	-	8,104,236
Cash payments to employees for services	-	-	-	(1,995,153)
Cash payments for goods and services	-	-	-	(4,404,093)
Net Cash Provided by (Used In) Operating Activities	-	774,727	774,727	1,704,990
Cash Flows from Noncapital Financing Activities				
Contributions	-	-	-	
Interfund loan	-	(22,876)	(22,876)	352,741
Transfers in	-	-	-	20,236
Transfers out	(7,061)	(700,000)	(707,061)	(511,241)
Net Cash Provided by (Used in) Noncapital Financing Activities	(7,061)	(722,876)	(729,937)	(138,264)
Cash Flows from Capital and Related Financing Activities				
Payments for capital acquisitions	93	-	93	(1,485,693)
Net Cash (Used in) Capital and Related Financing Activities	93	-	93	(1,485,693)
Cash Flows from Investing Activities				
Gain/Loss on the sale of capital assets	-	-	-	358,462
Investment earnings	-	5,577	5,577	79,215
Net Increase (Decrease) in Cash and Cash Equivalents	(6,968)	57,428	50,460	518,710
Cash and Cash Equivalents - Beginning of Year	6,968	-	6,968	7,294,567
Cash and Cash Equivalents - End of Year	\$ -	\$ 57,428	\$ 57,428	\$ 7,813,277

(continued)

City of Commerce City, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2017

(continued)

				Governmental Activities
	Finance Authority	Nonmajor Solid Waste Management	Total	Internal Service Funds
Reconciliation of Operating Income to Net Cash Provided by (Used In) Operating Activities				
Operating Income	\$ (221,530)	\$ 799,196	\$ 577,666	\$ 518,597
Adjustments:				
Depreciation	221,530	-	221,530	1,583,725
(Increase) Decrease in Assets:				
Accounts receivable	-	(24,469)	(24,469)	9,138
Inventory	-	-	-	(247,227)
Prepaid items	-	-	-	7,427
Increase (Decrease) in Liabilities:				
Vouchers and contracts payable	-	-	-	(168,480)
Accrued expenses	-	-	-	-
Compensated absences	-	-	-	1,810
Net Cash Provided by (Used In) Operating Activities	-	774,727	774,727	1,704,990
Noncash Capital Activities:				
Contributions of capital assets	\$ -	\$ -	\$ -	\$ -

The Finance Authority's debt was paid off as a result of the City's issuance of refunding COPs and capital assets were acquired by the City see Notes 3-C and 3-G for further information.

See accompanying notes to the basic financial statements

City of Commerce City, Colorado
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2017

	<u>Pension Trust</u>	<u>Agency</u>
Assets		
Equity in pooled cash and investments	\$ 633,728	\$ 2,429,934
Loans receivable	243,254	-
Mutual money market funds, at fair value	<u>24,648,310</u>	<u>-</u>
Total Assets	<u>25,525,291</u>	<u>2,429,934</u>
Liabilities		
Accounts payable	<u>-</u>	<u>\$ 2,429,934</u>
Net Position		
Held in trust for pension benefits	<u>\$ 25,525,291</u>	

See accompanying notes to the basic financial statements

City of Commerce City, Colorado
Statement of Changes in Fiduciary Net Position
Pension Trust Funds
For the Year Ended December 31, 2017

Additions	
Contributions:	
City	\$ 705,984
Employee	705,985
Investment earnings	5,290,619
Transfers in	44,160
Total Additions	6,746,748
Deductions	
Administration	-
Benefits	44,440
Withdrawals	2,403,234
Total Deductions	2,447,674
Change in Net Position	4,299,074
Net Position Beginning of Year	21,226,217
Net Position End of Year	\$ 25,525,291

See accompanying notes to the basic financial statements

City of Commerce City, Colorado
Combining Statement of Net Position
Component Units
December 31, 2017

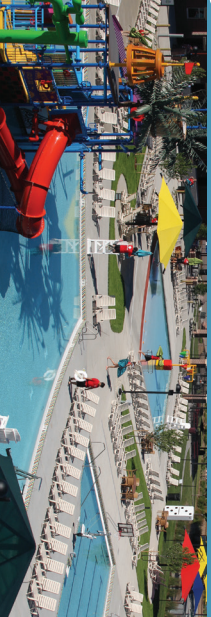
	Housing Authority	Quality Community Foundation	Total
Assets			
Current Assets:			
Cash and cash equivalents	\$ 1,313,646	\$ 54,017	\$ 1,367,663
Receivables:			
Accounts	65,652	-	65,652
Loans	24,865	-	24,865
Interest	20,829	-	20,829
Restricted cash	1,343,581	-	1,343,581
Total Current Assets	2,768,573	54,017	2,822,590
Noncurrent Assets:			
Investments in housing units	4,883	-	4,883
Receivables:			
Notes	2,332,858	-	2,332,858
Interest	872,111	-	872,111
Capital assets:			
Land	345,949	-	345,949
Depreciable, net	354,265	-	354,265
Total Noncurrent Assets	3,910,066	-	3,910,066
Total Assets	6,678,639	54,017	6,732,656
Liabilities			
Current Liabilities:			
Vouchers and contracts payable	5,898	-	5,898
Security deposits payable	4,200	-	4,200
Total Current Liabilities	10,098	-	10,098
Net Position			
Net investment in capital assets	700,214	-	700,214
Restricted for housing purposes	1,343,581	-	1,343,581
Restricted for community charitable purposes	-	54,017	54,017
Unrestricted	4,624,746	-	4,624,746
Total Net Position	\$ 6,668,541	\$ 54,017	\$ 6,722,558

See accompanying notes to the basic financial statements

City of Commerce City, Colorado
Combining Statement of Activities
Component Units
For the Year Ended December 31, 2017

	Housing Authority	Quality Community Foundation	Total
Expenses			
General government	\$ 165,798	\$ 153,983	\$ 319,781
Revenues			
Program:			
Charges for services	92,055	-	92,055
Operating grants and contributions	108,427	-	108,427
Total Program Revenues	200,482	-	200,482
Net Program (Expense)	34,684	(153,983)	(119,299)
General Revenues			
Miscellaneous	242,749	174,215	416,964
Investment earnings	36,022	8	36,030
Total General Revenues	278,771	174,223	452,994
Change in Net Position	313,455	20,240	333,695
Net Position Beginning of Year	6,355,086	33,777	6,388,863
Net Position End of Year	\$ 6,668,541	\$ 54,017	\$ 6,722,558

See accompanying notes to the basic financial statements



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SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Commerce City, Colorado, (the City) was incorporated in 1960 and operates under a Council/Manager form of government. The City provides the following services as authorized by its charter: public safety (police), highways and streets, parks and recreation, public improvements, planning and zoning, and general administrative services.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The most significant of the City's accounting policies are described below.

1-A. REPORTING ENTITY

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. For Commerce City, this entity includes component units as described below.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organizations; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the City in that the City approves the budget, levies their taxes or issues their debt.

The City's component units are presented either as "blended" or "discretely presented." If blended, it is reported as if it were a fund of the City throughout the year. It is included at both the government-wide and fund financial reporting levels.

Discretely presented component units are reported only at the government-wide financial reporting level. The component unit columns included on the government-wide financial statements identify the financial data of the City's discretely presented component units. They are reported separately to emphasize that they are legally separate from the City.

A brief description of the blended component units follows:

Commerce City Northern Infrastructure General Improvement District (NIGID) - Members of the City Council serve as the Board of Directors of the NIGID. The objective of the NIGID is the development of roadway, water and wastewater improvements in the District that will promote the health, prosperity, security, and general welfare of the citizens of the City and the District. Financial information can be obtained at the City's offices. The NIGID is reported as a capital projects fund. The NIGID does not issue separate financial statements.

Commerce City E-470 Commercial Area General Improvement District (ECAGID) - Was established on April 1, 2013. Members of the City Council serve as the Board of Directors of the ECAGID. The objective of the ECAGID is the development of roadway, water and wastewater improvements in the District that will promote the health, prosperity, security, and general welfare of the inhabitants of the City and the District. Financial information

can be obtained at the City's offices. The ECAGID is reported as a capital projects fund. The ECAGID does not issue separate financial statements.

Commerce City E-470 Residential Area General Improvement District (ERAGID) – Was established on July 15, 2013. Members of the City Council serve as the Board of Directors of the ERAGID. The ERAGID has for its purpose the construction, installation, maintenance and operation, for the benefit of its municipal residents, of water and sewer improvements, roadway and related improvements, and recreation improvements. Financial information can be obtained at the City's offices. The ERAGID is reported as a capital projects fund. The ERAGID does not issue separate financial statements.

Urban Renewal Authority (URA) - The URA Board consists of up to thirteen members: (1) the elected members of the City Council of the City of Commerce City; (2) a member appointed by the Adams County Board of County Commissioners; (3) a board member of a special district selected by agreement of the special districts levying a mill levy within the boundaries of the Authority area; (4) an elected member of a board of education of a school district levying a mill levy within the boundaries of the Authority area selected by agreement of the school districts levying a mill levy within the boundaries of the Authority area; and (5) a member appointed by the Mayor of the City of Commerce City. The objective of the Authority is the acquisition, clearance, rehabilitation, conservation, development, or redevelopment of slum and blighted areas within the City. Financial information for the Authority can be obtained at the City's offices. The URA's primary own-source revenues are earmarked property taxes and miscellaneous revenues. Three separate plans and districts are included within the Urban Renewal Authority Fund. The three are: (1) Center City Phase I plan; (2) Prairie Gateway plan; (3) Derby Business District. The Authority is reported as a special revenue fund. The Authority does not issue separate financial statements.

Commerce City Finance Authority (Finance Authority) – The Finance Authority was created as a not-for-profit organization during 2006 to facilitate the construction of public improvements benefiting the City. The Finance Authority has a four-member board of directors with staggered terms. The remaining board of directors will appoint any vacancies on the board. Financial information for the Finance Authority can be obtained at the City's offices. As of 2017, there were not balances within the Finance Authority as a refunding transaction occurred in which the City refunded the 2006 Certificates of Participation and acquired the related capital assets.

The following component units are discretely presented in the reporting entity:

Quality Community Foundation (QCF) – The Foundation was created as a 501(c)3 organization during 2006 to provide charitable services to the community. The Foundation has a Board of Directors of not less than five directors or more than eleven directors. The Board of Directors consists of the City's finance director and such other members appointed by the City council. There is a financial burden on the City as the City provides the majority of the Foundation's revenues. Financial information for the Foundation can be obtained at the City's offices. The Foundation does not issue separate financial statements.

Commerce City Housing Authority - The City Council appoints a voting majority of the Board of Directors of the Commerce City Housing Authority. However, a voting majority of City Council members do not serve on the Authority's Board. The City Council can impose its will on the Authority. The services provided by the Authority exclusively benefit the City's citizens. Financial information for the Authority can be obtained at the City's offices. The Commerce City Housing Authority issues separate annual financial statements.

1-B. BASIS OF PRESENTATION

The City's basic financial statements consist of government-wide statements, including a statement of net position, a statement of activities and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the City as a whole. The primary government and the discretely presented component units are presented separately within these financial statements with the focus on the primary government. Fiduciary activities are not included at the government-wide reporting level. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and City general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. The operating activity of the internal service funds is eliminated to avoid duplicating revenues and expenses.

The statement of net position presents the financial position of the governmental and business-type activities of the City and its discretely presented component units at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities, for each identifiable activity of the business-type activities of the City and for each major component unit. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The City does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the City's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses.

For identifying to which function program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is to which functions the revenues are restricted.

Taxes and other revenue sources not properly included with program revenues are reported as general revenues of the City. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the City.

Fund Financial Statements - During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. Fund financial statements are provided for governmental, proprietary, and fiduciary funds.

Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds. The internal service funds are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

Fund Accounting - The City uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The City uses three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The City reports the

difference between governmental fund assets and liabilities and deferred inflows of resources as fund balance. The following are the City's major governmental funds:

General Fund - The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Colorado.

Capital Expenditures Fund – This fund is used to account for the design, construction and resurfacing of various individual construction projects of the City.

Northern Infrastructure GID Fund – This fund is used to account for the construction of infrastructure improvements within the district.

Urban Renewal Authority Fund – This fund is used to account for the expenditures related to acquisition, clearance, rehabilitation, conservation, development, and redevelopment in the interest of public health, safety, morals or welfare for residents of the City.

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service. The following is the City's major proprietary fund.

Finance Authority Fund – This major fund is used to account for the proceeds from the 2006 issued certificates of participation, which were used primarily to construct a new civic center and related facilities.

Internal Service Funds – These internal service funds account for the operation and administration activity of the fleet management, information technology and facilities services programs of the City.

Fiduciary Funds - Fiduciary fund reporting focuses on net position. The City's fiduciary funds are two pension trust funds and an agency fund. The pension trust funds provide pensions to City police employees and City elected officials. The agency fund collects school facility fees for two school districts and forwards these fees to the school districts. The agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations.

1-C. MEASUREMENT FOCUS

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows, and all liabilities and deferred inflows associated with the operation of the City are included on the statement of net position. The statement of activities reports revenues and expenses.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types and pension trust funds are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated

with the operation of these funds are included on the statements of net position. The statements of changes in fund net position present increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

1-D. BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting and fiduciary funds use the accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the calendar year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current calendar year. For the City, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

Revenues - Non-exchange Transactions - Non-exchange transactions in which the City receives value without directly giving equal value in return include sales tax, property taxes, grants, and donations. On an accrual basis, revenue from sales tax is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the calendar year for which the taxes are levied, (Note 3-B). Revenue from grants and donations is recognized in the calendar year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected by December 31, 2017 for property taxes and within 60 days for other non-exchange transactions) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes, special assessments and federal and state grants.

Unearned Revenue - Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

On both the government-fund financial statements and the government-wide financial statements, revenues are considered unearned for:

- Grants and entitlements received before the eligibility requirements are met (e.g., cash advances)
- Sales taxes have been received from disputed sales tax assessments
- Noise abatement cash advance from the Denver International Airport

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred, if measurable. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. ASSETS, LIABILITIES AND FUND EQUITY

1-E-1. CASH, CASH EQUIVALENTS, AND INVESTMENTS

Cash and Cash Equivalents - Cash and cash equivalents include amounts on demand and time deposits as well as short-term investments with a maturity date within three months of the date acquired by the City. Cash and cash equivalents are reported on balance sheets, statements of net position and in cash flow statements.

Cash balances of most City funds are pooled and invested. Interest earned from investments purchased with pooled cash is allocated to each fund based on the fund's average equity balance in the pooled fund, except interest earned on Capital Project Funds financed by transfers, which is credited to the General Fund.

Investments - The City is authorized by the City charter and Colorado statutes to invest in:

- Bonds and other interest-bearing obligations of the United States government;
- Bonds and other interest-bearing obligations which are guaranteed by the United States government;
- Bonds which are a direct obligation of the State of Colorado, or of any city, county, or school district therein;
- Demand accounts, interest bearing savings accounts or certificates of deposit in eligible public depositories;
- Investment instruments defined in Colorado law as eligible for the investment of police and pension funds;
- Notes or bonds issued pursuant to the "National Housing Act";
- Repurchase agreements;
- And local government investment pools.

The City charter also authorizes the City to invest in real estate for the purpose of enhancing development of the City in accordance with the City's Master Plan.

The Urban Renewal Authority, the Commerce City Northern Infrastructure General Improvement District, and the Commerce City Housing Authority are authorized by their respective governing Boards to invest in obligations as prescribed by Colorado statutes and their respective bylaws.

Assets of the City's pension plans are invested in accordance with Colorado statutes. These statutes authorize the City to invest these assets in:

- Bonds and other interest-bearing obligations of the United States government;
- Bonds, and other interest-bearing obligations which are guaranteed by the United States government;
- State and municipal bonds;
- Corporate notes, bonds, or debentures (convertible or otherwise);
- Railroad equipment trust certificates;
- Real property;
- Loans secured by first mortgages or deeds of trust on real property;
- Guarantee agreements with life insurance companies;
- Real estate limited partnerships;
- And common or preferred corporate stocks.

Investments of the City are stated at fair value based upon quoted market prices. The value of investments held in external investment pools is the same as the value of pool shares. These investment pools are created by State Statute and operate similarly to a money market fund and each share is equal in value to \$1. The designated custodial bank provides safekeeping and depository services to these investment pools in connection with the direct investment and withdrawal functions of these investment pools. All securities owned by these investment pools are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by these investment pools. Investments of these investment pools consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Government Securities.

1-E-2. RECEIVABLES

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

1-E-3. INTERFUND BALANCES

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

1-E-4. CONSUMABLE INVENTORIES

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

On the fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when consumed. Inventories of the proprietary funds are expensed when consumed.

1-E-5. PREPAID ITEMS

Payments made to vendors for services that will benefit periods beyond December 31, 2017, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reserved, as this amount is not available for general appropriation. Prepaid insurance relating to bond issuance costs are described in Note 1-E-9.

1-E-6. CAPITAL ASSETS

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds or contributions. The City reports these assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the governmental fund financial statements. Capital assets utilized by proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the proprietary fund's statement of net position.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition value as of the date received. The City

maintains a capitalization threshold of five thousand dollars. The City’s infrastructure consists of roads, bridges, storm sewers, traffic islands, street lights, traffic signals and street signs. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are expensed. Interest incurred during the construction of capital assets utilized by the enterprise funds is capitalized, less the amount of interest earned during the same qualifying period.

All reported capital assets are depreciated except for land, right-of-ways, water rights and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City’s historical records of necessary improvements and replacement.

Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities	Business-Type
	Estimated Lives	Activities Estimated Lives
Buildings	30 - 35 years	20 - 30 years
Vehicles and equipment	5 years	2 - 10 years
Intangibles	10 years	-
Infrastructure	3 - 25 years	-

1-E-7. COMPENSATED ABSENCES

After six months of employment, employees earn general leave benefits based upon time employed, with an option to use up to 24 of these hours prior to six months of employment. General leave benefits accrue as a liability as the benefits are earned if the employee’s rights to receive compensation are attributable to services already rendered and it is probable that the employer would compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits do not vest. Certain employees working over 40 hours per week accrue compensatory time at the rate of 1 1/2 times hours. Compensatory time may be used throughout the year or paid at a scheduled time during the year.

All compensated absence liabilities (compensatory time) include salary related payments, where applicable. At the end of the year, all compensatory time not taken is recorded as a liability at the current salary rates and applicable social security and Medicare costs.

The total compensated absence liability is reported on the government-wide financial statements. Proprietary funds report the total compensated absences liability in each individual fund at the fund reporting level. Governmental funds report the compensated absence liability at the fund reporting level only “when due.”

1-E-8. ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are “due for payment” during the current year. Bonds are recognized as a liability in the governmental fund financial statements “when due.”

1-E-9. DEBT PREMIUMS, DISCOUNTS, ISSUANCE COSTS AND DEBT REFUNDING GAINS AND LOSSES

On the government-wide statement of net position and the proprietary fund type statement of net position, debt premiums and discounts are netted against the debt payable for reporting purposes. On the government-wide and proprietary fund type statement of activities, debt premiums and discounts are deferred and amortized over the life of the debt using the effective interest method.

Debt refunding gains and losses are reported as deferred inflows or outflows of resources on the statements of net position. These gains and losses are deferred and amortized over the shorter of the life of the refunding debt (new debt) or the refunded debt (the old debt).

Bond issuance costs are recognized as an outflow of resources in the reporting period in which they are incurred with the exception of prepaid bond insurance costs which are deferred and amortized over the life of the debt as amortization expense.

At the government fund reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as debt service expenditures.

1-E-10. FUND EQUITY

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net position.” (Note 3-K)

Fund Balance – Generally, fund balance represents the difference between the current assets and deferred outflows, and current liabilities and deferred inflows. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

- **Nonspendable** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.
- **Restricted** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- **Committed** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council through the approval of an ordinance. The City Council also may modify or rescind the commitment.
- **Assigned** – Fund balances are reported as assigned when amounts are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the City Council has authorized the City finance director or designee to assign fund balances.
- **Unassigned** - Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The City reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds.

Net Position Flow Assumptions – In order to report net position as a restricted – net position and an unrestricted – net position in the government-wide and proprietary fund financial statements, the City has established a flow assumption policy. It is the City’s policy to use restricted – net position first before using unrestricted – net position.

Fund Balance Flow Assumptions – It is the City’s policy to consider restricted fund balance to have been used before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, it is the City’s policy to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

Net Position – The net position represents the difference between assets and deferred outflows, and liabilities and deferred inflows. The net position component, “net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the City has not spent) for the acquisition, construction or improvement of those assets. The net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The balance of the net position is reported as unrestricted.

1-E-11. OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for the use of the golf course and solid waste program, and the internal use of vehicles, computers and facilities. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of each fund. All other revenues and expenses are classified as non-operating including investment earnings, interest expense and the gain or loss on the disposition of capital assets.

1-E-12. CONTRIBUTIONS OF CAPITAL

Contributions of capital reported in proprietary fund financial statements and the government-wide financial statements arise from outside contributions of capital assets (e.g. developers), and grants or outside contributions of resources restricted to capital acquisition and construction.

1-E-13. INTERFUND ACTIVITY

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. On the government-wide statement of activities, the exchange transactions between the internal service funds and the user funds are eliminated. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses section in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business type activities column are eliminated.

1-E-14. ESTIMATES

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

1-E-15. ROUNDING

The preparation of the financial statements represent accurate numerical values by using rounding which may cause differences in the statements due to rounding. Rounding a numerical value means replacing it by another value that is approximately equal but shorter, simpler, or more explicit representation.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

2-A. BUDGETARY INFORMATION

The City adopts an annual appropriated operating budget for the General Fund, certain Special Revenue Funds (all special revenue funds except Police Forfeiture Fund - State, Police Forfeiture Fund - Federal, Special Improvements Fund and CBSD Use Tax Fund), the Debt Service Fund, all capital projects funds except the Future Growth Fund, and all proprietary funds and certain pension trust funds.

The budgets are adopted on a basis consistent with GAAP for all governmental fund types and fiduciary fund types. Proprietary fund type budgets are adopted on the modified accrual basis of accounting (i.e., a non-GAAP budgetary basis).

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget is the individual fund level. Budgetary control is exercised at the department level.

The City Manager is authorized to transfer budgeted amounts between departments within the same fund. Any revisions, which alter total expenditures of any fund, must be approved by the City Council. During the year, the City Council approved supplemental appropriations. All annual appropriations lapse at calendar year end.

The Commerce City Northern Infrastructure General Improvement budget is prepared by the District's Board. Budgetary matters with respect to the basis of accounting, legal level of budgetary control, and lapsing of appropriations are the same for the fund types of the District as similar fund types for the City. The Housing Authority is not legally required to adopt an annual budget.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General and Special Revenue Funds. Encumbered appropriations at year-end lapse and generally are re-appropriated in the following year.

2-B. EXCESS OF EXPENDITURES AND OTHER FINANCING USES OVER APPROPRIATIONS

General Fund- transfers out	\$ 34,665,200
Debt Service Fund	900
Urban Renewal Authority Fund	360,694

Excess expenditures were funded by additional revenues from multiple funds. General Fund exceeded budget due to the result of the 2006 COP's refunding that was transferred from the Finance Authority. Please reference note 3-G Long-Term Debt for further information.

2-C FUND DEFICITS

The E-470 Residential GID Fund reported a deficit fund balance of \$53,133. Subsequent years' property taxes will eliminate this deficit.

2-D. EMERGENCY RESERVES

In 1992, Colorado voters approved an amendment to the Colorado Constitution that placed certain limits on revenue and expenditures of the state and local governments. Although the limit is placed on both revenue and expenditures, the constitutional amendment actually applies to revenue collections. The amendment is complex and subject to judicial interpretation.

However, cities have the option of placing a ballot measure before the voters asking for approval on retaining the revenue over the limit. The City's voters have approved a ballot measure that allows the City to exclude all revenues, with the exception of property taxes, from those included within Article X, Section 20 of the Colorado Constitution.

Article X, Section 20 of the Colorado Constitution requires a reserve of 3% of its fiscal spending for emergencies. The use of this reserve is restricted to the purpose for which it was established and can be used solely for declared emergencies. In accordance with Article X, Section 20 of the Colorado Constitution, the City has reserved 3% of total revenues and transfers in less a variety of exemptions including most transfers in, as an emergency reserve in the general fund, northern infrastructure GID fund, capital expenditures fund, impact fees fund, future growth fund, water rights fund, special improvements fund, certain police department funds, chemical roundup fund, CC/BSD use tax fund, the drainage-district funds, impact fees fund and certain internal service funds.

NOTE 3 - DETAILED NOTES ON ALL FUNDS

3-A. DEPOSITS AND INVESTMENTS

Deposits - Colorado State statutes govern the City's deposit of cash. The Public Deposit Protection Act for banks and savings and loans requires the state regulators to certify eligible depositories for public deposits. The Act requires eligible depositories with public deposits in excess of the federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the state of Colorado or local Colorado governments, and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the assets in the pool must be at least equal to 102% of the uninsured deposits.

Custodial Credit Risk – Deposits – The custodial credit risk for deposits is the risk that, in the event of a bank failure, the City’s deposits may not be recovered.

At December 31, 2017, the carrying amount of the City's deposits (including its component units) was (\$477,291) and the bank balance was \$1,820,135. The bank balance was covered by federal depository insurance \$309,407 and PDPA \$1,510,728.

Investments

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The City’s investment policy limits maturities to ten years or less, with the average maturity of the cash and investment portfolio to not exceed five years.

At December 31, 2017 the City had the following investments and maturities:

Investment Type	Fair Value	Maturity Period			
		Three Months or Less	4 - 12 Months	1 - 5 Years	6 - 10 Years
Farm Credit Note	\$ 44,884,724	\$ -	\$ 4,475,383	\$ 28,498,891	\$ 11,910,450
Freddie Mac Note	\$ 3,880,206	\$ -	\$ -	\$ 3,880,206	\$ -
Fannie Mae Note	\$ 19,657,356	\$ -	\$ 3,981,734	\$ 15,675,622	\$ -
Federal Home Loan Banks BND	\$ 21,197,984	\$ -	\$ 1,994,396	\$ 16,254,222	\$ 2,949,366
US Treasury Bond	\$ 47,368,610	\$ 23,611,081	\$ 23,757,529	\$ -	\$ -
Total	\$ 136,988,880	\$ 23,611,081	\$ 34,209,042	\$ 64,308,941	\$ 14,859,816
Annuity	\$ 36,378				
Colo Trust - Money Market	\$ 3,445,326				
Colo Trust - GID 104th Ave - 2008	\$ 3,410,525				
Wells - Money Market	\$ 9,498,453				
Total	\$ 153,379,563				

Fair value Measurement-The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles.

The City has the following recurring fair value measurement as of December 31, 2017:

- U.S. Treasury Bond of approximately \$47.3 million are valued using quoted market prices (Level 1 inputs)
- Federal Agency securities of approximately \$89 million are valued using benchmarking and matrix pricing (Level 2 inputs)
 - Farm Credit Note
 - Freddie Mac Note
 - Fannie Mae Note
 - Federal Home Loan Banks BND
- Annuity of \$36 thousand is valued based on the term of the underlying policy based on actuarial calculation made by the insurer. (Level 2 inputs)
- Money Market holding of \$9million are measured at cost and subject to leveling. (level 2 inputs)
- COLO TRUST of approximately \$6.8 million is measured at NAV and not subject to leveling.

Fiduciary Fund Investments- The City's fiduciary responsibility is limited to acting as an agent for the transfer of assets to ICMA. ICMA is responsible for the investment of the funds as directed by the Plan participants. The fair value of the total investments maintained with ICMA for the Police Plan at December 31, 2017, was \$24,648,310.

Asset Category	Police Percent of Assets	Balance	Fair Value
Stable Value/Cash Management	7%	\$1,770,158	Level 2 input
Bond	13%	\$3,153,024	Level 2 input
Balanced/Asset Allocation	26%	\$6,451,645	Level 2 input
U.S. Stock	44%	\$10,868,572	Level 2 input
International/Global Stock	9%	\$2,139,317	Level 2 input
Specialty	1%	\$265,595	Level 2 input
Total Assets	100%	\$24,648,310	

Credit Quality Risk – Credit quality risk is that an issuer or other counterparty to an investment will not fulfill its obligations. The City's investment policy addresses credit quality risk and authorizes the City to invest as follows:

- Commercial Paper that, at the time of purchase, is rated in its highest rating category by one or more nationally recognized organizations which regularly rate such obligations.
- Any interest in any local government investment pool organized pursuant to part 7 of article 75 of title 24, Colorado Revised Statutes, as amended.

At December 31, 2017, Colotrust, a local government investment pool that the City invests in, was rated AAAM by Standard & Poor's. The various federal investments are rated Aaa/AAA and Aaa/AA. The corporate bonds are rated AA by Standard & Poor's and rated A1 by Moody's.

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the City's investments may not be recovered. The City's investment policy addresses custodial credit risk as follows:

- Any security issued by, guaranteed by, or for which the credit of any of the following is pledged for payment: The United States, a Federal Farm Credit bank, the Federal Land Bank, a Federal Home Loan bank, the Federal Home Loan Mortgage Corporation, the Federal National Mortgage Association, the Export-Import Bank, or the Government National Mortgage Association;
- Any security issued by, guaranteed by, or for which the credit of the following is pledged for payment: An entity or organization which is not listed in paragraph (1) above, but which is created by, or the creation of which is authorized by, legislation enacted by the United States Congress and which is subject to control by the federal government which is at least as extensive as that which governs an entity or organization listed in paragraph (1) above. No security may be purchased pursuant to this paragraph (2) unless, at the time of purchase, the security is rated in its highest rating category by one or more nationally recognized organizations, which regularly rate such obligations.
- Any Banker's Acceptance that is issued by a state or national bank which has a combined capital and surplus of at least two hundred fifty million dollars. No security may be purchased pursuant to this paragraph (3) unless (a) the deposits of such bank are insured by the federal deposit insurance corporation, and (b) at the time of purchase, the long-term debt of such bank or the holding company of such bank is rated in one of its three highest rating categories by one or more nationally recognized organizations which regularly rate such obligations.

- Repurchase Agreements fully collateralized by obligations referred to in paragraphs (1) or (2) above if all of the following are met: a) the securities subject to the repurchase agreement must be marketable; b) the title to or a perfected security interest in such securities, along with any necessary transfer documents, must be transferred to the City or to a custodian acting on behalf of the City; c) such securities must actually be delivered to a third-party custodian or trustee for safekeeping on behalf of the City; and d) the collateral securities of the repurchase agreement must be collateralized at no less than one hundred two percent (102%) and marked to market no less frequently than weekly.

All of the City's investments either are insured or registered or for which the securities are held by the City or its agent in the City's name or uninsured and unregistered investments for which the securities are held by the counter party's trust department or agent in the City's name.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City does not have a formally adopted investment policy for managing concentration of credit risk. The only investments in excess of 5% of the City's investment portfolio are federal securities and money market funds.

Cash and investment reconciliation:

Fund Reporting Level:	Pooled Cash and Investments	Investments	Total
Government Fund Type - Balance Sheet	\$ 139,268,560	\$ -	\$ 139,268,560
Proprietary Fund Type Statement of Net Position:	57,428	-	57,428
Internal Service Funds	7,813,277	-	7,813,277
Statement of Fiduciary Net Position	3,063,662	24,648,310	27,711,972
Component Units	1,367,663	-	1,367,663
Component Units - Restricted Cash	1,343,581	-	1,343,581
Total	\$ 152,914,171	\$ 24,648,310	\$ 177,562,481
	Cash	Investments	Total
Cash	\$ (477,291)	\$ -	\$ (477,291)
Petty Cash	11,899	-	11,899
Investments	-	178,027,873	178,027,873
Total	\$ (465,392)	\$ 178,027,873	\$ 177,562,481

3-B. RECEIVABLES

Property Taxes - The following is the City's property tax calendar for 2016 property taxes received in 2017:

Levy date	December 15, 2016
Lien date	January 31, 2017
Due dates	February 28, 2017
	June 15, 2017
Collection dates	February 2017
	June 2017

Long-term Receivables - In April 2013, the City Council approved a loan to the Buffalo Highlands Metro District for construction of 96th Avenue and the 96th Avenue bridge. The construction will be completed in accordance with our engineering construction standards and specifications. The City shall loan to the District an amount currently estimated at \$5,920,725. Annual principal payments are due December 1st (starting in 2015) maturing June 1st, 2038 and semi-annual payments for interest are due on June 1st and December 1st. The annual interest rate is 6% and the actual loan will vary depending upon the cost of project design work and construction bids. As of December 31, 2016 the outstanding loan amount is \$7,264,542.

DIA Tech Center

In April 2013, the ECAGID board approved a loan to the DIA Tech Center for project costs properly attributable to the public improvements for DIA Tech Center Filing No. 1 and 2. The improvements consist of street improvements and water and sewer improvements. The street improvements generally consist of safety improvements for Tower Road including but not limited to acceleration and deceleration lanes on Tower Road; and various public street improvements internal to the property, including, but not limited to, street, curb, gutter, sidewalk, storm sewer system, and street lighting. The water and sewer improvements consist of water and sewer mains necessary for the development of the property. The district shall loan an amount not to exceed \$2,500,000. Payments are due June 1 and December 1 of each year commencing December 2014, maturing on April 2, 2038. The annual interest rate is 6%. As of December 31, 2017 the outstanding loan amount is \$3,070,232.

3-C. CAPITAL ASSETS

Capital Asset activity for the year ended December 31, 2017 for governmental activities (including the internal service funds) was as follows:

Asset Class	Beginning 1/1/2017	Additions	Deletions	Transfer	Ending 12/31/2017
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 47,429,384	\$ 381,655	\$ -	\$ -	\$ 47,811,039
Golf Course	4,224,818	-	-	-	4,224,818
Water rights	9,167,803	6,500,000	-	-	15,667,803
Construction in progress	30,180,190	90,180,693	21,359,710	-	99,001,173
Total capital assets not being depreciated	91,002,195	97,062,348	21,359,710	-	166,704,833
Other capital assets:					
Storm sewers	40,204,335	1,711,934	-	-	41,916,269
Bridges	14,214,772	2,105,384	-	-	16,320,156
Parks (excluding land)	40,621,420	925,340	-	-	41,546,760
Roads	253,365,868	16,842,215	-	-	270,208,083
Trails	9,061,836	-	-	-	9,061,836
Islands	149,500	-	-	-	149,500
Street lights	12,508,368	928,028	-	-	13,436,396
Traffic signals	3,106,111	828,580	-	-	3,934,691
Signage	2,204,799	244,336	-	-	2,449,135
GID - Water and Sewer Mains	13,745,061	-	-	-	13,745,061
GID Buildings	1,862,965	-	-	-	1,862,965
GID-Roads	106,678,632	-	-	-	106,678,632
Buildings	21,094,806	-	-	-	21,094,806
Finance Authority	-	-	-	33,732,729	33,732,729
Machinery & Equipment	17,288,744	1,604,870	2,284,019	-	16,609,595
Intangible	1,321,897	53,440	184,849	-	1,190,488
Total other capital assets	537,429,113	25,244,128	2,468,868	33,732,729	593,937,102
Total capital assets	628,431,308	122,306,476	23,828,578	33,732,729	760,641,935
Accumulated depreciation:					
Storm sewers	27,542,095	1,695,594	-	-	29,237,689
Bridges	8,233,873	516,131	-	-	8,750,004
Parks (excluding land)	12,875,869	1,942,517	-	-	14,818,386
Roads	154,270,450	7,539,332	-	-	161,809,782
Trails	5,466,544	337,593	-	-	5,804,137
Islands	147,882	-	-	-	147,882
Street lights	10,417,164	429,009	-	-	10,846,173
Traffic signals	2,864,918	37,453	-	-	2,902,371
Signage	1,802,441	28,810	-	-	1,831,251
GID - Water and Sewer Mains	3,138,252	179,303	-	-	3,317,555
GID Buildings	1,840,190	-	-	-	1,840,190
GID-Roads	24,331,577	4,638,955	-	-	28,970,532
Buildings	12,411,325	529,123	-	-	12,940,448
Finance Authority	-	841,814	-	9,948,341	10,790,155
Machinery & equipment	11,700,754	1,678,733	2,249,086	-	11,130,401
Intangible	1,068,419	96,447	83,247	-	1,081,618
Total accumulated depreciation	278,092,601	20,490,812	2,332,334	9,948,341	306,218,572
Governmental activities capital assets, net	350,338,707	101,815,664	21,496,245	23,784,388	454,423,363

Amounts in the transfer column represent the addition of the assets acquired through the City's refunding the Finance Authority's 2006 Certificates of Participation. See Note 3-G for further information.

Governmental activities depreciation expense:

General government	\$ 3,146,117
Public works	15,064,586
Parks and recreation	<u>2,280,109</u>
Total governmental activities depreciation expense	<u>\$ 20,490,812</u>

The following are the changes in the capital assets for the Finance Authority Enterprise Fund:

Asset Class	Balance 1/1/2017	Additions	Deletions	Balance 12/31/2017
Depreciable capital assets				
Buildings	\$ 33,732,729	\$ -	\$ 33,732,729	\$ -
Accumulated depreciation				
Buildings	<u>9,726,811</u>	<u>221,530</u>	<u>9,948,341</u>	<u>-</u>
Finance Authority capital assets, net	<u>\$ 24,005,918</u>	<u>\$ (221,530)</u>	<u>\$ (23,784,388)</u>	<u>\$ -</u>

The following are the changes in the capital assets for the City's Housing Authority, a component unit:

Asset Class	Balance 1/1/2017	Additions	Deletions	Balance 12/31/2017
Capital assets not being depreciated:				
Nondepreciable - land	\$ 345,949	\$ -	\$ -	\$ 345,949
Depreciable - buildings	<u>416,204</u>	<u>-</u>	<u>-</u>	<u>416,204</u>
Total capital assets	<u>762,152</u>	<u>-</u>	<u>-</u>	<u>762,152</u>
Accumulated depreciation:				
Building	<u>51,266</u>	<u>10,672</u>	<u>-</u>	<u>61,938</u>
Housing Authority capital assets, net	<u>\$ 710,887</u>	<u>\$ (10,672)</u>	<u>\$ -</u>	<u>\$ 700,214</u>

3-D. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The City reports the deferred charge (\$2,044,363) on refunding reported in the government-wide statement of net position. The deferred charge on refunding resulted from the difference in the carrying value of

refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The City reports two of these items. One item, *deferred inflow(s)*, is reported only in the governmental funds balance sheet. The governmental funds report deferred inflow(s) from special assessments \$19,518. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

The second item, property taxes, are reported as deferred inflows of resources since they are recognized as receivables before the period for which the taxes are levied. These amounts also are reported on the government-wide statement of net position.

These amounts are reported as follows:

Governmental Fund Balance Sheet		Government Wide Statement of Position	
Fund	Amount	Fund	Amount
General	\$ 2,886,016	General	\$ 2,886,016
Northern Infrastructure GID	7,297,024	Northern Infrastructure GID	7,297,024
E-470 Commercial GID	5,871	E-470 Commercial GID	5,871
Urban Renewal	420,969	Urban Renewal	420,969
Special Improvements	19,518		
Total	<u>\$ 10,629,398</u>	Total	<u>\$ 10,609,880</u>

3-E. ASSETS HELD FOR RESALE

The City has acquired the following assets as held for resale:

Water Acquisition Fund in the amount	\$5,324,242
The Water Rights Acquisition Fund exists for the purchase of irrigation and potable water rights.	
Frico water held for resale Northern Infrastructure GID Fund	\$2,318,230
URA Fund	\$4,640,400
The objective of the Authority is the acquisition, clearance, rehabilitation, conservation, development, or redevelopment of slum and blighted areas within the City.	

3-F. INTERFUND BALANCES AND TRANSFERS

Interfund balances at December 31, 2017 of \$53,133 relates to the reclassification of a cash overdraft in the City's cash and investment pool.

Payable to:	Payable from:	
	Nonmajor Governmental Funds	Total
General Fund	\$ 53,133	\$ 53,133

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

Transfer to:	Transfer from:					Total
	General Fund	Urban Renewal Authority	Nonmajor Governmental Funds	Nonmajor Enterprise Funds	Internal Service Funds	
Urban Renewal Authority	\$ 83,000	\$ -	\$ -	\$ -	\$ -	\$ 83,000
General Fund	-	-	-	7,061	-	7,061
NIGID Funds	-	-	-	-	-	-
Capital Expenditures Fund	\$ 2,693,524	-	252,000	700,000	511,241	4,156,765
Nonmajor Governmental Funds	\$ 9,796,587	525,000	-	-	-	10,321,587
Internal Service Funds	20,236	-	-	-	-	20,236
Fiduciary Funds	44,160	-	-	-	-	44,160
Total	\$ 12,637,507	\$ 525,000	\$ 252,000	\$ 707,061	\$ 511,241	\$ 14,632,809

Transfers are used to report revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations and to return money to the fund from which it was originally provided once a project is completed.

All City transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer. The transfers between the general fund and the fiduciary funds are both reclassified as expenses on the government-wide statement of activities.

The transfer from the general fund to the elected officials' retirement fund (\$44,160) is reclassified as a third party transaction on the government-wide statement of activities.

3-G. LONG-TERM DEBT

Primary Government Bonds - The following is a summary of the outstanding long-term bond issues at December 31, 2017:

2015 Sales and Use Tax Revenue Bonds - On April 2, 2015, the City issued serial revenue bonds in the amount of \$52,645,000 to refinance and combine the 2005 Series Sales and Use Tax Revenue Bonds in the amount of \$17,500,000 and the 2006 Series Sales and Use Tax revenue bonds in the amount of \$46,500,000.

The interest rate ranges are 2% – 5%. Annual principal and interest payments are due August 1, with the principal maturing August 1, 2036.

Annual debt service requirements to amortize this debt, as of December 31, 2017 follow:

Year	2015 Sales and Use Tax Revenue Bonds		
	Principal	Interest	Total
2018	1,820,000	1,994,075	3,814,075
2019	1,890,000	1,921,275	3,811,275
2020	1,930,000	1,883,475	3,813,475
2021	1,960,000	1,844,875	3,804,875
2022	2,000,000	1,795,875	3,795,875
2023-2027	11,430,000	7,490,875	18,920,875
2028-2032	14,440,000	4,505,175	18,945,175
2033-2036	11,655,000	1,218,575	12,873,575
Total	\$ 47,125,000	\$ 22,654,200	\$ 69,779,200

2002 City of Commerce City Northern Infrastructure General Improvement District General Obligation Refunding Bonds – On February 1, 2013, the City of Commerce City Northern Infrastructure General Improvement District issued general obligation refunding bonds, Series 2002, in the amount of \$10,120,000 to advance refund \$10,190,000 of outstanding 2002 Series bonds. The interest rate ranges are 1.75% – 5%. Annual principal and interest payments are due August 1, with the principal maturing August 1, 2031.

Annual debt service requirements to amortize this debt, as of December 31, 2017 follow:

Year	2002 General Obligation Refunding Bonds		
	Principal	Interest	Total
2018	455,000	285,756	740,756
2019	475,000	267,556	742,556
2020	495,000	248,556	743,556
2021	510,000	228,756	738,756
2022	530,000	208,356	738,356
2023-2027	2,975,000	620,394	3,595,394
2028-2031	2,735,000	334,288	3,069,288
Total	\$ 8,175,000	\$ 2,193,662	\$ 10,368,662

2013 City of Commerce City Northern Infrastructure General Improvement District General Obligation Remarketed Bonds – On February 1, 2013, the City of Commerce City Northern Infrastructure General Improvement District issued general obligation remarketed bonds, Series 2013, in the amount of \$76,280,000 to advance refund \$79,800,000 of outstanding 2006 and 2008 Series bonds. Also included in the proceeds was new debt of \$1,018,445 for capital outlay purposes. The interest rate ranges are 1.75% – 5%. Annual principal and interest payments are due August 1, with the principal maturing August 1, 2038.

Annual debt service requirements to amortize this debt, as of December 31, 2017 follow:

Year	2013 General Obligation Remarketed Bonds		
	Principal	Interest	Total
2018	1,435,000	3,138,291	4,573,291
2019	1,620,000	3,072,416	4,692,416
2020	1,825,000	2,991,416	4,816,416
2021	2,050,000	2,900,166	4,950,166
2022	2,285,000	2,797,666	5,082,666
2023-2027	13,235,000	12,158,331	25,393,331
2028-2032	17,635,000	8,500,831	26,135,831
2033-2037	25,110,000	3,992,305	29,102,305
2038	5,595,000	223,800	5,818,800
Total	\$ 70,790,000	\$ 39,775,222	\$ 110,565,222

2014 Sales and Use Tax Revenue Bonds - On June 5, 2014 the City issued serial revenue bonds in the amount of \$73,445,000 to finance construction, installation, operation and maintenance of parks, recreation and roadway improvements. The interest rate ranges are 1.75% – 5%. Annual principal and interest payments are due August 1, with the principal maturing August 1, 2044.

Annual debt service requirements to amortize this debt, as of December 31, 2017 follow:

Year	2014 Sales and Use Tax Revenue Bonds		
	Principal	Interest	Total
2018	1,430,000	3,104,988	4,534,988
2019	1,460,000	3,076,388	4,536,388
2020	1,490,000	3,047,188	4,537,188
2021	1,560,000	2,972,688	4,532,688
2022	1,640,000	2,894,688	4,534,688
2023-2027	9,225,000	13,451,237	22,676,237
2028-2032	11,620,000	11,057,237	22,677,237
2033-2037	14,550,000	8,124,462	22,674,462
2038-2042	17,955,000	4,721,962	22,676,962
2043-2044	8,435,000	637,750	9,072,750
Total	\$ 69,365,000	\$ 53,088,588	\$ 122,453,588

2016 Sales and Use Tax Revenue Bonds - On September, 2016 the City issued serial revenue bonds in the amount of \$54,460,000 to finance construction, installation, operation and maintenance of parks, recreation and roadway improvements. The interest rate ranges are 2% – 5%. Annual principal and interest payments are due Feb 1, with the principal maturing August 1, 2046.

Annual debt service requirements to amortize this debt, as of December 31, 2017 follow:

Year	2016 Sales and Use Tax Revenue Bonds		
	Principal	Interest	Total
2018	-	2,670,900	2,670,900
2019	-	2,670,900	2,670,900
2020	220,000	2,670,900	2,890,900
2021	450,000	2,666,500	3,116,500
2022	685,000	2,657,500	3,342,500
2023-2027	6,350,000	12,683,950	19,033,950
2028-2032	8,460,000	10,883,750	19,343,750
2033-2037	10,795,000	8,546,750	19,341,750
2038-2042	13,780,000	5,563,750	19,343,750
2043-2046	13,720,000	1,756,750	15,476,750
Total	\$ 54,460,000	\$ 52,771,650	\$ 107,231,650

2013 Lease Purchase Agreement – On April 26, 2013 the City entered into a lease purchase agreement with All American Investment Group in the amount of \$1,929,648 to finance the installation of solar photovoltaic and energy conservation equipment on various City buildings. The interest rate is 2.2%. Quarterly principal and interest payments are paid, with the principal maturing January 28, 2023.

Annual debt service requirements to amortize this debt, as of December 31, 2017 follow:

Year	2013 Lease Purchase Agreement		
	Principal	Interest	Total
2018	204,815	25,552	230,367
2019	228,141	20,857	248,998
2020	240,524	15,704	256,228
2021	246,701	10,355	257,056
2022	252,172	4,883	257,055
2023	63,912	352	64,264
Total	\$ 1,236,266	\$ 77,702	\$ 1,313,969

2017A Certificates of Participation - On February 14, 2017, the City issued certificates of participation in the amount of \$28,335,000 to refund the 2006 Certificates of Participation that funded the civic center and related facilities. The interest rate ranges are 2.0% – 5.0%. Annual principal (starting in 2017) and interest payments are due December 15, with the principal maturing December 15, 2037.

The City refunded the 2006 Certificates of participation of \$30,900,000 to reduce the total debt service payment over the 20 years by \$4,843,257 and obtain an economic gain of \$3,305,852. The net proceeds of \$28,335,000 were used to purchase U.S. government securities. The City then transferred the 2017A Certificates of Participation from the Finance Authority Fund Business-type Activity Debt to the General Fund Primary Government Bonds.

Annual debt service requirements to amortize this debt, as of December 31, 2017 follow:

Year	2017A Certificates of Participation		
	Principal	Interest	Total
2018	690,000	1,108,256	1,798,256
2019	710,000	1,087,556	1,797,556
2020	730,000	1,066,256	1,796,256
2021	765,000	1,044,356	1,809,356
2022	800,000	1,021,407	1,821,407
2023-2027	4,620,000	4,540,932	9,160,932
2028-2032	5,810,000	3,301,438	9,111,438
2033-2037	13,250,000	1,935,775	15,185,775
Total	\$ 27,375,000	\$ 15,105,976	\$ 42,480,976

2017B Certificates of Participation - On October 19, 2017 the City issued certificates of participation in the amount of \$6,500,000 to finance the purchase of City water. The interest rate is 2.7%. Annual principal (starting in 2017) and interest payments are due July 15, with the principal maturing July 15, 2032.

Annual debt service requirements to amortize this debt, as of December 31, 2017 follow:

Year	2017B Certificates of Participation		
	Principal	Interest	Total
2018	391,828	139,003	530,831
2019	364,078	166,753	530,831
2020	374,017	156,814	530,831
2021	384,228	146,603	530,831
2022	394,717	136,114	530,831
2023-2027	2,141,227	512,926	2,654,154
2028-2032	2,449,905	204,249	2,654,154
Total	\$ 6,500,000	\$ 1,462,462	\$ 7,962,462

Changes in Long-term Debt - Changes in the City's long-term obligations consisted of the following for the year ended December 31, 2017 (includes internal service funds):

	Outstanding 1/1/2017	2017 Additions	2017 Reductions	Outstanding 12/31/2017	Amounts Due in One Year
Governmental activities					
2002 GiD general obligation fixed refunding bonds	\$ 8,610,000	\$ -	\$ 435,000	\$ 8,175,000	\$ 455,000
2013 GiD general obligation fixed remarketed bonds	72,045,000	-	1,255,000	70,790,000	1,435,000
2014 sales and use tax revenue bonds	70,770,000	-	1,405,000	69,365,000	1,430,000
2015 sales and use tax revenue bonds	48,885,000	-	1,760,000	47,125,000	1,820,000
2016 sales and use tax revenue bonds	54,460,000	-	-	54,460,000	-
2013 lease purchase agreement	1,419,627	-	183,361	1,236,266	204,815
2017A certificate of participation	-	28,335,000	960,000	27,375,000	690,000
2017B certificate of participation	-	6,500,000	-	6,500,000	391,828
Net deferred premiums	27,175,315	1,269,756	1,129,845	27,315,226	-
Total bonded debt	283,364,942	36,104,756	7,128,206	312,341,492	6,426,643
Compensated absences	180,789	108,247	144,631	144,405	118,223
Total Governmental Activities	<u>\$ 283,545,731</u>	<u>\$ 36,213,003</u>	<u>\$ 7,272,837</u>	<u>\$ 312,485,897</u>	<u>\$ 6,544,866</u>
Business-Type Activities					
2006 certificate of participation	\$ 28,785,000	\$ -	\$ 28,785,000	\$ -	\$ -
Deferred premiums	183,595	-	183,595	-	-
Total Business-Type Activities	<u>\$ 28,968,595</u>	<u>\$ -</u>	<u>\$ 28,968,595</u>	<u>\$ -</u>	<u>\$ -</u>

The debt service fund services the sales and use tax refunding bonds and revenue bonds, the Northern Infrastructure GiD fund services the GiD general obligation refunding bonds. The general fund services the outstanding certificates of participation. The 2013 lease purchase agreement will be repaid from the general fund. Compensated absences are paid from the fund in which the employee works, primarily the general fund.

Pledged Revenues – The City has pledged future sales and use tax receipts (pledged revenues) to repay the original amount of sales and use tax revenue bonds totaling \$173,390,000.

- 2014 Sales and Use Tax Revenue Bond Series -\$70,045,000
- 2015 Sales and Use Tax Revenue Bond Series - \$48,885,000
- 2016 Sales and Use Tax Revenue Bond Series- \$54,460,000

The proceeds from the Bond series were used to construct infrastructure. The bonds are payable solely from the pledged sales and uses taxes and are payable through 2046.

Annual principal and interest payments on the bonds referenced above are expected to require approximately 18.6 percent of pledged revenues. The total principal and interest remaining to be paid on the total bonds is approximately \$300 million. For the current year, total principal and interest paid and total incremental sales and use tax revenues were approximately \$10,648,811 and \$64,323,146 respectively.

Conduit Debt Obligations

In the past, the City has issued revenue bonds to provide financial assistance to private-sector and public-sector entities for the acquisition and/or construction of facilities deemed to be in the public interest. The bonds are secured by the property of the private-sector entity being financed and are payable solely from payments received on the specific revenue stream. Neither the City, the State, nor any political subdivision thereof, is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the

accompanying financial statements. As of December 31, 2017, there was one revenue bond issuance outstanding, issued after July 1, 1995, with a balance of approximately \$2.1 million.

3-H. OPERATING LEASES

The City has entered to various operating lease agreements financing corporations, primarily for copiers. The following payments are due to the various lessors on an annual basis for the term of the lease as follows:

<u>Year</u>	<u>Annual Payment</u>
2018	\$ 67,731
2019	68,288
2020	71,584
2021	<u>71,458</u>
Total	<u>\$ 279,061</u>

The 2017 rental payments totaled \$67,136.

3-I. PENSIONS

The City sponsors four defined contribution retirement plans. The first three plans listed below are reported as pension trust funds of the City. A separately issued audited financial report is not available for these plans. The financial statements for these pension plans are presented at the end of this note.

Police Pension Plan - The City sponsors a defined contribution (money purchase) pension plan, known as the City of Commerce City Police Pension Plan (the Plan) that covers all commissioned officers of the police department. The authority for establishing and amending benefits and contribution rates rests with the City Council. The Plan is accounted for as a pension trust fund.

Additionally, officers are provided with death and disability coverage by a statewide plan administered by the State of Colorado Fire and Police Pension Association.

The principal provisions of the Plan are as follows:

All commissioned officers of the police department who work 32 hours or more per week enter the Plan on the date on which the individual commences employment. The Plan is funded by both employer and employee contributions. The City and the participant each contribute an amount equal to 10 percent of the participant's compensation. In addition to the mandatory 10 percent participant contribution, participants also may make voluntary contributions to the Plan. Participant contributions are fully vested upon payment, while City contributions are subject to a 5-year graded vesting schedule.

Effective January 1, 1991, the Plan was modified such that the mandatory employee contributions are no longer subject to federal income tax at the time of contribution pursuant to Section 414 (h) (2) of the Internal Revenue Code. In addition to the retirement benefits funded under the Plan, certain benefit payments also are made under the Plan to individuals who were beneficiaries under the City of Commerce City Police City of Commerce City, Colorado Pension Plan (a defined benefit plan) prior to the Plan's amendment on December 1, 1982, to the present money purchase pension plan. Funding for these additional benefits is paid for solely by the City according to the following formula. The City contributes an amount annually to provide benefits to beneficiaries of the Plan in an amount equal to either:

- From the effective date of the Plan until the plan year in which the balance in the Plan account is equal to

or greater than the present value of expected future payments for all remaining Plan beneficiaries, an amount which will be sufficient to fund the eligible plan participants;

- From the plan year at the beginning of which the balance in the Plan account is equal to or greater than the present value of expected future payments for all remaining Plan beneficiaries until the plan year in which the last surviving Plan beneficiary dies or otherwise becomes ineligible for further benefit payments, an amount which will be sufficient to credit the Plan account with the excess, if any, of such present value over the balance in the Plan account as of the beginning of the plan year. If, for any given plan year in which this paragraph applies, the balance in the Plan account equals or exceeds the present value of expected future payments, the City will not make a contribution pursuant to this paragraph.

For the year ended December 31, 2017, the City's total Police Department payroll was \$10,029,797 and the total payroll covered by the Plan was \$7,030,007.

Contributions to the Plan for the year ended December 31, 2017, and the Plan participant composition at December 31, 2017, are summarized below:

<u>Contributions</u>	<u>Employee</u>	<u>Employer</u>
10% required contribution	\$ 705,985	\$ 705,985
Total	\$ 705,985	\$ 705,985

Plan Participants

Fully vested employees	85
Partially vested employees	15
Total plan participants	100

The Plan had net position available for benefits of \$25,264,383 at December 31, 2017. \$24,648,310 of these assets are maintained by an independent investment management company and represents investments in mutual funds. \$372,820 is held in pooled cash and investments at the end of the year.

Elected Officials Retirement Plan - As approved by the City Council through Ordinance 764 dated April 14, 1986, the City is to provide a monthly cash benefit of twenty dollars per month for each year of service for Council members who have served more than five years and have attained their sixtieth birth date. As of year-end, there were seventeen Council members who have qualified for this benefit. The City finances the plan on a pay-as-you-go basis. This plan is a single employer plan. For the year ended December 31, 2017, the City recognized as incurred \$44,160 in expenditures. This trust fund is named Elected Officials Retirement Fund. The fair value of total pooled cash and investment assets held by this plan at December 31, 2017 was \$260,908.

401(a) Employee Retirement Plans - The City has four defined contribution (money purchase) pension plans for full-time employees. Activity for the Plans is aggregated within the City's 401(a) Employee Retirement Plans Fund. A separately issued audited financial report for the total ICMA plan is available from the ICMA.

The Plans are:

- General Employees
- City Manager

- Executive Team
- Police Executive Team

In accordance with Internal Revenue Service Code Section 401(a), these funds are considered qualified trusts and remain tax-exempt. A separately audited pension plan report is not available for these plans.

The assets of all four plans are invested with International City Manager's Association (ICMA). The City Council has the authority for establishing and amending contribution requirements. The City's fiduciary responsibility is limited to acting as an agent for the transfer of assets to ICMA; therefore, a trust fund is not reported for these plans. ICMA is responsible for the investment of the funds as directed by the Plan participants. The fair value of the total assets maintained with ICMA for all four Plans at December 31, 2017, was \$27,237,580.

General Employees - Participation in the General Employee defined contribution plan is mandatory for all general employees with each employee required to contribute 6% of compensation, and the City contributes an amount equal to 6% of the employees' compensation. An employee is fully vested in his/her own contributions upon payment and vests in the City contributions based on years of continuous service. An employee is vested 20% after one year of continuous service and vests an additional 20% per year until fully vested. The funds are not available to the employee until separation from service or retirement, and only for amounts vested. Loans are available with restrictions.

Total employee and employer contributions to the plan for 2017 were \$631,763 and \$631,763 respectively. For the year ended December 31, 2017, the City's total payroll was \$25,816,886 while the total payroll covered by the Plan was \$10,530,468.

City Manager - The City Manager's defined contribution plan is mandatory for the City Manager. The City Manager is required to contribute 8% of compensation and the City contributes an amount equal to 8% of the Manager's compensation. The City Manager is fully vested in all contributions to the plan. Loans are available with restrictions.

The total employee and employer contributions to the Plan for 2017 were \$15,169 and \$15,169, respectively. For the year ended December 31, 2017, the payroll covered by the plan was \$189,618.

Executive Team - Effective July 1, 1997, the City developed an Executive Team defined contribution plan for all general management team employees. Participation in the Executive Team defined contribution plan is mandatory for general management team members, with each employee required to contribute 6% of compensation with the City matching an amount equal to 6% of the employees' compensation. For the City's Deputy City Managers and City Attorney the contribution rate is 8% rather than 6%. An employee is fully vested in his/her own contributions at all times and vests in the City contributions based on years of continuous service. An employee is vested 33% after one year of service, 66% after two years of service, and is fully vested after three years of service. Loans are available with restrictions.

Total employee and employer contributions to the Plan for 2017 were \$197,371 and \$197,371, respectively. For the year ended December 31, 2017, the payroll covered by the Plan was \$3,139,606.

Police Executive Team - Effective July 1, 1997, the City developed a Police Executive Team defined contribution plan for all police management team employees. Participation in the Police Executive Team defined contribution plan is mandatory for all police management team members with each employee required to contribute 3% of compensation and the City contributes an amount equal to 3% of the employee's compensation. An employee is fully vested in his/her own contributions at all times and vests in the City contributions based on years of continuous service. An employee is vested 33% after one year of service, 66% after two years of service, and is fully vested after three years of service. Loans are available with restrictions.

Total employee and employer contributions to the Plan for 2017 were \$6,029 and \$6,029, respectively. For the year ended December 31, 2017, the payroll covered by the Plan was \$200,960.

Pension Plan Financial Statements – The following financial information for each of the two pension trust funds are presented below:

City of Commerce City, Colorado
Combining Statement of Fiduciary Net Position
Pension Trust Funds
December 31, 2017
(With Comparative Totals At December 31, 2016)

	2017			2016
	Police Pension	Elected Official Retirement	Fiduciary Funds Total	Total
Assets				
Equity in pooled cash and investments	\$ 372,820	\$ 260,908	\$ 633,728	\$ 631,046
Loans receivable	243,254	-	243,254	378,983
Mutual money market funds, at fair value	24,648,310	-	24,648,310	20,216,188
Total Assets	25,264,383	260,908	25,525,291	21,226,217
Net Position				
Held in trust for pension benefits	\$ 25,264,383	\$ 260,908	\$ 25,525,291	\$ 21,226,217

City of Commerce City, Colorado
Combining Statement of Changes in Fiduciary Net Position
Pension Trust Funds
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017			2016
	Police Pension	Elected Official Retirement	Total	Total
Additions				
Contributions:				
City	\$ 705,985	\$ -	\$ 705,984	\$ 673,775
Employee	705,985	-	705,985	673,776
Investment earnings	5,287,657	2,962	5,290,619	2,818,548
Transfers in - General Fund	-	44,160	44,160	44,160
Total Additions	6,699,627	47,122	6,746,748	4,210,259
Deductions				
Administration	52,628	-	52,628	52,628
Benefits	-	44,440	44,440	42,720
Withdrawals	2,350,606	-	2,350,606	3,012,517
Total Deductions	2,403,234	44,440	2,447,674	3,107,865
Change in Net Position	4,296,393	2,682	4,299,074	1,102,394
Net Position Beginning of Year	20,967,991	258,226	21,226,217	20,123,823
Net Position End of Year	\$ 25,264,383	\$ 260,908	\$ 25,525,291	\$ 21,226,217

3-J. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The City administers a single-employer health care plan, the “*Retirement Health Savings Plan*”. The plan is a defined contribution medical expense plan for general employees and is a retiree medical benefit plan for the Fraternal Order of Police (FOP). The City Council has the authority for establishing and amending the contributions to the plan.

Plan Description - The Plan includes two employee groups, the general employees and the Fraternal Order of Police (FOP) employees. The City Council established and may amend the plan’s provisions. Any general employee employed by the City on a permanent, full-time basis, who was hired prior to July 1, 2006, is eligible under the Vantagecare Retirement Savings Plan. The FOP Retiree Health Insurance Plan covers retired FOP personnel who retire with twenty or more years of service as per their FOP contract.

General Employees – Upon retirement or total and permanent disability (as defined by the Social Security Administration), general employees are eligible to receive a fixed monthly benefit, to be applied towards medical expenses, including premiums. The general employees are eligible for OPEB when reaching age 59 ½ and ten years of service or with 80 points. Credited service is the continuous permanent full-time service period from the date of eligible employment with the City to the date of termination of such employment. Upon the death of the retiree, any remaining account balance will be transferred to a surviving spouse, if applicable, or forfeited to the City if no spouse is present.

FOP Employees – Upon retirement FOP retirees are eligible for subsidized medical coverage. The FOP employees are eligible for OPEB upon 20 years of service. Credited service is the continuous permanent full-

time service period from the date of eligible employment with the City to the date of termination of such employment. The coverage can continue until age 65, at which time the benefit becomes a flat fee per month, paid towards the Medigap coverage.

Funding Policy – The City has established a funding methodology for the annual OPEB costs to retire the net OPEB obligation for general employees. Based upon an actuarial analysis the City is advance funding this obligation over a 15-year period. The City Council set the original contribution rates for the general employee group and the FOP contract requires the City to pay the cost of the required health insurance benefit. The City Council may amend the contribution requirements for the general employee group.

General Employees – Upon retirement, general employees are eligible to receive a fixed monthly benefit of \$376 per month, to be applied towards medical expenses, including premiums. This amount may be increased each year, based on Denver-Boulder CPI-U. Due to the uncertain nature of when a benefit increase would be implemented, only one future year had an increased applied.

FOP Employees – The City will pay an amount equal to the lowest single premium for single retirees and half of the lowest employee plus dependent premium for retirees who wish to cover a spouse. The retiree is responsible for the balance of premium, if any. At age 65, the benefit becomes a flat \$75 per month towards Medigap coverage. Based on the assumed partial distribution at retirement, and current premiums, the average contribution from the City for the pre-age 65 coverage, is \$437.64 per retiree only or \$661 if the retiree selects the family option. This amount is assumed to increase annually according to the “Health Care Cost Trend Rate” table. The \$75 for Medigap coverage is not assumed to increase at any point in the near future.

Annual OPEB Cost – The City’s annual OPEB cost for the last three years are as follows:

<u>Year Beginning January, 1</u>	<u>Annual OPEB Cost</u>	<u>Annual OPEB Contribution</u>	<u>Percentage Contributed</u>	<u>Net OPEB Obligation (Asset)</u>
2015	971,494	273,947	28.2%	697,547
2016	738,364	261,573	35.4%	1,174,338
2017	769,492	288,491	37.5%	1,655,339

Annual OPEB Cost and Net OPEB Obligation – The following table includes the City’s annual OPEB cost for the year, the amount actually contributed to the plan, and the changes in the City’s net OPEB obligation:

	<u>December 31, 2017</u>	<u>December 31, 2016</u>
Normal cost	\$ 267,348	\$ 255,835
Interest on normal cost	8,555	8,186
Amortization of unfunded actuarial accrued liability (UAAL)	<u>593,950</u>	<u>557,770</u>
Annual required contribution (ARC)	869,853	821,791
Interest on Net OPEB obligation	157,838	142,581
ARC Adjustment	<u>(258,199)</u>	<u>(226,008)</u>
Annual OPEB cost	769,492	738,364
Expected employer benefit payments	<u>288,491</u>	<u>261,573</u>
Increase in net OPEB obligation	481,001	476,791
Net OPEB obligation, beginning of year	<u>4,932,449</u>	<u>4,455,658</u>
Net OPEB obligation, end of year	<u>\$ 5,413,450</u>	<u>\$ 4,932,449</u>

Funded Status and Funding Progress – The City’s funding status based upon the most recent actuarial valuation follows:

	(1)	(2)	(3)	(4)	(5)	(6)
Measurement Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio (1)/(2)	Unfunded AAL/(UAAL) (2)-(1)	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
1/1/2017	\$ -	\$ 11,346,385	0.00%	\$ 11,346,385	\$ 8,794,809	129.0%

The schedule of funding progress for OPEB included in the required supplementary information presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liability for benefits over time.

Actuarial Methods and Assumptions – Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. More specifically, the actuarial valuation includes estimates of the value of reported amounts and assumptions about the probability of events far into the future.

The City’s actuarial valuation information is as follows:

Current valuation date	January 1, 2016
Actuarial cost method	Entry Age Normal
Amortization method	Level dollar amount, Open group
Amortization period	30 years
Asset valuation method	Fair value of assets
Actuarial assumptions:	
Investment rate of return - General Assets	3.20%
Investment rate of return - Funded Plan	N/A
Underlying Inflation	2.50%
Annual Covered Payroll Change	3.30%
	Total Plan Cost
Healthcare cost Trend Rate - Initial	8.9%
Healthcare cost Trend Rate - 2nd Year Rate	8.4%
Healthcare cost Trend Rate - Ultimate	4.5%
Healthcare cost Trend Rate - Year Ultimate Rate Attained	2024
Healthcare cost Trend Rate - Initial	

The total City contributions in 2015 were \$419,426, in 2016 were \$449,032 and in 2017 were \$467,506, all deposited into the Vantagecare Retirement Savings Plan for the general employees while the FOP Retiree Health Insurance Plan is funded on a pay-as-you-go basis.

3-K. FUND EQUITY

Fund Balances – Fund balances are classified as follows:

Nonspendable – The following fund balances are nonspendable because they are not in spendable form:

General Fund:

Prepaid items	\$	245,601
Inventories		45,777
Long-term receivables		56,952
Total	\$	348,330

Restricted – The following fund balances are legally restricted to specified purposes:

General Fund:

Emergencies	\$	2,739,303
Capital outlay and operations		23,701,022
Total	\$	26,440,325

Major Capital Projects Fund:

Emergencies	\$	520,766
Capital projects		34,043,757
Total	\$	34,564,523

Major Northern Infrastructure GID Fund:

Emergencies	\$	2,399
Capital projects		804,445
Assets held for resale		2,318,230
Total	\$	3,125,074

Major Urban Renewal Authority Fund:

Emergencies	\$	25,758
Assets held for resale		4,640,400
Urban renewal		1,957,650
Total	\$	6,623,808

Nonmajor Governmental Fund:

Assets held for resale	\$	5,324,242
Emergencies		106,271
Other restricted purposes		1,864,697
Total	\$	7,295,210

Committed – The following fund balance is committed to the following purpose:

Major Capital Projects Fund:	
Long-term receivables	\$ 7,436,184
Nonmajor Governmental Fund:	
Water Rights	\$ 804,549
Long-term interfund receivable	3,070,232
Capital Projects	5,090,761
Total	\$ 8,965,542

Assigned – The following fund balances are assigned to the following purposes:

Major Capital Projects Fund:	
Capital projects	\$ 16,209,581
Nonmajor Governmental Fund:	
Assigned	\$ 3,369,309

Net Investment in Capital Assets - The “net investment in capital assets” amount as reported on the government-wide statement of net position as of December 31, 2017 is as follows:

	<u>Governmental Activities</u>	<u>Component Units</u>
Net invested in capital assets:		
Cost of capital assets	\$ 760,641,935	\$ 762,152
Less: accumulated depreciation	306,218,572	61,938
Book value	454,423,363	700,214
Less: capital related debt	(285,026,266)	-
Add: unspent bond proceeds	34,043,757	-
Add: refunding loss	2,044,363	-
Less: deferred bond premiums	(27,315,226)	-
Net investment in capital assets:	<u>\$ 178,169,991</u>	<u>\$ 700,214</u>

3-L. TAX ABATEMENT PROGRAMS

The City enters into sales and use tax abatement agreements with local businesses with the objective to create jobs, expand tax base, and encourage existing business to make capital investment, and spur new office, industrial and retail expansion and development. The City with the approval of City Council may grant sales and use rebates to new or expansion of organization on a case by case basis. For the year ended December 31, 2017, the City abated approximately \$1,243,494 in sales tax and \$1,152,164 in use tax.

NOTE 4 – OTHER NOTES

4-A. RISK MANAGEMENT

The City is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity, which was established pursuant to an intergovernmental agreement authorized by state statutes. The purposes of CIRSA are to provide property and casualty and workers' compensation insurance coverage and risk management services to its municipal members at a reasonable cost. The City obtains property and casualty insurance coverage from CIRSA.

Members can participate actively in policy-making through the Board of Directors, which are nominated and elected by members; involvement on a number of board committees; and participation at annual general membership meetings. Operations are funded by individual membership contributions.

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 by-laws, 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's at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. The by-laws shall constitute the substance of the intergovernmental contract among the members. The amount of settlements has not exceeded insurance coverage for any of the three previous years.

The City obtains worker's compensation insurance coverage from Pinnacol Assurance.

4-B. COMMITMENTS

Commitments - As of December 31, 2017, the City has made the following commitments:

Contractor	Total Contract	Project Expenditures	Remaining Commitments
Atkins North America - Hwy 2	\$ 1,096,830	\$ 751,124	\$ 345,706
Atkins North America - IATS	997,653	625,587	372,066
Atkins North America - RTD	292,000	267,917	24,083
Concrete Express, Inc	2,262,916	1,707,052	555,864
Core Consultants	1,036,280	963,968	72,312
Felsburg Holt & Ullevig	1,922,800	1,468,184	454,616
Flatiron Constructors - Hwy 2	21,275,107	18,313,597	2,961,511
Flatiron Constructors - Tower	33,103,101	27,696,322	5,406,779
Geocal Inc.	350,000	340,427	9,574
Golden Triangle Construction, Inc	826,790	109,702	717,088
HDR, Inc - Hwy 2	2,392,286	2,339,335	52,951
HDR, Inc - Tower	1,251,040	1,186,852	64,188
Pinkard Construction Co	50,584,058	45,342,342	5,241,717
Sink Combs Dethlefs	2,145,595	2,017,999	127,596
T2 Construction	361,604	345,766	15,838
Terracon	60,300	59,270	1,030
Technology Constructors, Inc	183,619	117,597	66,023
Total	\$ 120,141,979	\$ 103,653,038	\$ 16,488,942

Fund Encumbrances

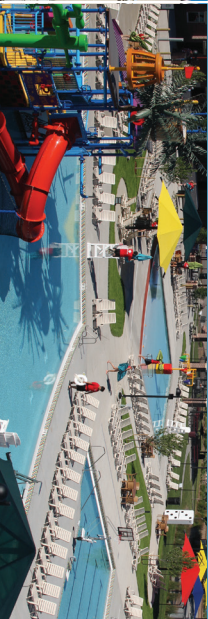
Fund	2018 Project	Total Encumbrances	
Capital Improvement Fund	2K - PROGRAM CONTINGENCY	\$	5,396,090
Capital Improvement Fund	CHANNEL 8 EQUIPMENT		276,126
Capital Improvement Fund	PUBLIC ART CONSTRUCTION		719,649
Capital Improvement Fund	PUBLIC ART O&M		84,791
Capital Improvement Fund	CDBG 2016 PROGRAM		733,000
Capital Improvement Fund	EMERGENCY WARNING SYSTEM		84,143
Capital Improvement Fund	PD PROPERTY & EVIDENCE		19,317
Capital Improvement Fund	PAVEMENT MANAGEMENT		314,263
Capital Improvement Fund	EAST 72ND AVE IMPROVEMENTS		43,319
Capital Improvement Fund	CONCRETE FLATWORK		5,935
Capital Improvement Fund	RESERVE/PROJECTS		530,000
Capital Improvement Fund	CENTRAL PARK BLVD CONN/1270 PEL		750,000
Capital Improvement Fund	TOWER ROAD/PENA ON-RAMP		2,999,129
Capital Improvement Fund	HIGHWAY 2 WIDENING		7,455,968
Capital Improvement Fund	2K - 2ND CREEK INFRASTRUCTURE		1,066,743
Capital Improvement Fund	2K - TOWER ROAD WIDENING		6,572,432
Capital Improvement Fund	SANDCREEK SIDEWALK CONNECTIVITY		115,000
Capital Improvement Fund	120TH AVE & BUCKLEY RD		120,025
Capital Improvement Fund	BELLE CREEK INTERSECTION		600,150
Capital Improvement Fund	POTOMAC STREET BRIDGE		125,000
Capital Improvement Fund	VASQUEZ TRANSPORTATION STUDY		374,413
Capital Improvement Fund	RTD STATION AREA IMP		2,191,848
Capital Improvement Fund	FACILITIES PARKING LOT MAINT.		14,818
Capital Improvement Fund	96TH AVENUE LIGHTING		242,200
Capital Improvement Fund	TRAFFIC SIGNAL-BRIGHTON/104		300,000
Capital Improvement Fund	RTD NORTH METRO LINE ENHANCEMENT		112,500
Capital Improvement Fund	112TH WIDENING-CHAMBERS TO TOWER		92,212
Capital Improvement Fund	88TH AVE WIDENING		150,000
Capital Improvement Fund	INTERCHANGE CONST. 120TH/US85		150,000
Capital Improvement Fund	VEHICLE WASH FACILITY		182,000
Capital Improvement Fund	QUEBEC SIDEWALK		191,875
Capital Improvement Fund	PUBLIC IMPROVEMENT AGREEMENTS		158,218
Capital Improvement Fund	DIA NOISE MITIGATION		1,788,022
Capital Improvement Fund	NORTH RANGE LOOP & CONNECTIONS		2,101,958
Capital Improvement Fund	GOCONE COALITION GO WILD		75,000
Capital Improvement Fund	SANDCREEK/WETLAND		187,886
Capital Improvement Fund	GENERAL PARKS IMPROV		201,598
Capital Improvement Fund	REC CNTR ENHANCEMENT		4,144
Capital Improvement Fund	VETERAN'S MEMORIAL RENOVATION		50,000
Capital Improvement Fund	REC CAPITAL PLANNING		2,037
Capital Improvement Fund	ACSD 14 IMPROVEMENTS		25,112
Capital Improvement Fund	BUFFALO RUN IMPROV		54,455
Capital Improvement Fund	NATURAL RES DAMAGES		403,132
Capital Improvement Fund	2K - NEW REC CENTER		9,067,700
Capital Improvement Fund	2K - EX REC CENTER EXPANSION		16,072,546
Capital Improvement Fund	COMPETITIVE YOUTH FIELDS ASMT		75,000
Capital Improvement Fund	TIIP-PD INVENTORY/MGMT SYSTEM		7,000
Capital Improvement Fund	IT TECH INFRA IMP PROGRAM		155,460
Capital Improvement Fund	TIIP-PD TIME TRACKING SYSTEM		72,000
Capital Improvement Fund	TIIP-HR-NEOGOV		22,805
Capital Improvement Fund	TIIP-CD PROJECT MGMT SOFTWARE		30,071
Capital Improvement Fund	TIIP-PW TOC SYSTEM UPGRADE		1,329
Capital Improvement Fund	TIIP-RIM PROJECT		105,900
Capital Improvement Fund	TIIP-IT ADFS TO MS AZURE CLOUD		25,500
Capital Improvement Fund	TIIP-IT SHARE POINT		35,430
Capital Improvement Fund	TIIP-PRG UPGRADE FORE TO EZLIN		17,422
Capital Improvement Fund	TIIP-PRG ONLINE FILING SOFTWARE		17,310
		\$	62,769,979.94

Prairie Gateway/Victory Crossing – In 2005 and 2006, the City issued sales and use tax bonds totaling \$64 million to finance public improvements known as “Prairie Gateway.” Kroenke Soccer Stadium, LLC (KSS) arranged for construction financing for all the work not funded by the City’s \$64 million sales and use tax bonds and \$10 million in CIPP funds. The KSS investment was approximately \$102 million for the remainder of the public improvements on the Prairie Gateway and the Colorado Rapids Soccer Stadium. Later, when commercial/retail development occurs, the Urban Renewal Authority will issue tax increment bonds to reimburse KSS investment. KSS will have to guarantee repayment of the Urban Renewal Authority bonds. The Prairie Gateway has now been renamed “Victory Crossing.”

4-C. CONTINGENT LIABILITIES

Various claims and lawsuits are pending against the City. After consideration of applicable insurance policy coverage, and the relative merits of each claim or lawsuit, it is the opinion of the City Attorney and City Management that the potential ultimate liability resulting from these actions, if any, will not have a material adverse financial effect on the City.

Colorado voters have passed an amendment to the State Constitution, Article X, Section 20, which has several limitations including revenue limitations, spending abilities, and other specific requirements of state and local governments. The Amendment is complex and subject to judicial interpretation. The City believes it is in compliance with the requirements of the amendment. However, the entity has made certain interpretations of the amendment’s language in order to determine its compliance.



City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Taxes	\$ 61,247,038	\$ 61,247,038	\$ 72,992,693	\$ 11,745,655	\$ 63,588,326
Licenses and permits	1,675,636	1,675,636	2,634,905	959,269	2,226,495
Intergovernmental	106,639	106,639	102,220	(4,419)	108,363
Charges for services	6,025,570	6,025,570	5,801,164	(224,405)	8,732,206
Fines and forfeits	1,289,998	1,289,998	1,191,015	(98,983)	1,309,473
Investments earnings	843,115	843,115	674,506	(168,609)	300,930
Miscellaneous	316,718	316,718	512,880	196,162	361,713
Total Revenues	71,504,714	71,504,714	83,909,383	12,404,670	76,627,508
Other Financing Sources					
COP's Refunding Issuance	-	-	28,335,000	28,335,000	-
Premium	-	-	1,269,756	1,269,756	-
COP's Issuance	-	-	6,500,000	6,500,000	-
Transfers in	-	-	7,061	7,061	51,545
Total Other Financing Sources	-	-	36,111,817	36,111,817	-
Total Revenues and Other Financing Sources	71,504,714	71,504,714	120,021,200	48,516,487	76,679,053
Expenditures					
<i>Current:</i>					
Administration	4,415,638	4,593,778	4,252,207	341,571	4,621,244
Human resources	1,083,309	1,163,247	1,120,327	42,920	970,420
Finance	13,136,462	12,464,722	9,774,034	2,690,688	11,632,275
Community planning/development	3,435,743	3,646,269	3,459,351	186,918	3,227,389
Public safety	15,661,784	16,018,135	16,638,253	(620,117)	15,574,130
Public works	7,974,948	8,135,840	7,819,031	316,809	7,628,745
Parks, Recreation and Golf	11,458,369	11,595,222	11,267,190	328,033	10,800,754
Capital Outlay:					
Water Rights	-	-	6,500,000	(6,500,000)	-
<i>Debt Service:</i>					
Principal retirement	183,361	183,361	1,143,361	(960,000)	163,636
Interest and fiscal charges	29,760	29,760	875,352	(845,592)	33,519
COP's Issuance Cost	-	-	516,952	(516,952)	-
Total Expenditures	57,379,374	57,830,335	63,366,056	(5,535,721)	54,652,112
Other Financing Uses					
Payment to Escrow	-	-	29,129,479	(29,129,479)	-
Transfers out	12,311,710	12,617,271	12,637,507	(20,236)	12,659,330
Other Financing Uses	12,311,710	12,617,271	41,766,986	(29,149,715)	
Total Expenditures and Other Financing Uses	69,691,084	70,447,606	105,133,042	(34,685,436)	67,311,442
Net Change in Fund Balances	\$ 1,813,630	\$ 1,057,107	14,888,158	\$ 13,831,050	9,367,611
Fund Balances Beginning of Year			48,949,051		39,581,440
Fund Balances End of Year			\$ 63,837,209		\$ 48,949,051

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Urban Renewal Authority Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Property taxes	\$ 525,000	\$ 525,000	\$ 300,741	\$ (224,259)	\$ 524,701
Investment earnings	20,000	20,000	27,785	7,785	12,414
Miscellaneous	-	-	530,075	530,075	662,914
Total Revenues	545,000	545,000	858,600	313,600	1,200,029
Other Financing Sources					
Transfers in:					
General fund	83,000	83,000	83,000	-	183,000
Total Revenues and Other Financing Sources	628,000	628,000	941,600	313,600	1,383,029
Expenditures					
Current:					
Community development	93,000	195,248	555,942	(360,694)	658,522
Other Financing Uses:					
Transfers out:					
Debt service fund	525,000	525,000	525,000	-	275,000
Total Expenditures and Other Financing Uses	618,000	720,248	1,080,942	(360,694)	933,522
Net Change in Fund Balances	\$ 10,000	\$ (92,248)	(139,342)	\$ (47,094)	449,508
Fund Balances Beginning of Year			6,763,150		6,313,642
Fund Balances End of Year			\$ 6,623,808		\$ 6,763,150

See accompanying independent auditor's report

*City of Commerce City, Colorado
Required Supplementary Information
Retirement Health Savings Plan
Schedule of Funding Progress
December 31, 2017*

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL/(UAAL) (2)-(1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4)/(5)
1/1/2016	-	10,996,211	0.0%	10,996,211	8,794,809	125%
1/1/2017	-	11,346,385	0.0%	11,346,385	8,794,809	129%

See notes to the basic financial statements for actuarial assumptions used in the above calculations.

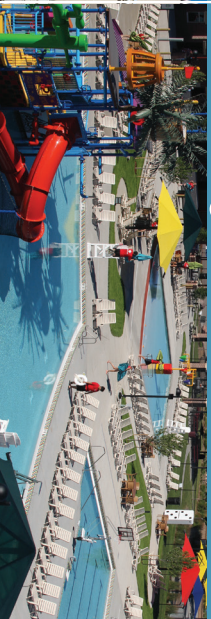
NOTE 1 – BUDGETARY INFORMATION

The budgets for the general fund and the urban renewal authority fund are adopted on a basis that is consistent with accounting principles generally accepted in the United States as applied to governments. The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget is the individual fund level.

The City Manager is authorized to transfer budgeted amounts between departments within the same fund. Any revisions, which alter total expenditures of any fund, must be approved by the City Council. During the year, the City Council approved supplemental appropriations. All annual appropriations lapse at calendar year end.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General and Urban Renewal Authority Fund. Encumbered appropriations at year-end lapse and generally are re-appropriated in the following year.

NONMAJOR
GOVERNMENTAL FUNDS



City of Commerce City, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds - By Fund Type
December 31, 2017

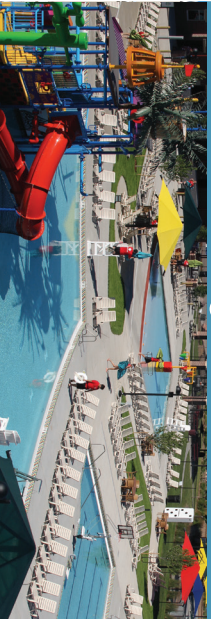
	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in pooled cash and investments	\$ 1,861,810	\$ 2,626,321	\$ 6,782,793	\$ 11,270,924
Receivables:				
Accounts	35,362	-	125	35,487
Property taxes	-	-	6,452	6,452
Notes receivable	-	-	3,070,232	3,070,232
Special assessments	27,289	-	-	27,289
Assets held for resale	-	-	5,324,242	5,324,242
Total Assets	<u>1,924,462</u>	<u>2,626,321</u>	<u>15,183,844</u>	<u>19,734,626</u>
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Vouchers and contracts payable	23,229	300	55,647	79,175
Interfund payable	-	-	53,133	53,133
Total Liabilities	<u>23,229</u>	<u>300</u>	<u>108,780</u>	<u>132,309</u>
Deferred Inflows of Resources	<u>19,518</u>	<u>-</u>	<u>5,871</u>	<u>25,389</u>
Total Liabilities and Deferred Inflows of Resources	<u>42,746</u>	<u>300</u>	<u>114,651</u>	<u>157,697</u>
Fund Balances				
Restricted	1,881,715	-	8,483,728	10,365,442
Committed	-	-	5,895,310	5,895,309
Assigned	-	2,626,021	743,289	3,369,310
Unassigned	-	-	(53,133)	(53,133)
Total Fund Balances	<u>1,881,715</u>	<u>2,626,021</u>	<u>15,069,192</u>	<u>19,576,928</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 1,924,461</u>	<u>\$ 2,626,321</u>	<u>\$ 15,183,844</u>	<u>\$ 19,734,625</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds - By Fund Type
For the Year Ended December 31, 2017

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property taxes	\$ -	\$ -	\$ 18,030	\$ 18,030
Intergovernmental	1,252,256	-	-	1,252,256
Investment earnings	20,364	23,282	159,490	203,136
Interest and penalties	4,991	-	-	4,991
Charges for services	25,000	-	2,647,591	2,672,592
Sale of water rights	-	-	150,000	150,000
Contributions	26,649	-	-	26,649
Miscellaneous	-	431,481	-	431,481
Total Revenues	1,329,260	454,763	2,975,111	4,759,135
Expenditures				
Current:				
General government	155,182	900	106,450	262,532
Public safety	96,877	-	-	96,877
Public works	21,897	-	-	21,897
Parks, Recreation and Golf	667,977	-	-	667,977
Capital Outlay				
Debt Service:				
Principal retirement	-	3,165,000	-	3,165,000
Interest and fiscal charges	-	7,483,811	-	7,483,811
Total Expenditures	941,933	10,649,711	106,450	11,698,094
Excess (Deficiency) of Revenues Over (Under) Expenditures	387,327	(10,194,948)	2,868,661	(6,938,960)
Other Financing Sources (Uses)				
Transfers in	-	10,321,587	-	10,321,587
Transfers out	(252,000)	-	-	(252,000)
Total Other Financing Sources (Uses)	(252,000)	10,321,587	-	10,069,587
Net Change in Fund Balances	135,327	126,640	2,868,661	3,130,628
Fund Balances Beginning of Year	1,746,388	2,499,381	12,200,532	16,446,301
Fund Balances End of Year	\$ 1,881,715	\$ 2,626,021	\$ 15,069,192	\$ 19,576,928

See accompanying independent auditor's report



City of Commerce City, Colorado
Comparative Balance Sheet
General Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	64,434,797	\$ 48,552,470
Receivables:		
Accounts	1,972,311	854,014
Property taxes	2,886,016	2,469,619
Sales and use taxes	6,220,587	5,405,375
Notes	56,952	65,296
Interfund	53,133	484,689
Inventory	45,777	46,225
Prepaid items	245,601	4,452
Total Assets	<u><u>\$ 75,915,174</u></u>	<u><u>\$ 57,882,139</u></u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Vouchers and contracts payable	\$ 3,036,228	\$ 3,168,559
Accrued expenditures	70,684	60,234
Deposits payable	3,625,305	2,892,977
Unearned revenue	2,459,732	341,699
Total Liabilities	9,191,949	6,463,469
Deferred Inflows of Resources	2,886,016	2,469,619
Total Liabilities and Deferred Inflows of Resources	<u>12,077,965</u>	<u>8,933,088</u>
Fund Balances		
Nonspendable:		
Inventory	45,777	46,225
Prepaid items	245,601	4,452
Long-term notes	56,952	65,296
Restricted:		
Emergencies	2,739,303	2,295,847
Capital outlay and operations	23,701,022	18,882,326
Committed - court surcharge	-	4,931
Unassigned	37,048,554	10,861,695
Total Fund Balances	<u>63,837,209</u>	<u>48,949,051</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u><u>\$ 75,915,174</u></u>	<u><u>\$ 57,882,139</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended December 31, 2017
(With Comparative Totals for the Year Ended December 31, 2016)

	2017			2016	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues	\$ 71,504,714	\$ 71,504,714	\$ 83,909,383	\$ 12,404,670	\$ 76,627,508
Other Financing Sources:					
COP's Refunding Issuance	-	-	28,335,000	28,335,000	-
Premium	-	-	1,269,756	1,269,756	-
Transfers in:					
Information Technology Fund	-	-	-	-	11,545
Capital Expenditures Fund	-	-	-	-	40,000
Finance Authority Fund	-	-	7,061	7,061	-
COP's Issuance	-	-	6,500,000	6,500,000	-
Total Revenues and Other Financing Sources	<u>71,504,714</u>	<u>71,504,714</u>	<u>120,021,200</u>	<u>48,516,487</u>	<u>76,679,053</u>
Expenditures	<u>57,379,374</u>	<u>57,830,335</u>	<u>63,366,056</u>	<u>(5,535,721)</u>	<u>54,652,112</u>
Other Financing Uses:					
Transfers out:					
Capital Expenditures Fund	2,387,963	2,693,524	2,693,524	-	4,810,551
Debt Service Fund	9,796,587	9,796,587	9,796,587	-	7,492,126
Urban Renewal Authority	83,000	83,000	83,000	-	183,000
Elected Officials Retirement Fund	44,160	44,160	44,160	-	44,160
Fleet Management Fund	-	-	612	(612)	101,934
Information Technology Fund	-	-	12,816	(12,816)	19,625
Facilities Management Fund	-	-	6,808	(6,808)	7,934
Payment to Escrow	-	-	29,129,479	(29,129,479)	-
Total Other Financing Uses	<u>12,311,710</u>	<u>12,617,271</u>	<u>41,766,986</u>	<u>(29,149,715)</u>	<u>12,659,330</u>
Total Expenditures and Other Financing Uses	<u>69,691,084</u>	<u>70,447,606.23</u>	<u>105,133,042</u>	<u>(34,685,436)</u>	<u>67,311,442</u>
Net Change in Fund Balances	<u>\$ 1,813,630</u>	<u>\$ 1,057,107</u>	<u>14,888,158</u>	<u>\$ 13,831,050</u>	<u>9,367,611</u>
Fund Balances Beginning of Year			<u>48,949,051</u>		<u>39,581,440</u>
Fund Balances End of Year			<u>\$ 63,837,209</u>		<u>\$ 48,949,051</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues - Budget and Actual
General Fund
For the Year Ended December 31, 2017
(With Comparative Totals for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Taxes:					
General property taxes	\$ 2,411,830	\$ 2,411,830	2,479,952	\$ 68,122	\$ 2,591,268
Specific ownership taxes	218,837	218,837	241,491	22,654	214,994
Sales and use taxes	53,043,642	53,043,642	64,317,067	11,273,425	55,378,333
Highway users tax	1,777,999	1,777,999	1,757,867	(20,132)	1,673,837
Road and bridge tax	492,963	492,963	513,191	20,228	509,964
Motor vehicle registration	210,068	210,068	212,669	2,601	205,256
Vehicle transfer taxes	7,018	7,018	6,766	(252)	7,013
Franchise fees	3,084,681	3,084,681	3,044,321	(40,360)	2,914,395
Retail Excess	-	-	419,370	419,370	93,267
Total Taxes	61,247,038	61,247,038	72,992,693	11,745,655	63,588,326
Licenses and Permits:					
Liquor licenses	47,000	47,000	55,670	8,670	52,258
Occupation licenses	14,252	14,252	13,895	(357)	15,085
Contractors' licenses	78,712	78,712	115,869	37,157	70,435
Building permits	1,042,661	1,042,661	1,807,587	764,926	1,452,504
Other	493,011	493,011	641,884	148,873	636,213
Total Licenses and Permits	1,675,636	1,675,636	2,634,905	959,269	2,226,495
Intergovernmental:					
State shared cigarette tax	106,639	106,639	102,220	(4,419)	108,363
Charges for Services:					
Recreation/Golf fees	3,969,653	3,969,653	4,466,516	496,863	3,904,615
Plan check fees	241,260	241,260	535,609	294,349	502,762
Court and docket fees	333,811	333,811	225,633	(108,178)	336,494
Zoning	85,135	85,135	92,764	7,629	77,544
Other	1,395,711	1,395,711	480,642	(915,069)	3,910,790
Total Charges for Services	6,025,570	6,025,570	5,801,164	(224,406)	8,732,206
Fines and Forfeitures:					
Municipal court	762,120	762,120	508,224	(253,896)	711,192
Photo red light enforcement	500,000	500,000	649,800	149,800	571,370
D.U.I. fines	20,000	20,000	28,614	8,614	19,876
Other	7,878	7,878	4,377	(3,501)	7,034
Total Fines and Forfeits	1,289,998	1,289,998	1,191,015	(98,983)	1,309,473
Miscellaneous:					
Investment earnings	843,115	843,115	674,506	(168,609)	300,930
Miscellaneous	316,718	316,718	512,880	196,162	361,713
Total Miscellaneous	1,159,833	1,159,833	1,187,386	27,553	662,643
Total Revenues	\$ 71,504,714	\$ 71,504,714	\$ 83,909,383	\$ 12,404,669	\$ 76,627,508

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Expenditures - Budget and Actual
General Fund
For the Year Ended December 31, 2017
(With Comparative Totals for the Year Ended December 31, 2016)

	2017			2016	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Expenditures					
General Government:					
Legislative	\$ 592,256	\$ 592,256	\$ 582,948	\$ 9,308	\$ 519,122
Legal	834,353	848,845	746,525	102,320	630,688
City clerk	311,266	355,318	343,267	12,052	298,620
City manager	1,005,862	1,055,332	1,112,693	(57,361)	1,689,689
Economic development	523,936	584,926	473,539	111,387	491,047
Communications	1,147,965	1,157,101	993,235	163,866	992,078
Total General Government	4,415,638	4,593,778	4,252,207	341,571	4,621,244
Human Resources:					
Administration	919,056	983,994	940,725	43,269	814,003
Risk management	122,253	137,253	131,018	6,235	104,548
Employee assisted housing	-	-	6,938	(6,938)	5,155
Employee activity committee	-	-	-	-	2,932
Organizational development	42,000	42,000	41,646	354	43,782
Total Human Resources:	1,083,309	1,163,247	1,120,327	42,920	970,420
Finance:					
Financial planning and budgeting	491,028	431,106	408,521	22,585	391,860
Financial services	2,040,109	2,020,558	2,173,013	(152,455)	2,065,962
Tax	1,093,490	1,111,751	793,417	318,333	723,024
Judicial	497,705	500,397	500,233	164	590,375
Internal service	9,014,130	8,400,911	5,898,850	2,502,061	7,861,053
Total Finance	13,136,462	12,464,722	9,774,034	2,690,688	11,632,275
Community Planning/Development:					
Administration	560,396	584,737	537,436	47,301	576,095
Community planning	722,335	816,515	729,097	87,418	590,078
Building safety	1,111,377	1,122,640	1,288,778	(166,139)	1,193,283
Neighborhood Services	735,274	742,866	668,035	74,831	666,084
Housing	306,361	306,561	236,004	70,557	201,850
CDBG	-	72,951	-	72,951	-
Total Community Planning/Development	3,435,743	3,646,269	3,459,351	186,918	3,227,389
Public Safety:					
Administration	1,276,609	1,281,852	1,284,208	(2,356)	1,576,266
Support operations	5,216,507	5,344,804	5,274,163	70,641	5,050,741
Patrol operations	8,606,812	8,755,690	9,412,955	(657,264)	8,415,319
Community justice	343,653	343,653	320,718	22,935	326,923
Emergency management	218,203	292,136	346,209	(54,073)	204,882
Total Public Safety	15,661,784	16,018,135	16,638,253	(620,117)	15,574,130
Carried Forward	37,732,936	37,886,152	35,244,171	2,641,981	36,025,458

See accompanying independent auditor's report

(continued)

City of Commerce City, Colorado
Schedule of Expenditures - Budget and Actual
General Fund
For the Year Ended December 31, 2017
(With Comparative Totals for the Year Ended December 31, 2016)

(Continued)

	2017			2016	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Brought Forward	\$ 37,732,936	\$ 37,886,152	\$ 35,244,171	\$ 2,641,981	\$ 36,025,458
Expenditures					
Public Works					
Administration	496,670	508,964	484,092	24,872	466,688
Street and traffic maintenance	3,200,493	3,318,884	2,950,554	368,330	2,882,729
Refuse collection	1,752,174	1,752,174	1,856,097	(103,923)	1,635,208
Engineering	2,525,611	2,555,818	2,528,288	27,530	2,644,121
Total Public Works	7,974,948	8,135,840	7,819,031	316,809	7,628,745
Parks, Recreation and Golf					
Administration	1,438,468	1,458,752	1,376,311	82,441	1,394,964
Parks maintenance	3,629,369	3,646,504	3,326,664	319,840	3,307,425
Recreation/Golf programs	6,244,799	6,344,233	6,432,593	(88,360)	5,989,762
Community events	145,733	145,733	131,621	14,112	108,603
Total Parks, Recreation and Golf	11,458,369	11,595,222	11,267,190	328,033	10,800,754
Capital Outlay:					
Water Rights	-	-	6,500,000	(6,500,000)	-
Debt Service:					
Principal retirement	183,361	183,361	1,143,361	(960,000)	163,636
Interest and fiscal charges	29,760	29,760	875,352	(845,592)	33,519
COP's Issuance Cost	-	-	516,952	(516,952)	-
Total Debt Service	213,121	213,121	2,535,665	(2,322,544)	197,155
Total Expenditures	\$ 57,379,374	\$ 57,830,335	\$ 63,366,056	\$ 964,279	\$ 54,652,112

See accompanying independent auditor's report

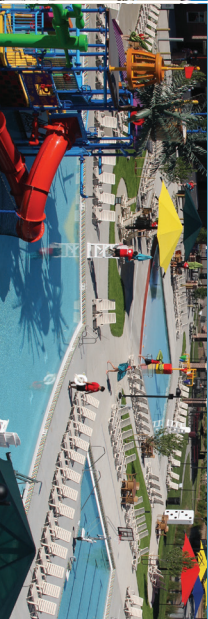


City of Commerce City, Colorado
Comparative Balance Sheet
Urban Renewal Authority Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 2,148,585	\$ 2,371,457
Receivables:		
Property taxes	420,969	539,382
Assets held for resale	<u>4,640,400</u>	<u>4,640,400</u>
Total Assets	<u><u>\$ 7,209,954</u></u>	<u><u>\$ 7,551,239</u></u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Vouchers and contracts payable	<u>\$ 165,177</u>	<u>\$ 248,707</u>
Deferred Inflows of Resources	<u>420,969</u>	<u>539,382</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>586,146</u></u>	<u><u>788,089</u></u>
Fund Balances		
Restricted for assets held for resale	4,640,400	4,640,400
Restricted for emergencies	25,758	36,001
Restricted for urban renewal	<u>1,957,650</u>	<u>2,086,749</u>
Total Fund Balances	<u><u>6,623,808</u></u>	<u><u>6,763,150</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>\$ 7,209,954</u></u>	<u><u>\$ 7,551,239</u></u>

See accompanying independent auditor's report

NONMAJOR SPECIAL
REVENUE FUNDS



*City of Commerce City, Colorado
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2017*

	Special Improvements	Police Department	Conservation Trust	Chemical Roundup	CC/BSD Use Tax	Grants	Total Nonmajor Special Revenue Funds
Assets							
Equity in pooled cash and investments	\$ 51,964	\$ 71,246	\$ 463,117	\$ 285,988	\$ 977,128	\$ 12,368	\$ 1,861,810
Receivables:							
Accounts	-	25	-	25,000	-	10,337	35,362
Special assessments	27,289	-	-	-	-	-	27,289
Total Assets	\$ 79,253	\$ 71,271	\$ 463,117	\$ 310,988	\$ 977,128	\$ 22,705	\$ 1,924,462
Liabilities, Deferred Inflows of Resources and Fund Balances							
Liabilities							
Vouchers and contracts payable	\$ -	\$ 524	\$ -	\$ -	\$ -	\$ 22,705	\$ 23,229
Total Liabilities	-	524	-	-	-	22,705	23,229
Deferred Inflows of Resources	19,518	-	-	-	-	-	19,518
Total Liabilities and Deferred Inflows of Resources	19,518	524	-	-	-	22,705	42,746
Fund Balances							
Restricted	59,735	70,747	463,117	310,988	977,128	-	1,881,715
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 79,253	\$ 71,271	\$ 463,117	\$ 310,988	\$ 977,128	\$ 22,705	\$ 1,924,461

See accompanying independent auditor's report

City of Commerce City, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2017

	Special Improvements	Police Department	Conservation Trust	Chemical Roundup	CC/BSD Use Tax	Grants	Total Nonmajor Special Revenue Funds
Revenues							
Intergovernmental	\$ -	\$ -	\$ 494,394	\$ -	\$ -	\$ 757,862	\$ 1,252,256
Investment earnings	453	-	5,579	3,181	11,151	-	20,364
Interest and penalties	4,991	-	-	-	-	-	4,991
Charges for services	-	-	-	25,000	-	-	25,000
Contributions	-	26,649	-	-	-	-	26,649
Total Revenues	5,444	26,649	499,973	28,181	11,151	757,862	1,329,260
Expenditures							
Current:							
General government	13	-	-	-	155,169	-	155,182
Public safety	-	6,993	-	-	-	89,884	96,877
Public works	-	-	-	21,897	-	-	21,897
Parks and recreation	-	-	-	-	-	667,977	667,977
Total Expenditures	13	6,993	-	21,897	155,169	757,862	941,933
Excess of Revenues Over Expenditures	5,431	19,656	499,973	6,284	(144,018)	-	387,326
Other Financing (Uses)							
Transfers out	-	-	(252,000)	-	-	-	(252,000)
Net Change in Fund Balances	5,431	19,656	247,973	6,284	(144,018)	-	135,326
Fund Balances Beginning of Year	54,304	51,091	215,144	304,704	1,121,146	-	1,746,388
Fund Balances End of Year	\$ 59,735	\$ 70,747	\$ 463,117	\$ 310,988	\$ 977,128	\$ -	\$ 1,881,714

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Special Improvements Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 51,964	\$ 44,753
Special assessments receivable	<u>27,289</u>	<u>32,468</u>
Total Assets	<u><u>\$ 79,253</u></u>	<u><u>\$ 77,221</u></u>
Deferred Inflows of Resources and Fund Balances		
Deferred Inflows of Resources		
Unavailable revenue	<u>\$ 19,518</u>	<u>\$ 22,918</u>
Fund Balances		
Restricted for:		
Capital projects	59,572	54,114
Emergencies	<u>163</u>	<u>190</u>
Total Fund Balances	<u><u>59,735</u></u>	<u><u>54,304</u></u>
Total Deferred Inflows of Resources and Fund Balances	<u><u>\$ 79,253</u></u>	<u><u>\$ 77,221</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Statement of Revenues, Expenditures
and Changes in Fund Balances
Special Improvements Fund
For the Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Revenues		
Special assessments	\$ -	\$ 4,452
Investment earnings	453	186
Interest and penalties	<u>4,991</u>	<u>1,704</u>
Total Revenues	<u>5,444</u>	<u>6,343</u>
Expenditures		
Current:		
General government	<u>13</u>	<u>33</u>
Excesss of Revenues Over Expenditures	5,431	6,310
Fund Balances Beginning of Year	<u>54,304</u>	<u>47,994</u>
Fund Balances End of Year	<u>\$ 59,735</u>	<u>\$ 54,304</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Combining Balance Sheet
Police Department Fund
December 31, 2017
(With Comparative Totals at December 31, 2016)

	2017				2016
	Police Forfeiture - State	Police Forfeiture - Federal	Police Donation	Total	Total
Assets					
Equity in pooled cash and investments	\$ 8,643	\$ 9,949	\$ 52,679	\$ 71,271	\$ 51,091
Liabilities and Fund Balances:					
Liabilities					
Vouchers and contracts payable	\$ -	\$ -	\$ 524	\$ 524	\$ -
Fund Balances					
Restricted for:					
Emergencies	-	-	375	375	628
Public safety	8,643	9,949	51,780	70,372	50,463
Total Fund Balances	8,643	9,949	52,155	70,747	51,091
Total Liabilities and Fund Balances	\$ 8,643	\$ 9,949	\$ 52,679	\$ 71,271	\$ 51,091

See accompanying independent auditor's report

City of Commerce City, Colorado
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Police Department Fund
For the Year Ended December 31, 2017
(With Comparative Totals for the Year Ended December 31, 2016)

	2017				2016
	Police Forfeiture - State	Police Forfeiture - Federal	Police Donation	Total	Total
Revenues					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	5,080	9,062	12,507	26,649	20,932
Total Revenues	5,080	9,062	12,507	26,649	20,932
Expenditures					
Current:					
Public safety	-	-	6,993	6,993	21,993
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,080	9,062	5,514	19,656	(1,060)
Fund Balances Beginning of Year	3,563	887	46,641	51,091	52,151
Fund Balances End of Year	\$ 8,643	\$ 9,949	\$ 52,155	\$ 70,747	\$ 51,091

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Police Donation Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017			2016
	Original Budget	Final Budget	Actual	Variance With Final Budget Actual
Revenues				
Donations	\$ 10,000	\$ 10,000	\$ 12,507	\$ 2,507
Expenditures				
Current:				
Public safety	10,000	55,622	6,993	48,629
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (45,622)</u>	<u>5,514</u>	<u>\$ 51,136</u>
Fund Balances Beginning of Year			<u>46,641</u>	<u>47,701</u>
Fund Balances End of Year			<u>\$ 52,155</u>	<u>\$ 46,641</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Conservation Trust Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	<u>\$ 463,117</u>	<u>\$ 215,144</u>
Fund Balances		
Restricted for parks and recreation purposes	<u>\$ 463,117</u>	<u>\$ 215,144</u>
See accompanying independent auditor's report		

City of Commerce City, Colorado
Schedule of Revenues and Changes in Fund Balances - Budget and Actual
Conservation Trust Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues:					
Intergovernmental - lottery	\$ 425,000	\$ 425,000	\$ 494,394	\$ 69,394	\$ 538,705
Investment earnings	10,000	10,000	5,579	(4,421)	12,642
Total Revenues	435,000	435,000	499,973	64,973	551,347
Other Financing Uses:					
Transfers out:					
Capital Projects Fund	435,000	435,000	252,000	183,000	515,000
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>247,973</u>	<u>\$ 247,973</u>	36,347
Fund Balances Beginning of Year			<u>215,144</u>		<u>178,797</u>
Fund Balances End of Year			<u><u>\$ 463,117</u></u>		<u><u>\$ 215,144</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Chemical Roundup Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 285,988	\$ 279,704
Accounts receivable	<u>25,000</u>	<u>25,000</u>
Total Assets	<u><u>\$ 310,988</u></u>	<u><u>\$ 304,704</u></u>
Fund Balances		
Fund Balances		
Restricted for emergencies	845	809
Restricted for public works	<u>310,142</u>	<u>303,895</u>
Total Fund Balances	<u><u>\$ 310,988</u></u>	<u><u>\$ 304,704</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Chemical Roundup Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues:					
Charges for services	\$ 25,000	\$ 25,000	\$ 25,000	\$ -	\$ 25,000
Investment earnings	-	-	3,181	3,181	1,969
Total Revenues	25,000	25,000	28,181	3,181	26,969
Expenditures:					
Current:					
Public works	25,000	25,000	21,897	3,103	21,652
Excess of Revenues Over Expenditures	\$ -	\$ -	6,284	\$ 6,284	5,317
Fund Balances Beginning of Year			304,704		299,387
Fund Balances End of Year			\$ 310,988		\$ 304,704

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
CC/BSD Use Tax Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	<u>\$ 977,128</u>	<u>\$ 1,121,146</u>
Fund Balances		
Restricted for Emergencies	\$ 335	\$ 200
Restricted for Capital outlay	<u>976,794</u>	<u>1,120,946</u>
Total Fund Balances	<u>\$ 977,128</u>	<u>\$ 1,121,146</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Statement of Revenues and
Changes in Fund Balances
CC/BSD Use Tax Fund
For the Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Revenues		
Investment earnings	<u>\$ 11,151</u>	<u>\$ 6,674</u>
Expenditures		
General government	<u>155,169</u>	<u>-</u>
Net Change in Fund Balances	(144,018)	-
Fund Balances Beginning of Year	<u>1,121,146</u>	<u>1,114,472</u>
Fund Balances End of Year	<u><u>\$ 977,128</u></u>	<u><u>\$ 1,121,146</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Grants Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 12,367	\$ -
Accounts receivable	<u>10,337</u>	<u>78,742</u>
Total Assets	<u><u>\$ 22,705</u></u>	<u><u>\$ 78,742</u></u>
Liabilities and Fund Balances		
Liabilities		
Vouchers and contracts payable	\$ 22,705	\$ 45,303
Interfund payable	<u>-</u>	<u>33,438</u>
Total Liabilities	<u><u>\$ 22,705</u></u>	<u><u>\$ 78,742</u></u>

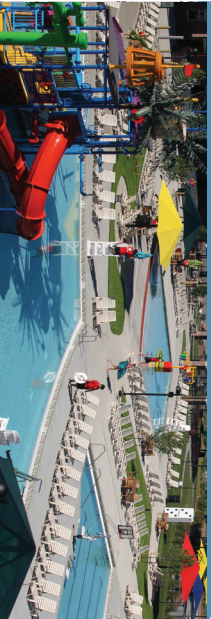
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City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Grants Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017			2016
	Original Budget	Final Budget	Actual	Variance With Final Budget Actual
Revenues				
Intergovernmental	\$ -	\$ 2,708,705	\$ 757,862	\$ (1,950,844)
Expenditures				
Current:				
Public safety	-	807,527	89,884	717,642
Parks, Recreation and Golf	-	1,901,179	667,977	1,233,201
Total Expenditures	-	2,708,705	757,862	1,950,844
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances Beginning of Year			<u>-</u>	<u>-</u>
Fund Balances End of Year			<u>\$ -</u>	<u>\$ -</u>

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NONMAJOR DEBT
SERVICE FUND



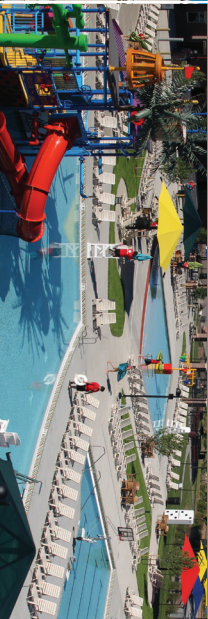
City of Commerce City, Colorado
Comparative Balance Sheet
Debt Service Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 2,626,321	\$ 2,499,381
Total Assets	<u>2,626,321</u>	<u>2,499,381</u>
Liabilities and Fund Balances		
Liabilities		
Vouchers and contracts payable	\$ 300	\$ -
Total Liabilities	<u>300</u>	<u>-</u>
Fund Balances		
Assigned for debt service	<u>2,626,021</u>	<u>-</u>
Total Fund Balances	<u>2,626,021</u>	<u>2,499,381</u>
Total Liabilities and Fund Balances	<u><u>\$ 2,626,321</u></u>	<u><u>\$ 2,499,381</u></u>

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Debt Service Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues:					
Investment earnings	\$ -	\$ -	\$ 23,282	\$ 23,282	\$ 16,761
Miscellaneous	327,224	327,224	431,481	104,257	382,819
Total Revenues	<u>327,224</u>	<u>327,224</u>	<u>454,763</u>	<u>127,539</u>	<u>399,580</u>
Other Financing Sources (Uses):					
Transfers in:					
Urban Renewal Authority Fund	525,000	525,000	525,000	-	275,000
General Fund	9,796,587	9,796,587	9,796,587	-	7,492,126
Total Other Financing Source	<u>10,321,587</u>	<u>10,321,587</u>	<u>10,321,587</u>	<u>-</u>	<u>7,767,126</u>
Total Revenues and Other Financing Sources	<u>10,648,811</u>	<u>10,648,811</u>	<u>10,776,350</u>	<u>127,539</u>	<u>8,166,706</u>
Expenditures:					
Current:					
General government	-	-	900	(900)	1,100
Debt Service:					
Principal	3,165,000	3,165,000	3,165,000	-	3,080,000
Interest	7,483,811	7,483,811	7,483,811	-	5,265,050
Total Expenditures	<u>10,648,811</u>	<u>10,648,811</u>	<u>10,649,711</u>	<u>(900)</u>	<u>8,346,150</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>126,639</u>	<u>\$ 126,639</u>	<u>(179,444)</u>
Fund Balances Beginning of Year			<u>2,499,381</u>		<u>2,678,825</u>
Fund Balances End of Year			<u>\$ 2,626,021</u>		<u>\$ 2,499,381</u>

See accompanying independent auditor's report



City of Commerce City, Colorado
Comparative Balance Sheet
Capital Expenditures Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 60,661,886	\$139,925,593
Receivables		
Accounts	2,389,865	1,611,953
Notes	7,264,542	6,848,942
Prepaid expenses	171,642	-
Total Assets	<u><u>\$ 70,487,936</u></u>	<u><u>\$ 148,386,488</u></u>
Liabilities and Fund Balances		
Liabilities		
Vouchers and contracts payable	\$ 10,991,458	\$ 5,230,305
Deposits payable	13,685	13,685
Unearned revenue	1,788,022	15,556,673
Total Liabilities	<u><u>12,793,166</u></u>	<u><u>20,800,663</u></u>
Fund Balances		
Restricted for:		
Emergencies	520,766	2,127,611
Capital projects	34,043,757	100,835,682
Committed	7,436,184	6,848,942
Assigned for capital projects	15,694,063	17,773,590
Total Fund Balances	<u><u>57,694,770</u></u>	<u><u>127,585,824</u></u>
Total Liabilities and Fund Balances	<u><u>\$ 70,487,936</u></u>	<u><u>\$ 148,386,488</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Capital Expenditures Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues:					
Other taxes	400,000	400,000	467,958	\$ 67,958	\$ 427,439
Charges for services	33,000	33,000	37,020	4,020	35,063
Intergovernmental	1,000,000	8,107,596	18,754,079	10,646,483	3,258,170
Miscellaneous	400,000	18,656,724		(18,656,724)	3,451,579
Investment earnings	-	-	727,429	727,429	226,467
Total Revenues	1,833,000	27,197,320	19,986,486	(7,210,834)	7,398,718
Other Financing Sources:					
Issuance of revenue bonds	-	-	-	-	54,460,000
Bond premium	-	-	-	-	12,174,430
Transfers in:					
General Fund	2,387,963	2,693,524	2,693,524	-	4,810,551
Impact Fees Fund	-	-	-	-	5,944,300
Information Technology Fund	112,731	329,241	329,241	-	276,345
Conservation Trust Fund	252,000	252,000	252,000	252,000	515,000
Fleet Fund	-	-	-	-	2,600,000
Facilities Fund	182,000	182,000	182,000	-	-
Solid Waste Management Fund	700,000	700,000	700,000	-	1,078,846
Total Other Financing Sources	3,634,694	4,156,765	4,156,765	252,000	81,859,472
Total Revenues and Other Financing Sources	5,467,694	31,354,085	24,143,251	(6,958,834)	89,258,190
Expenditures:					
<i>Capital Outlay</i>	5,924,231	155,877,751	94,034,306	61,843,445	33,106,235
<i>Debt Service:</i>					
Bond issuance costs	-	-	-	-	634,430
Total Expenditures	5,924,231	155,877,751	94,034,306	61,843,445	33,740,665
Other Financing Uses:					
Transfers out:					
Impact Fees Fund	-	-	-	-	2,750,000
General Fund	-	-	-	-	40,000
GID Fund	-	-	-	-	40,000
Total Expenditures and Other Financing Uses	5,924,231	155,877,751	94,034,306	61,843,445	36,570,665
Net Change in Fund Balances	\$ (456,537)	\$ (124,523,666)	(69,891,055)	\$ 68,802,278	52,687,524
Fund Balances Beginning of Year			127,585,824		74,898,300
Fund Balances End of Year			\$ 57,694,770		\$ 127,585,824

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Northern Infrastructure GID Fund
December 31, 2017 and 2016

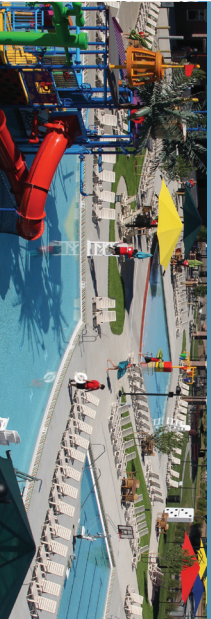
	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 752,369	\$ -
Receivables:		
Accounts	55,425	57,500
Property taxes	7,297,024	5,804,141
Assets held for resale	<u>2,318,230</u>	<u>2,318,230</u>
Total Assets	<u><u>\$ 10,423,048</u></u>	<u><u>\$ 8,179,870</u></u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Vouchers and contracts payable	\$ 950	\$ 153,591
Interfund payable	<u>-</u>	<u>375,254</u>
Total Liabilities	<u>950</u>	<u>528,845</u>
Deferred Inflows of Resources	<u>7,297,024</u>	<u>5,804,141</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>7,297,974</u></u>	<u><u>6,332,986</u></u>
Fund Balances		
Restricted for:		
Assets held for resale	2,318,230	2,318,230
Emergencies	2,399	6,758
Capital projects	804,445	-
Unassigned	<u>-</u>	<u>(478,103)</u>
Total Fund Balances	<u><u>3,125,074</u></u>	<u><u>1,846,885</u></u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u><u>\$ 10,423,048</u></u>	<u><u>\$ 8,179,870</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Northern Infrastructure GID Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues:					
Property taxes	\$ 5,802,470	\$ 5,802,470	\$ 5,802,649	\$ 179	\$ 5,688,423
Specific ownership tax	580,247	580,247	558,919	(21,328)	464,635
Sale of water rights	-	-	76,922	76,922	125,000
Investment earnings	50,000	50,000	17,224	(32,776)	22,343
Miscellaneous	25,000	25,000	113,132	88,132	125,547
Total Revenues	6,457,717	6,457,717	6,568,846	111,129	6,425,948
Other Financing Sources					
Transfers in:					
Capital Expenditures Fund	-	-	-	-	40,000
Total Revenues and Other Financing Sources	6,457,717	6,457,717	6,568,846	111,129	6,465,948
Expenditures:					
Current:					
General government	149,350	149,350	92,213	(57,137)	101,638
Cost of water rights distributed	-	-	-	-	97,329
Capital Outlay	-	68,565	4,247	64,318	1,645,125
Debt Service:					
Principal	1,690,000	1,690,000	1,690,000	-	1,515,000
Interest and fiscal charges	3,504,199	3,504,199	3,504,198	1	3,564,798
Total Expenditures	5,343,549	5,412,114	5,290,658	7,183	6,923,891
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,114,168	1,045,603	1,278,189	118,312	(457,943)
Other Financing Uses:					
Transfer out:					
Net Change in Fund Balances	\$ 1,114,168	\$ 1,045,603	1,278,189	\$ 118,312	\$ (457,943)
Fund Balances Beginning of Year			1,846,885		2,304,828
Fund Balances End of Year			\$ 3,125,074		\$ 1,846,885

See accompanying independent auditor's report



*City of Commerce City, Colorado
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2017*

	Water Rights Acquisition	Second Creek Drainage Basin	Third Creek Drainage Basin	Future Growth	Buffalo Run Tributary Drainage District	E-470 Commercial Area GID	E-470 Residential Area GID	Impact Fees	Total Nonmajor Capital Projects Funds
Assets									
Equity in pooled cash and investments	\$ 832,193	\$ 1,942,509	\$ 38,232	\$ 695,938	\$ 574,679	\$ 52,540	\$ -	\$ 2,646,700	\$ 6,782,793
Receivables:									
Accounts	-	-	-	-	-	125	-	-	125
Property taxes	-	-	-	-	-	5,871	581	-	6,452
Notes receivable	-	-	-	-	-	3,070,232	-	-	3,070,232
Assets held for resale	5,324,242	-	-	-	-	-	-	-	5,324,242
Total Assets	\$ 6,156,435	\$ 1,942,509	\$ 38,232	\$ 695,938	\$ 574,679	\$ 3,128,768	\$ 581	\$ 2,646,700	\$ 15,183,844
Liabilities, Deferred Inflows of Resources and Fund Balances									
Liabilities									
Vouchers and contracts payable	\$ 5,250	-	\$ -	\$ -	\$ -	\$ 15	\$ 581	\$ 49,801	\$ 55,647
Interfund payable	-	-	-	-	-	-	53,133	-	53,133
Total Liabilities	5,250	-	-	-	-	15	53,714	49,801	108,780
Deferred Inflows of Resources	-	-	-	-	-	5,871	-	-	5,871
Total Liabilities and Deferred Inflows of Resources	5,250	-	-	-	-	5,886	53,714	49,801	114,651
Fund Balances									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	5,346,636	3,435	109	261	4,252	3,075,271	-	53,763	8,483,728
Committed	804,549	1,939,075	38,123	-	570,427	-	-	2,543,136	5,895,310
Assigned	-	-	-	695,677	-	47,611	-	-	743,289
Unassigned	-	-	-	-	-	-	(53,133)	-	(53,133)
Total Fund Balances	6,151,185	1,942,509	38,232	695,938	574,679	3,122,882	(53,133)	2,596,900	15,069,192
Total Liabilities and Fund Balances	\$ 6,156,435	\$ 1,942,509	\$ 38,232	\$ 695,938	\$ 574,679	\$ 3,128,768	\$ 581	\$ 2,646,700	\$ 15,183,844

See accompanying independent auditor's report

City of Commerce City, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2017

	Water Rights Acquisition	Second Creek Drainage Basin	Third Creek Drainage Basin	Future Growth	Buffalo Run Tributary District	E-470 Commercial Area GID	E-470 Residential Area GID	Impact Fees	Total Nonmajor Capital Projects Funds
Revenues									
Charges for services	\$ 762,557	\$ 94,876	\$ 3,287	\$ -	\$ 136,373	\$ -	\$ -	\$ 1,650,497	\$ 2,647,591
Property taxes	-	-	-	-	-	17,483	546	-	18,030
Investment earnings (loss)	(16,083)	19,608	357	8,699	5,359	486	(552)	141,613	159,490
Sale of Water Rights	-	-	-	-	-	150,000	-	-	150,000
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Revenues	746,475	114,485	3,645	8,699	141,732	167,969	(5)	1,792,111	2,975,111
Expenditures									
Current:									
General government	12,361	-	-	-	30,955	533	7	62,593	106,450
<i>Capital Outlay</i>	-	-	-	-	-	-	-	-	-
Total Expenditures	12,361	-	-	-	30,955	533	7	62,593	106,450
Excess (Deficiency) of Revenues Over (Under) Expenditures	734,113	114,485	3,645	8,699	110,777	167,436	(12)	1,729,518	2,868,661
Other Financing Sources:									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Net Change in Fund Balances	734,113	114,485	3,645	8,699	110,777	167,436	(12)	1,729,518	2,868,661
Fund Balances Beginning of Year	5,417,072	1,828,024	34,587	687,239	463,902	2,955,446	(53,121)	867,383	12,200,532
Fund Balances End of Year	\$ 6,151,185	\$ 1,942,509	\$ 38,232	\$ 695,938	\$ 574,679	\$ 3,122,882	\$ (53,133)	\$ 2,596,900	\$ 15,069,192

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Water Rights Acquisition Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 832,193	\$ 1,803,644
Assets held for resale	<u>5,324,242</u>	<u>3,624,792</u>
Total Assets	<u><u>\$ 6,156,435</u></u>	<u><u>\$ 5,428,436</u></u>
Liabilities and Fund Balances		
Liabilities		
Vouchers and contracts payable	<u>\$ 5,250</u>	<u>\$ 11,364</u>
Total Liabilities	<u>5,250</u>	<u>11,364</u>
Fund Balances		
Restricted for assets held for resale	5,324,242	3,624,792
Restricted for emergencies	22,394	17,333
Committed for water rights	<u>804,549</u>	<u>1,774,946</u>
Total Fund Balances	<u>6,151,185</u>	<u>5,417,072</u>
Total Liabilities and Fund Balances	<u><u>\$ 6,156,435</u></u>	<u><u>\$ 5,428,436</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Water Rights Acquisition Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Water acquisition fees	\$ 400,000	\$ 400,000	\$ 762,557	\$ 362,557	\$ 546,810
Investment earnings (loss)	-	-	(16,083)	(16,083)	30,970
Total Revenues	400,000	400,000	746,475	346,475	577,779
Expenditures					
Current:					
Water acquisition fee	400,000	400,000	12,361	387,639	499,529
Cost of water rights	-	-	-	-	(3,129)
Capital outlay	-	-	-	-	1,982,757
Total Expenditures	400,000	400,000	12,361	387,639	2,479,157
Net Change in Fund Balances	\$ -	\$ -	734,113	\$ 734,113	(1,901,377)
Fund Balances Beginning of Year			5,417,072		7,318,449
Fund Balances End of Year			\$ 6,151,185		\$ 5,417,072

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Second Creek Drainage Basin Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	<u>\$ 1,942,509</u>	<u>\$ 1,828,024</u>
Fund Balances		
Restricted for emergencies	\$ 3,435	\$ 2,207
Committed for capital outlay	<u>1,939,075</u>	<u>1,825,817</u>
Total Fund Balances	<u>\$ 1,942,509</u>	<u>\$ 1,828,024</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Second Creek Drainage Basin Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues:					
Drainage fees	\$ 40,000	\$ 40,000	\$ 94,876	\$ 54,876	\$ 63,501
Investment earnings	-	-	19,609	19,609	10,066
Total Revenues	40,000	40,000	114,485	74,485	73,567
Expenditures:					
General government	40,000	40,000	-	40,000	-
Excess of Revenues Over Expenditures	\$ -	\$ -	114,485	\$ 114,485	73,567
Fund Balance Beginning of Year			1,828,024		1,754,458
Fund Balance End of Year			\$ 1,942,509		\$ 1,828,024

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Third Creek Drainage Basin Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 38,232	\$ 34,587
Fund Balances		
Restricted for emergencies	\$ 109	\$ 6
Committed for capital outlay	38,123	34,581
Total Fund Balances	\$ 38,232	\$ 34,587

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Change in Fund Balances - Budget and Actual
Third Creek Drainage Basin Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues:					
Drainage fees	\$ 1,000	\$ 1,000	\$ 3,287	\$ 2,287	\$ -
Investment earnings	-	-	357	357	206
Total Revenues	1,000	1,000	3,645	2,645	206
Expenditures:					
General government	1,000	1,000	-	1,000	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>3,645</u>	<u>\$ 3,645</u>	206
Fund Balance Beginning of Year			<u>34,587</u>		<u>34,381</u>
Fund Balance End of Year			<u>\$ 38,232</u>		<u>\$ 34,587</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Future Growth Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	<u><u>\$ 695,938</u></u>	<u><u>\$ 687,239</u></u>
Fund Balances		
Restricted for emergencies	261	48,138
Assigned for capital outlay	<u>695,677</u>	<u>639,101</u>
Total Fund Balances	<u><u>\$ 695,938</u></u>	<u><u>\$ 687,239</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances
Future Growth Fund
For the Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Revenues		
Investment earnings (loss)	\$ 8,699	\$ (6,636)
Total Revenues	<u>8,699</u>	<u>(6,636)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,699	(6,636)
Fund Balances Beginning of Year	<u>687,239</u>	<u>693,876</u>
Fund Balances End of Year	<u><u>\$ 695,938</u></u>	<u><u>\$ 687,239</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Buffalo Run Tributary Drainage Basin Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	<u>\$ 574,679</u>	<u>\$ 497,569</u>
Liabilities and Fund Balances		
Liabilities		
Vouchers and contracts payable	<u>\$ -</u>	<u>\$ 33,667</u>
Fund Balances		
Restricted for emergencies	4,252	4,091
Committed for capital outlay	<u>570,427</u>	<u>459,811</u>
Total Fund Balances	<u>574,679</u>	<u>463,902</u>
Total Liabilities and Fund Balances	<u>\$ 574,679</u>	<u>\$ 497,569</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Buffalo Run Tributary Drainage Basin Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Charges for services	\$ 80,000	\$ 80,000	\$ 136,373	\$ 56,373	\$ 134,411
Investment earnings	-	-	5,359	5,359	1,976
Total Revenues	80,000	80,000	141,732	61,732	136,387
Expenditures					
General government	80,000	80,000	30,955	49,045	56,185
Excess of Revenues Over Exenditures	\$ -	\$ -	110,777	\$ 110,777	80,202
Fund Balances Beginning of Year			463,902		383,700
Fund Balances End of Year			\$ 574,679		\$ 463,902

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
E-470 Commerical Area GID Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 52,540	\$ 35,118
Receivables:		
Accounts	125	96
Property taxes	5,871	15,872
Notes receivable	2,500,000	2,500,000
Interest receivable	570,232	420,232
Total Assets	<u><u>\$ 3,128,768</u></u>	<u><u>\$ 2,971,318</u></u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Account payable	\$ 15	\$ -
Deferred Inflows of Resources	<u>5,871</u>	<u>15,872</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>5,886</u></u>	<u><u>15,872</u></u>
Fund Balances		
Nonspendable		2,920,232
Restricted	3,070,232	
Restricted for emergencies	5,039	5,479
Assigned	47,611	29,735
Total Fund Balances	<u><u>3,122,882</u></u>	<u><u>2,955,446</u></u>
Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>\$ 3,128,768</u></u>	<u><u>\$ 2,971,318</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
E-470 Commerical Area GID Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Property taxes	\$ 16,600	\$ 16,600	\$ 17,483	\$ 883	\$ 17,604
Investment earnings	-	-	486	486	(582)
Loan Interest	-	-	150,000	150,000	150,411
Miscellaneous	-	-	-	-	15,189
Total Revenues	16,600	16,600	167,970	151,370	182,621
Expenditures					
Current:					
General government	16,600	16,600	533	16,067	244
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	167,436	<u>\$ 135,303</u>	182,377
Fund Balances Beginning of Year			2,955,446		2,773,069
Fund Balances End of Year			<u>\$ 3,122,882</u>		<u>\$ 2,955,446</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
E-470 Residential Area GID Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ -	\$ -
Receivables:		
Property taxes	<u>581</u>	<u>498</u>
Total Assets	<u><u>\$ 581</u></u>	<u><u>\$ 498</u></u>
Liabilities		
Vouchers and contracts payable	\$ 581	\$ 498
Interfund loan payable	<u>53,133</u>	<u>53,121</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>53,714</u></u>	<u><u>53,619</u></u>
Fund Balances		
Unassigned (deficit)	<u>(53,133)</u>	<u>(53,121)</u>
Total Liabilities and Fund Balance	<u><u>\$ 581</u></u>	<u><u>\$ 498</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
E-470 Residential Area GID Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Property taxes	\$ 525	\$ 525	\$ 546	\$ 21	\$ 533
Investment earnings (loss)	-	-	(552)	(552)	(319)
Total Revenues	525	525	(5)	(530)	214
Expenditures					
Current:					
General government	525	525	7	-	7
(Deficiency) of Revenues (Under) Expenditures	\$ -	\$ -	(12)	\$ (530)	207
Fund Balances Beginning of Year			(53,121)		(53,328)
Fund Balances End of Year			\$ (53,133)		\$ (53,121)

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Balance Sheet
Impact Fees Fund
December 31, 2017 and 2016

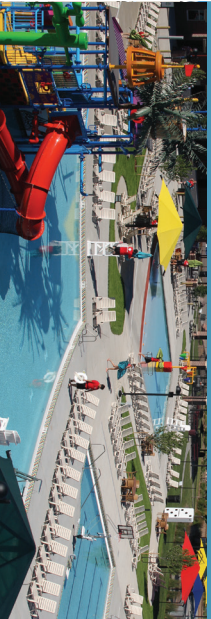
	<u>2017</u>	<u>2016</u>
Assets		
Equity in pooled cash and investments	\$ 2,646,700	\$ 939,691
Receivables:		
Accounts	<u>-</u>	<u>4,273</u>
Total Assets	<u><u>\$ 2,646,700</u></u>	<u><u>\$ 943,964</u></u>
Liabilities and Fund Balances		
Liabilities		
Vouchers and contracts payable	<u>\$ 49,801</u>	<u>\$ 76,581</u>
Fund Balances		
Restricted for emergencies	53,763	132,961
Committed for capital outlay	<u>2,543,136</u>	<u>734,422</u>
Total Fund Balances	<u><u>2,596,899</u></u>	<u><u>867,383</u></u>
Total Liabilities and Fund Balances	<u><u>\$ 2,646,700</u></u>	<u><u>\$ 943,964</u></u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Impact Fees Fund
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Impact fees	\$ 965,000	\$ 965,000	\$ 1,650,497	\$ 685,497	\$ 1,617,660
Investment earnings	-	-	141,613	141,613	64,367
Total Revenues	965,000	965,000	1,792,111	827,111	1,682,027
Other Financing Sources					
Transfers in:					
Capital Expenditures Fund	-	-	-	-	2,750,000
Total Other Financing Sources	-	-	-	-	2,750,000
Total Revenues and Other Financing Sources	965,000	965,000	1,792,111	827,111	4,432,027
Expenditures					
General government	965,000	965,000	62,593	902,407	127,363
Other Financing Uses					
Transfers out:					
Capital Expenditures Fund	-	-	-	-	5,944,300
Total Expenditures and Other Financing Uses	965,000	965,000	62,593	902,407	6,071,663
Net Change in Fund Balances	\$ -	\$ -	1,729,518	\$ 1,729,518	(1,639,636)
Fund Balances Beginning of Year			867,383		2,507,019
Fund Balances End of Year			\$ 2,596,900		\$ 867,383

See accompanying independent auditor's report



City of Commerce City, Colorado
Finance Authority Fund
Comparative Statement of Net Position
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
<i>Current Assets:</i>		
Equity in pooled cash	\$ -	\$ 6,968
Prepaid items	-	12,130
	<u>-</u>	<u>19,098</u>
<i>Total Current Assets:</i>	<u>-</u>	<u>19,098</u>
<i>Noncurrent Assets:</i>		
Prepaid items	-	242,592
Capital assets:		
Depreciable, net	-	24,005,918
	<u>-</u>	<u>24,005,918</u>
<i>Transfer in:</i>	<u>-</u>	<u>24,248,510</u>
Total Assets and Deferred Outflows	<u>-</u>	<u>24,267,608</u>
Liabilities		
<i>Current Liabilities:</i>		
Accrued interest payable	-	57,414
Interfund payable	-	-
Certificates of participation	-	635,000
	<u>-</u>	<u>692,414</u>
<i>Total Current Liabilities</i>	<u>-</u>	<u>692,414</u>
<i>Long-Term Liabilities:</i>		
Certificates of participation	-	28,333,596
	<u>-</u>	<u>28,333,596</u>
Total Liabilities	<u>-</u>	<u>29,026,010</u>
Net Position		
Net investment in capital assets	-	(4,962,678)
Unrestricted	-	204,275
	<u>-</u>	<u>204,275</u>
Total Net Position	<u>\$ -</u>	<u>\$ (4,758,402)</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Finance Authority Fund
Schedule of Revenues, Expenditures and Changes
in Net Position - Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017			2016
	Original Budget	Final Budget	Actual	Variance With Final Budget Actual
Revenues				
Charges for services	\$ 2,016,969	\$ 2,016,969	\$ -	\$ (2,016,969)
Total Revenue	2,016,969	2,016,969	-	(2,016,969)
Expenditures				
Purchased services and charges	4,050	4,050	-	4,050
Debt Service:				
Principal	635,000	635,000	-	635,000
Interest	1,377,919	1,377,919	287,066	1,090,853
Total Expenditures	2,016,969	2,016,969	287,066	1,729,903
Other Financing Uses				
Transfer out:				
General Fund	-	-	7,061	(7,061)
Total Other Financing Uses	-	-	7,061	(7,061)
Net Income (Loss) (Budgetary Basis)	-	-	(294,127)	(3,739,811)
Add:				
Principal			-	600,000
Gain on the disposition of capital assets			5,345,094	
Gain on debt payoff (refunding with City)			(71,035)	-
Deduct:				
Amortization			-	(3,387)
Depreciation			(221,530)	(1,063,344)
Change in Net Position			4,758,402	(469,816)
Net Position Beginning of Year			(4,758,402)	(4,288,586)
Net Position End of Year			\$ -	\$ (4,758,402)

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Statement of Net Position
Solid Waste Management Fund
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
<i>Current Assets:</i>		
Equity in pooled cash and investments	\$ 57,428	\$ -
Accounts receivable	<u>198,143</u>	<u>173,673</u>
<i>Total Current Assets</i>	<u>255,571</u>	<u>173,673</u>
Liabilities		
<i>Current Liabilities:</i>		
Interfund payable	<u>-</u>	<u>22,876</u>
Net Position		
Unrestricted	<u>\$ 255,571</u>	<u>\$ 150,798</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Solid Waste Management Fund
Schedule of Revenues and Changes
in Net Position - Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Waste disposal fees	\$ 750,000	\$ 750,000	\$ 799,196	\$ 49,196	\$ 753,333
Investment earnings	-	-	5,577	5,577	11,631
Total Revenues	750,000	750,000	804,773	54,773	764,964
Other Financing Uses					
Transfers out:					
Capital Expenditures Fund	700,000	700,000	700,000	-	1,078,846
Net Income (Loss)	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>104,773</u>	<u>\$ 54,773</u>	(313,882)
Net Position Beginning of Year			<u>150,798</u>		<u>464,680</u>
Net Position End of Year			<u>\$ 255,571</u>		<u>\$ 150,798</u>

See accompanying independent auditor's report



City of Commerce City, Colorado
Combining Statement of Net Position
Internal Service Funds
December 31, 2017
(With Comparative Totals at December 31, 2016)

	2017				2016
	Fleet Management	Information Technology	Facility Services	Total	Total
Assets					
Current Assets:					
Equity in pooled cash and investments	\$ 3,391,673	\$ 3,228,746	\$ 1,192,858	\$ 7,813,277	\$ 7,294,568
Accounts receivable	15,198	-	-	15,198	24,336
Inventory	402,251	-	-	402,251	155,024
Prepaid items	-	58,016	-	58,016	65,443
Total Current Assets	3,809,123	3,286,762	1,192,858	8,288,742	7,539,371
Noncurrent Assets:					
Capital assets:					
Depreciable, net	3,872,897	429,712	457,724	4,760,334	4,893,299
Total Assets	7,682,020	3,716,474	1,650,582	13,049,075	12,432,670
Liabilities					
Current Liabilities:					
Vouchers and contracts payable	46,005	96,892	122,190	265,087	433,592
Accrued expenses payable	-	-	-	-	2,574
Compensated absences payable	738	3,148	1,706	5,592	4,853
Total Current Liabilities	46,743	100,039	123,896	270,679	441,020
Net Position					
Net investment in capital assets	3,872,897	429,712	457,724	4,760,334	4,893,299
Restricted for emergencies	14,402	480	418	15,300	5,123
Unrestricted	3,747,977	3,186,242	1,068,544	8,002,763	7,093,229
Total Net Position	\$ 7,635,277	\$ 3,616,434	\$ 1,526,686	\$ 12,778,397	\$ 11,991,651

See accompanying independent auditor's report

City of Commerce City, Colorado
Combining Statement of Revenues,
Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2017
(With Comparative Totals For the Year Ended December 31, 2016)

	2017				2016
	Fleet Management	Information Technology	Facility Services	Total	Total
Operating Revenues					
Charges for services	\$ 2,947,974	\$ 3,237,003	\$ 1,791,820	\$ 7,976,797	\$ 6,937,409
Miscellaneous	117,646	655	-	118,301	68,563
Total Operating Revenues	3,065,620	3,237,658	1,791,820	8,095,098	7,005,972
Operating Expenses					
Salaries and benefits	352,044	1,333,786	309,323	1,995,153	1,706,551
Purchased services and charges	414,694	1,431,777	1,456,142	3,302,614	2,779,934
Materials and supplies	514,489	43,554	136,966	695,009	1,129,103
Depreciation	1,438,751	76,746	68,228	1,583,725	1,331,208
Total Operating Expenses	2,719,979	2,885,864	1,970,659	7,576,501	6,946,797
Operating Income (loss)	345,641	351,794	(178,839)	518,597	59,175
Nonoperating Revenues					
Investment earnings (loss/gain)	31,396	33,916	13,927	79,239	100,537
Gain/Loss on disposition on the sale of capital assets	331,039	(3,864)	-	327,175	-
Total Nonoperating Revenues	362,435	30,052	13,927	406,414	100,537
Income (loss) Before Contributions and Transfers	708,076	381,846	(164,912)	925,011	159,712
Contributions	334,174	18,567	-	352,741	73,360
Transfers in	612	12,816	6,808	20,236	199,192
Transfers out	-	(329,241)	(182,000)	(511,241)	(2,957,590)
Change in Net Position	1,042,863	83,988	(340,104)	786,747	(2,525,326)
Total Net Position Beginning of Year	6,592,414	3,532,446	1,866,790	11,991,651	14,516,976
Total Net Position End of Year	\$ 7,635,277	\$ 3,616,434	\$ 1,526,686	\$ 12,778,397	\$ 11,991,651

See accompanying independent auditor's report

City of Commerce City, Colorado
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2017
(With Comparative Totals For the Year Ended December 31, 2016)

	2017				2016
	Fleet Management	Information Technology	Facility Services	Total	Total
Increase (Decrease) in Cash and Cash Equivalents					
Cash Flows from Operating Activities					
Cash receipts from interfund services provided	\$ 3,066,763	\$ 3,239,235	\$ 1,798,238	\$ 8,104,236	\$ 7,006,672
Cash payments to employees for services	(352,044)	(1,333,786)	(309,323)	(1,995,153)	(1,704,271)
Cash payments for goods and services	(1,320,782)	(1,408,932)	(1,674,379)	(4,404,093)	(4,188,055)
Net Cash Provided by Operating Activities	1,393,937	496,517	(185,465)	1,704,990	1,114,347
Cash Flows from Noncapital Financing Activities					
Contributions	334,174	18,567	-	352,741	-
Transfers in	612	12,816	6,808	20,236	199,192
Transfers out	-	(329,241)	(182,000)	(511,241)	(2,957,590)
Net Cash Provided by (Used in) Noncapital Financing Activities	334,786	(297,858)	(175,192)	(138,264)	(2,758,398)
Cash Flows from Capital and Related Financing Activities					
Payments for capital acquisitions	(1,092,973)	(367,614)	(25,106)	(1,485,693)	(2,010,393)
Net Cash Used in Capital and Related Financing Activities	(1,092,973)	(367,614)	(25,106)	(1,485,693)	(2,010,393)
Cash Flows from Investing Activities					
Proceeds from sale of capital assets	360,123	(1,661)	-	358,462	-
Investment earnings	31,396	33,916	13,903	79,215	100,537
Net Increase in Cash and Cash Equivalents	1,027,270	(136,700)	(371,861)	518,710	(3,553,907)
Cash and Cash Equivalents Beginning of Year	2,364,404	3,365,445	1,564,718	7,294,567	10,848,475
Cash and Cash Equivalents End of Year	\$ 3,391,673	\$ 3,228,746	\$ 1,192,857	\$ 7,813,277	\$ 7,294,568

See accompanying independent auditor's report

(continued)

City of Commerce City, Colorado
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2017
(With Comparative Totals For the Year Ended December 31, 2016)

(continued)

	2017				2016
	Fleet Management	Information Technology	Facility Services	Total	Total
Reconciliation of Operating Income (loss) to Net Cash Provided by Operating Activities					
Operating Income (loss)	\$ 345,641	\$ 351,794	\$ (178,839)	\$ 518,597	\$ 59,175
Adjustments:					
Depreciation	1,438,751	76,746	68,228	1,583,725	1,331,208
(Increase) Decrease in Assets:					
Accounts receivable	1,143	1,577	6,418	9,138	(876)
Inventory	(247,227)	-	-	(247,227)	76,376
Prepaid items	-	7,427	-	7,427	(8,664)
Increase (Decrease) in Liabilities:					
Vouchers and contracts payable	(144,476)	57,267	(81,272)	(168,480)	(327,336)
Accrued expenses	-	-	-	-	(18,660)
Compensated absences payable	105	1,705	-	1,810	3,123
Net Cash Provided by Operating Activities	<u>\$ 1,393,937</u>	<u>\$ 496,517</u>	<u>\$ (185,464)</u>	<u>\$ 1,704,990</u>	<u>\$ 1,114,347</u>
Noncash Capital Activities:					
Contributions of capital assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 73,360</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Fleet Management Fund
Comparative Statement of Net Position
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
<i>Current Assets:</i>		
Equity in pooled cash and investments	\$ 3,391,673	\$ 2,364,404
Accounts receivable	15,198	16,341
Inventory	402,251	155,024
<i>Total Current Assets</i>	<u>3,809,123</u>	<u>2,535,769</u>
<i>Noncurrent Assets:</i>		
Capital assets:		
Depreciable, net	3,872,897	4,249,745
Total Assets	<u>7,682,020</u>	<u>6,785,514</u>
Liabilities		
<i>Current Liabilities:</i>		
Vouchers and contracts payable	46,005	192,257
Compensated absences payable	738	843
<i>Total Current Liabilities</i>	<u>46,743</u>	<u>193,100</u>
Net Position		
Net investment in capital assets	3,872,897	4,249,745
Restricted for emergencies	14,402	4,048
Unrestricted	3,747,977	2,338,621
Total Net Position	<u>\$ 7,635,277</u>	<u>\$ 6,592,414</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Fleet Management Fund
Schedule of Revenues, Expenditures and Changes
in Net Position - Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Charges for services:	\$ 2,947,974	\$ 2,947,974	\$ 2,947,974	\$ -	\$ 2,726,561
Investment earnings	-	-	31,396	31,396	64,710
Miscellaneous	-	-	117,646	117,646	70,223
Total Revenues	2,947,974	2,947,974	3,097,016	149,042	2,861,494
Other Financing Sources					
Gain (Loss) on sale of vehicles	-	-	331,039	331,039	-
Transfers in:					
Retained Earnings	2,094,000	2,094,000	-	(2,094,000)	-
General Fund	-	612	612	-	101,934
Total Other Financing Sources	2,094,000	2,094,612	331,651	(1,762,961)	101,934
Total Revenues and Other Financing Sources	5,041,974	5,042,586	3,428,667	(1,613,919)	2,963,428
Expenditures					
Salaries and benefits	365,035	365,647	352,044	13,603	340,231
Purchased services and charges	257,915	257,915	414,694	(156,779)	209,408
Materials and supplies	945,800	945,800	514,489	431,311	1,008,527
Capital outlay - capitalized	2,094,000	2,162,565	1,092,973	1,069,592	1,776,464
Total Expenditures	3,662,750	3,731,927	2,374,201	1,357,726	3,334,631
Other Financing Uses					
Transfers out:					
Capital Expenditures Fund	-	-	-	-	2,600,000
Total Expenditures and Other Financing Uses	3,662,750	3,731,927	2,374,201	1,357,726	5,934,631
Net Income (Loss) (Budgetary Basis)	<u>\$ 1,379,224</u>	<u>\$ 1,310,659</u>	<u>1,054,466</u>	<u>\$ (2,971,645)</u>	<u>(2,971,202)</u>
Reconciliation to GAAP Basis -					
Net Income (loss)					
Deduct:					
Depreciation			(1,438,751)		(1,246,933)
Add:					
Contributions			334,174		15,642
Capitalized capital outlay			1,092,973		1,776,464
Change in Net Position			1,042,863		(2,426,029)
Net Position Beginning of Year			6,592,414		9,018,443
Net Position End of Year			<u>\$ 7,635,277</u>		<u>\$ 6,592,414</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Information Technology Fund
Comparative Statement of Net Position
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
<i>Current Assets:</i>		
Equity in pooled cash and investments	\$ 3,228,746	\$ 3,365,445
Accounts receivable	-	1,577
Prepaid items	<u>58,016</u>	<u>65,443</u>
Total Current Assets	<u>3,286,762</u>	<u>3,432,465</u>
<i>Noncurrent Assets:</i>		
Capital assets:		
Depreciable, net	<u>429,712</u>	<u>142,708</u>
Total Assets	<u>3,716,474</u>	<u>3,575,173</u>
Liabilities		
<i>Current Liabilities:</i>		
Vouchers and contracts payable	96,892	37,873
Compensated absences payable	<u>3,148</u>	<u>4,853</u>
Total Current Liabilities	<u>100,039</u>	<u>42,727</u>
Net Position		
Net investment in capital assets	429,712	142,708
Restricted for emergencies	480	782
Unrestricted	<u>3,186,242</u>	<u>3,388,957</u>
Total Net Position	<u>\$ 3,616,434</u>	<u>\$ 3,532,446</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Information Technology Fund
Schedule of Revenues, Expenditures and Changes
in Net Position - Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Charges for services	\$ 3,237,003	\$ 3,237,003	\$ 3,237,003	\$ -	\$ 2,525,402
Investment earnings	-	-	33,916	33,916	26,053
Miscellaneous	-	-	655	655	(1,660)
				-	
Total Revenues	3,237,003	3,237,003	3,271,574	34,571	2,549,795
Other Financing Sources					
Transfers in:					
Gain (Loss) on sale equipment	-	-	(3,864)	(3,864)	-
Retained Earnings	112,731	786,931	-	(786,931)	-
Facilities Services Fund	-	-	-	-	69,700
General Fund	-	12,816	12,816	-	19,625
Total Revenues and Other Financing Sources	3,349,734	4,036,751	3,280,526	(756,224)	2,639,120
Expenditures					
Salaries and benefits	1,437,262	1,450,078	1,333,786	116,292	1,093,261
Purchased services and charges	1,727,896	2,227,896	1,431,777	796,119	1,455,139
Materials and supplies	59,215	59,215	43,554	15,661	61,504
Capital outlay - capitalized	-	-	367,614	(367,614)	59,429
Total Expenditures	3,224,373	3,737,189	3,176,731	560,458	2,669,333
Other Financing Uses					
Transfers out:					
General Fund	-	-	-	-	11,545
Capital Expenditures Fund	112,731	329,241	329,241	-	276,345
Total Expenditures and Other Financing Uses	3,337,104	4,066,430	3,505,972	560,458	2,957,223
Net Income (Loss) (Budgetary Basis)	<u>\$ 12,630</u>	<u>\$ (29,679)</u>	<u>(225,446)</u>	<u>\$ (195,766)</u>	(318,103)
Reconciliation to GAAP Basis - Net Income (Loss):					
Deduct:					
Depreciation			(76,746)		(38,773)
Add:					
Contributions			18,567		-
Capitalized capital outlay			367,614		59,429
Change in Net Position			83,988		(297,446)
Net Position Beginning of Year			3,532,446		3,829,892
Net Position End of Year			<u>\$ 3,616,434</u>		<u>\$ 3,532,446</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Facilities Services Fund
Comparative Statement of Net Position
December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Assets		
<i>Current Assets:</i>		
Equity in pooled cash and investments	\$ 1,192,858	\$ 1,564,718
Accounts receivable	-	6,418
	<u>1,192,858</u>	<u>1,571,137</u>
<i>Noncurrent Assets:</i>		
Capital assets:		
Depreciable, net	457,724	500,846
Total Assets	<u>1,650,582</u>	<u>2,071,983</u>
Liabilities		
<i>Current Liabilities:</i>		
Vouchers and contracts payable	122,190	203,462
Compensated absences payable	1,706	1,731
<i>Total Current Liabilities</i>	<u>123,896</u>	<u>205,193</u>
Net Position		
Net investment in capital assets	457,724	500,846
Restricted for emergencies	418	293
Unrestricted	1,068,544	1,365,651
Total Net Position	<u>\$ 1,526,686</u>	<u>\$ 1,866,790</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Facilities Services Fund
Schedule of Revenues, Expenditures and Changes
in Net Position - Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Charges for services	\$ 1,791,820	\$ 1,791,820	\$ 1,791,820	\$ -	\$ 1,685,446
Investment earnings	-	-	13,927	13,927	9,773
Total Revenues	1,791,820	1,791,820	1,805,747	13,927	1,695,219
Other Financing Sources					
Transfers in:					
General Fund	-	6,808	6,808	-	7,933
Total Revenues and Other Financing Sources	1,791,820	1,798,628	1,812,554	13,927	1,703,153
Expenditures					
Salaries and benefits	290,193	297,001	309,323	(12,323)	273,059
Purchased services and charges	1,241,727	1,241,727	1,456,142	(214,415)	1,115,387
Materials and supplies	79,900	79,900	136,966	(57,066)	59,072
Capital outlay - capitalize and noncapitalized	180,000	180,000	25,106	154,894	174,500
Total Expenditures	1,791,820	1,798,628	1,927,537	(128,909)	1,622,018
Other Financing Uses					
Transfer out:					
Capital Expenditures Fund	182,000	182,000	182,000	-	69,700
Total Expenditures and Other Financing Uses	1,973,820	1,980,628	2,109,537	(128,909)	1,691,718
Net Income on Budgetary Basis	\$ (182,000)	\$ (182,000)	(296,983)	\$ (114,983)	\$ 11,435
Reconciliation to GAAP Basis - Net Income:					
Deduct:					
Depreciation			(68,228)		(45,503)
Add:					
Contributions			-		57,718
Capitalized capital outlay			25,106		174,500
Change in Net Position			(340,104)		198,150
Net Position Beginning of Year			1,866,790		1,668,640
Net Position End of Year			\$ 1,526,686		\$ 1,866,790

See accompanying independent auditor's report



City of Commerce City, Colorado
Combining Statement of Fiduciary Net Position
Pension Trust Funds
December 31, 2017
(With Comparative Totals At December 31, 2016)

	2017			2016
	Police Pension	Elected Official Retirement	Fiduciary Funds Total	Total
Assets				
Equity in pooled cash and investments	\$ 372,820	\$ 260,908	\$ 633,728	\$ 631,046
Loans receivable	243,254	-	243,254	378,983
Mutual money market funds, at fair value	24,648,310	-	24,648,310	20,216,188
Total Assets	25,264,383	260,908	25,525,291	21,226,217
Net Position				
Held in trust for pension benefits	\$ 25,264,383	\$ 260,908	\$ 25,525,291	\$ 21,226,217

See accompanying independent auditor's report

City of Commerce City, Colorado
Combining Statement of Changes in Fiduciary Net Position
Pension Trust Funds
For the Year Ended December 31, 2017
(With Comparative Actual Amounts for the Year Ended December 31, 2016)

	2017			2016
	Police Pension	Elected Official Retirement	Total	Total
Additions				
Contributions:				
City	\$ 705,985	\$ -	\$ 705,984	\$ 673,775
Employee	705,985	-	705,985	673,776
Investment earnings	5,287,657	2,962	5,290,619	2,818,548
Transfers in - General Fund	-	44,160	44,160	44,160
Total Additions	6,699,627	47,122	6,746,748	4,210,259
Deductions				
Administration	-	-	-	52,628
Benefits	-	44,440	44,440	42,720
Withdrawals	2,403,234	-	2,403,234	3,012,517
Total Deductions	2,403,234	44,440	2,447,674	3,107,865
Change in Net Position	4,296,393	2,682	4,299,074	1,102,394
Net Position Beginning of Year	20,967,991	258,226	21,226,217	20,123,823
Net Position End of Year	\$ 25,264,383	\$ 260,908	\$ 25,525,291	\$ 21,226,217

See accompanying independent auditor's report

City of Commerce City, Colorado
Comparative Schedule of Additions, Deductions and Changes in Net Position -
Police Pension Fund
For the Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Additions		
Contributions:		
City	\$ 705,985	\$ 673,776
Employee	705,985	673,776
Investment earnings	<u>5,287,657</u>	<u>2,817,172</u>
Total Additions	<u>6,699,627</u>	<u>4,164,723</u>
Deductions		
Administration	-	52,628
Withdrawals	<u>2,403,234</u>	<u>3,012,517</u>
Total Deductions	<u>2,403,234</u>	<u>3,065,145</u>
Change in Net Position	4,296,393	1,099,578
Net Position Beginning of Year	<u>20,967,991</u>	<u>19,868,413</u>
Net Position End of Year	<u>\$ 25,264,383</u>	<u>\$ 20,967,991</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Schedule of Additions, Deductions and Changes in Net Position - Budget and Actual
Elected Officials Retirement Fund
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

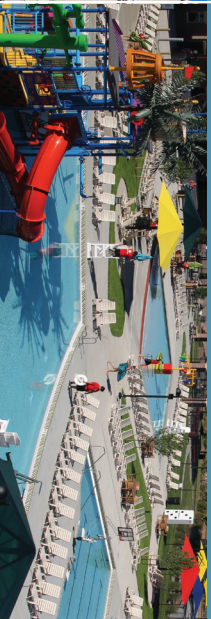
	2017				2016
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Additions					
Investment earnings	\$ -	\$ -	\$ 2,962	\$ 2,962	\$ 1,377
Transfers in	44,160	44,160	44,160	-	44,160
Total Additions	44,160	44,160	47,122	2,962	45,537
Deductions					
Benefits	44,160	44,160	44,440	(280)	42,720
Change in Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>2,682</u>	<u>\$ 2,682</u>	2,817
Net Position Beginning of Year			<u>258,226</u>		255,409
Net Position End of Year			<u>\$ 260,908</u>		<u>\$ 258,226</u>

See accompanying independent auditor's report

City of Commerce City, Colorado
Statement of Changes in Fiduciary Assets and Liabilities
School Facilities Fee Agency Funds
For the Fiscal Year Ended December 31, 2017

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
Assets				
Equity in pooled cash and investments	\$ 2,115,544	\$ 359,442	\$ 45,052	\$ 2,429,934
Liabilities				
Accounts payable	\$ 480,912	\$ 32,260	\$ 8,966	\$ 504,206
Accounts payable - voluntary school	-	42,218	42,218	-
Vouchers payable	-	32,271	62,571	30,300
Accounts payable - SD #14	173,050	619	-	173,669
Accounts payable - SD #27J	1,461,582	284,345	24,167	1,721,759
Total Liabilities	\$ 2,115,544	\$ 391,713	\$ 137,922	\$ 2,429,934

See accompanying independent auditor's report



City of Commerce City, Colorado
Statistical Section
(Unaudited)

This part of the City of Commerce City's Comprehensive Annual Financial Report presents detailed information as a context for understanding this year's financial statements, note disclosures, and supplementary information. The financial data for the Commerce City Northern Infrastructure General Improvement District, a blended component unit of the City, has been included in the applicable tables. This information is unaudited.

Contents

Exhibit

Financial Trends

I - XI

These tables contain trend information that may assist the reader in assessing the City's current financial performance by placing it in a historical perspective.

Revenue Capacity

XII - XVII

These tables contain information that may assist the reader in assessing the viability of the City's most significant "own-source" revenue source, sales taxes. However, we have presented some property tax information.

Debt Capacity

XVIII - XXII

These tables present information that may assist the reader in analyzing the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

XXIII - XXV

These tables present demographic and economic information intended (1) to assist users in understanding the socioeconomic environment within which the City operates and (2) to provide information that facilitates comparisons of financial statement information over time and among cities.

Operating Information

XXVI - XXVIII

These tables contain service and infrastructure indicators that can inform one's understanding of how the information in the City's financial statements relates to the services the City provides and the activities it performs.

Data Source:

Unless otherwise noted, the information in these tables is derived from the Comprehensive Annual Financial Report for the applicable year.

City of Commerce, Colorado
Government-wide Net Position by Component¹ (Unaudited)
Last Ten Calendar Years
(accrual basis of accounting)

For The Calendar Year Ended December 31,

	2008	2009	2010	2011	2012	2013	2014 (Restated)	2015	2016	2017
Governmental Activities										
Net Investment in Capital Assets	\$ 197,650,977	\$ 195,061,090	\$ 187,936,817	\$ 172,652,902	\$ 158,988,291	\$ 157,355,252	\$ 161,004,264	\$ 165,526,117	\$ 169,907,974	\$ 178,169,991
Restricted	35,216,023	36,661,942	39,843,691	29,176,277	23,606,110	20,386,337	25,823,135	70,690,134	27,419,936	47,113,633
Unrestricted	40,905,902	41,043,706	58,023,655	71,560,562	76,485,107	65,902,483	62,405,216	16,024,010	73,294,692	69,781,488
Total	\$ 273,772,902	\$ 272,766,738	\$ 285,804,163	\$ 273,389,741	\$ 259,079,508	\$ 243,644,072	\$ 249,232,615	\$ 252,240,261	\$ 270,622,602	\$ 295,065,112
Business-type Activities										
Net Investment in Capital Assets	\$ 6,323,401	\$ 5,601,616	\$ 4,906,948	\$ 5,492,158	\$ 5,695,020	\$ (3,540,550)	\$ (4,040,151)	\$ (4,508,076)	\$ (4,962,678)	-
Unrestricted (deficit) ²	(6,476,749)	(6,590,854)	(6,457,619)	(6,024,619)	(6,386,566)	1,076,795	84,534	684,170	355,074	255,571
Total	\$ (153,348)	\$ (989,238)	\$ (1,550,671)	\$ (532,461)	\$ (691,546)	\$ (2,463,755)	\$ (3,955,617)	\$ (3,823,906)	\$ (4,607,604)	\$ 255,571
Total Primary Government										
Net Investment in Capital Assets	\$ 203,974,378	\$ 200,662,706	\$ 192,843,765	\$ 178,145,060	\$ 164,683,311	\$ 153,814,702	\$ 156,964,113	\$ 161,018,041	\$ 164,945,296	\$ 178,169,991
Restricted	35,216,023	36,661,942	39,843,691	29,176,277	23,606,110	20,386,337	25,823,135	70,690,134	27,419,936	47,113,633
Unrestricted	34,429,153	34,452,852	51,566,036	65,535,943	70,098,541	66,979,278	62,489,750	16,708,180	73,649,766	70,037,059
Total	\$ 273,619,554	\$ 271,777,500	\$ 284,253,492	\$ 272,857,280	\$ 258,387,962	\$ 241,180,317	\$ 245,276,998	\$ 248,416,354	\$ 266,014,998	\$ 295,320,683
Governmental Activities										
Net Investment in Capital Assets	72.2%	71.5%	65.8%	63.2%	61.4%	64.6%	64.6%	65.6%	62.8%	60.4%
Restricted	12.9%	13.4%	13.9%	10.7%	9.1%	8.4%	10.4%	28.0%	10.1%	16.0%
Unrestricted	14.9%	15.0%	20.3%	26.2%	29.5%	27.0%	25.0%	6.4%	27.1%	23.6%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Business-type Activities										
Net Investment in Capital Assets	-4123.6%	-566.3%	-316.4%	-1031.5%	-823.5%	143.7%	102.1%	117.9%	107.7%	0.0%
Unrestricted	4223.6%	666.3%	416.4%	1131.5%	923.5%	-43.7%	-2.1%	-17.9%	-7.7%	100.0%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Total Primary Government										
Net Investment in Capital Assets	74.5%	73.8%	67.8%	65.3%	63.7%	63.8%	64.0%	64.8%	62.0%	60.3%
Restricted	12.9%	13.5%	14.0%	10.7%	9.1%	8.5%	10.5%	28.5%	10.3%	16.0%
Unrestricted	12.6%	12.7%	18.1%	18.2%	27.1%	27.2%	27.7%	6.7%	27.7%	23.7%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Notes:

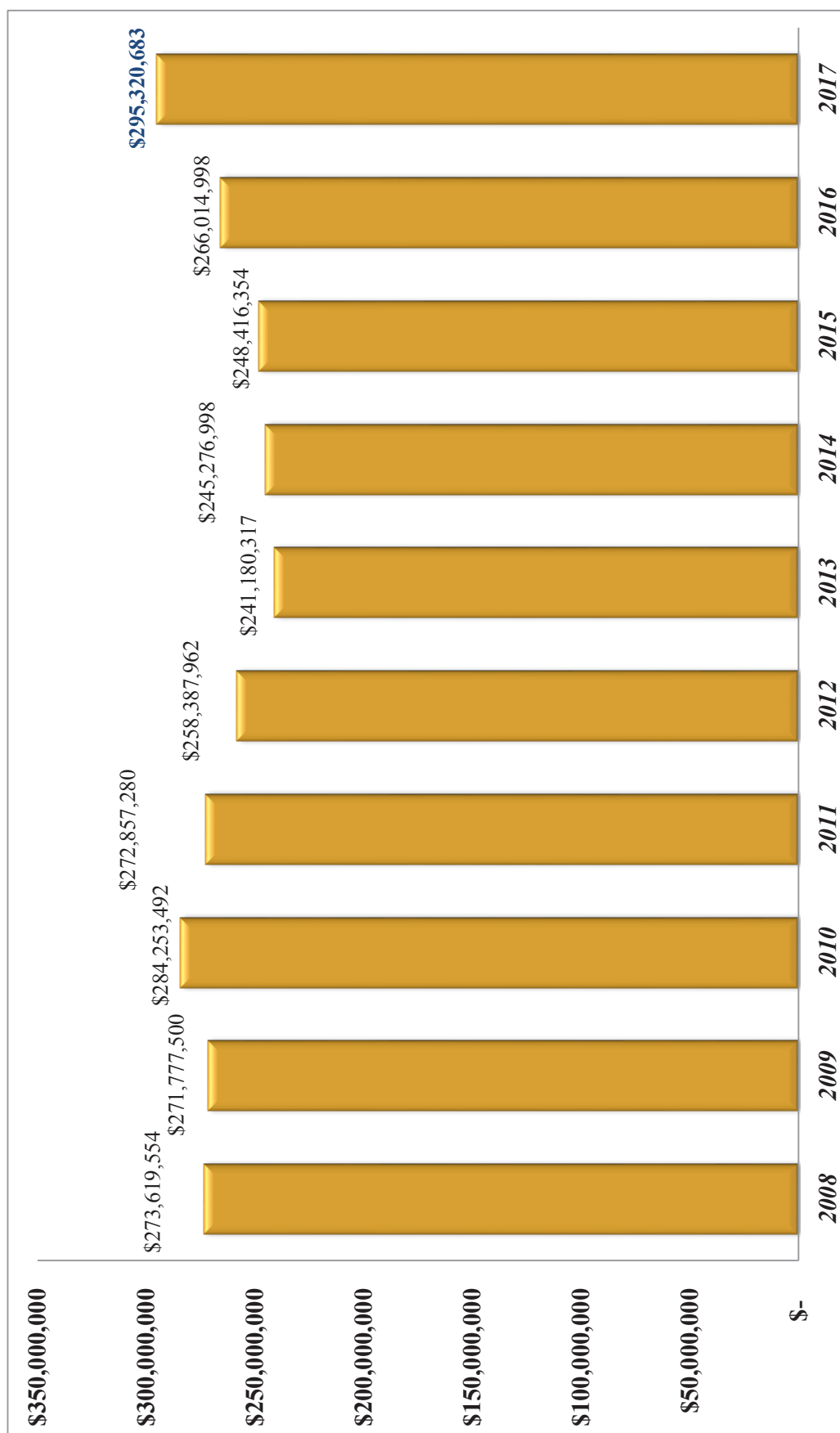
¹ Accounting standards require that net position be reported in three components in the financial statements: net investment in capital assets, restricted; and unrestricted. Net position are considered restricted only when (1) an external party, such as the State of Colorado or the federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the City. There are no restrictions currently reported as a result of enabling legislation.

² Calendar year 2010 not restated.

Data Source:

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Chart-Total Government-wide Net Position
Last Ten Calendar Years
(accrual basis of accounting)



City of Commerce City, Colorado
Changes in Net Position - Governmental Activities (Unaudited)
Last Ten Calendar Years
(accrual basis of accounting)

For The Calendar Year Ended December 31,										
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses:										
General government ²	\$ 13,595,170	\$ 13,904,175	\$ 12,738,525	\$ 16,447,412	\$ 14,459,589	\$ 17,900,457	\$ 18,048,736	\$ 17,269,638	\$ 17,228,391	\$ 20,101,431
Human resources	596,156	602,019	652,609	817,107	850,988	740,491	950,390	952,096	976,141	1,126,099
Community development ¹	3,547,786	3,464,452	3,354,574	3,522,548	4,213,383	5,457,255	3,467,187	3,408,731	3,929,739	4,017,432
Public safety	12,253,658	12,969,236	13,691,288	14,232,093	14,827,741	14,551,903	14,272,948	15,599,089	16,059,811	16,766,559
Public works	21,666,641	20,561,151	21,760,107	25,406,476	26,689,669	24,511,662	25,537,390	24,198,351	24,687,608	27,207,824
Parks, Recreation and Golf	6,052,183	6,366,292	6,816,406	7,569,219	8,590,968	8,439,998	10,627,413	11,280,173	12,913,063	14,282,916
Interest and fiscal charges	5,503,599	4,850,408	5,182,886	4,494,769	4,072,950	6,652,767	8,262,483	9,115,481	9,396,230	11,656,649
Total Expenses	63,215,193	62,717,733	64,196,395	72,489,624	73,705,288	78,861,531	81,166,547	81,823,558	85,190,982	95,158,909
Program Revenues:										
Charges for services:										
Fines	958,034	1,074,126	1,258,330	1,630,107	1,078,909	1,024,683	1,074,858	1,245,088	1,309,473	1,192,090
Parks and recreation	787,698	730,203	714,738	811,413	853,560	743,373	3,360,074	3,724,255	3,904,615	4,466,516
Impact fees	817,626	535,290	623,647	469,543	494,080	754,100	860,693	789,019	1,617,660	1,650,497
Water rights fees and sales	189,709	27,877	321,619	100,515	189,579	419,598	435,057	688,154	275,411	226,922
Building permits	817,820	461,541	792,190	866,302	841,494	1,000,069	1,266,718	1,450,246	1,452,504	1,807,587
Plan check fees	336,683	149,038	174,335	290,942	211,997	201,919	257,853	232,804	275,411	535,609
Other	1,379,162	1,343,023	1,671,249	1,659,508	1,556,505	1,745,850	1,764,681	2,059,182	7,307,941	2,684,397
Operating grants and contributions	1,999,486	774,525	1,122,157	937,741	788,938	341,810	378,293	503,376	445,213	1,236,071
Capital grants and contributions	2,267,814	10,151,868	1,564,668	2,360,758	1,935,167	6,414,329	4,732,804	5,610,936	9,375,833	22,261,014
Total Program Revenues	9,554,032	15,247,491	8,242,933	9,126,829	7,950,229	12,645,731	14,131,031	16,303,061	25,964,061	36,060,704
Net (Expense) Revenue	(53,661,161)	(47,470,242)	(55,953,462)	(63,362,795)	(65,755,059)	(66,215,802)	(67,035,515)	(65,520,495)	(59,226,921)	(59,098,205)
General Revenues:										
Taxes:										
Property	6,123,315	6,893,477	6,466,641	6,697,449	6,671,465	6,763,723	7,050,620	7,177,500	8,822,528	8,601,372
Sales and Use ³	31,874,621	30,330,972	51,970,021	37,324,443	35,516,389	34,630,187	48,928,254	50,463,396	55,378,333	64,317,067
Specific ownership	510,503	502,773	427,252	415,350	442,228	490,182	548,138	604,186	679,629	800,410
Street and bridge	3,440,538	1,808,578	434,238	436,797	433,157	446,668	498,074	475,684	509,964	513,191
Franchise	2,452,393	2,382,718	2,620,463	2,619,162	2,749,246	2,808,129	2,893,110	2,976,560	2,914,395	3,044,320
Other	789,156	723,477	2,300,316	1,964,939	1,935,436	2,007,696	2,118,920	2,212,982	1,673,837	2,864,629
Gain on sale of capital assets	41,282	59,147	67,748	13,290	156,453	-	2,594,330	10,516	(52,240)	327,175
Investment earnings	2,782,977	1,653,193	1,211,130	2,605,099	1,032,235	(2,354,901)	2,870,410	1,537,783	802,674	1,734,309
Miscellaneous	1,724,314	1,643,299	3,044,934	2,949,926	3,588,779	4,405,791	3,193,013	3,015,451	5,801,299	631,181
Total General Revenues	49,739,099	45,997,634	68,542,743	55,026,455	52,525,388	49,197,475	71,279,058	68,474,057	76,530,418	82,833,654
Net Transfers In (Out)	798,170	466,444	448,144	87,464	490,895	1,582,891	1,345,000	28,480	1,078,846	707,061
Total Net Transfers and General Revenues	50,537,269	46,464,078	68,990,887	55,113,919	53,016,283	50,780,366	72,624,058	68,502,537	77,609,263	83,540,715
Change in Net Position	\$ (3,123,892)	\$ (1,006,164)	\$ 13,037,425	\$ (8,248,876)	\$ (12,738,776)	\$ (15,435,439)	\$ 5,588,543	\$ 2,982,042	\$ 18,382,342	\$ 24,442,510

Notes:

¹ In 2005, the neighborhood services function was established but in 2008, it became a component of the community development function. For consistency in reporting, the neighborhood function has been combined with the community development function for all years presented.

² In 2009, administrative function was combined with the general government function. For consistency in reporting, the administration function has been combined with the general government function for all years presented.

³ In 2010, the City received a settlement in excess of \$20 million.

Data Source:

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Changes in Net Position - Governmental Activities - Percentage of Total (Unaudited)
Last Ten Calendar Years
(accrual basis of accounting)

For The Calendar Year Ended December 31,										
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses:										
General government	21.5%	22.2%	19.8%	22.7%	19.6%	22.7%	22.2%	21.1%	20.2%	21.1%
Human resources	0.9%	1.0%	1.0%	1.1%	1.2%	0.9%	1.2%	1.2%	1.1%	1.2%
Community development ¹	5.6%	5.5%	5.2%	4.9%	5.7%	6.9%	4.3%	4.2%	4.6%	4.2%
Public safety	19.4%	20.7%	21.3%	19.6%	20.1%	18.5%	17.6%	19.1%	18.9%	17.6%
Public works	34.3%	32.8%	33.9%	35.0%	36.2%	31.9%	31.5%	29.6%	29.0%	28.6%
Parks and recreation	9.6%	10.2%	10.6%	10.4%	11.7%	10.7%	13.1%	13.8%	15.2%	15.0%
Interest and fiscal charges	8.7%	7.7%	8.1%	6.1%	8.2%	8.2%	10.2%	10.1%	11.0%	12.2%
Total Expenses	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Program Revenues:										
Charges for services:										
Fines	10.0%	7.0%	15.3%	17.9%	13.6%	8.1%	7.6%	7.6%	5.0%	3.3%
Parks and recreation	8.2%	4.8%	8.7%	8.9%	10.7%	5.9%	23.8%	22.8%	15.0%	12.4%
Impact fees	8.6%	3.5%	7.6%	5.1%	6.2%	6.0%	6.1%	4.8%	6.2%	4.6%
Water rights fees	2.0%	0.2%	3.9%	1.1%	2.4%	3.3%	3.1%	4.2%	1.1%	0.6%
Building permits	8.6%	3.0%	9.6%	9.5%	10.6%	7.9%	9.0%	8.9%	5.6%	5.0%
Plan check fees	3.5%	1.0%	2.1%	3.2%	2.7%	1.6%	1.8%	1.4%	1.1%	1.5%
Other	14.4%	8.8%	20.3%	18.3%	19.7%	18.1%	12.5%	12.6%	28.1%	7.4%
Operating grants and contributions	20.9%	5.1%	13.6%	10.3%	9.9%	2.7%	2.7%	3.1%	1.7%	3.4%
Capital grants and contributions	23.7%	66.6%	19.0%	25.8%	18.8%	50.7%	33.5%	33.4%	36.1%	61.7%
Total Program Revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
General Revenues:										
Taxes:										
Property	12.3%	15.0%	9.4%	12.2%	12.7%	13.7%	9.9%	10.5%	11.5%	10.4%
Sales ²	64.1%	65.9%	75.8%	67.8%	67.6%	70.4%	68.6%	73.7%	72.4%	77.6%
Selective	1.0%	1.1%	0.6%	0.8%	0.8%	1.0%	0.8%	0.9%	0.9%	1.0%
Street and bridge taxes	6.9%	3.9%	0.6%	0.8%	0.8%	0.9%	0.7%	0.7%	0.7%	0.6%
Franchise taxes	4.9%	5.2%	3.8%	4.8%	5.2%	5.7%	4.1%	4.3%	3.8%	3.7%
Other	1.6%	1.6%	3.4%	3.6%	3.7%	4.1%	3.0%	3.2%	2.2%	3.5%
Gain on sale of capital assets	0.1%	0.1%	0.1%	0.0%	0.3%	0.0%	3.6%	0.0%	-0.1%	0.4%
Investment earnings	5.6%	3.6%	1.8%	4.7%	2.0%	-4.8%	4.0%	2.2%	1.0%	2.1%
Miscellaneous	3.5%	3.6%	4.4%	5.4%	4.5%	5.3%	6.9%	5.4%	7.6%	0.8%
Total General Revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Notes:

¹ In 2005, the neighborhood services function was established but in 2008, it became a component of the community development function. For consistency in reporting, the neighborhood function has been combined with the community development function for all

² In 2010, the City received a settlement in excess of \$20 million.

Data Source:

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Changes in Net Position - Business-type Activities (Unaudited)
Last Ten Calendar Years
(accrual basis of accounting)

	For The Calendar Year Ended December 31,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses										
Golf course ¹	\$ 1,844,817	\$ 1,749,606	\$ 2,354,627	\$ 2,444,128	\$ 2,483,443	\$ 2,515,214	\$ -	\$ -	\$ -	\$ -
Finance Authority	2,121,791	2,120,041	2,134,799	2,135,881	2,524,407	2,536,537	2,518,490	2,473,271	2,473,235	508,596
Total Expenses	3,966,608	3,869,647	4,489,426	4,580,009	5,007,850	5,051,751	2,518,490	2,473,271	2,473,235	508,596
Program Revenues										
Charges for services:										
Golf course	1,556,561	1,427,578	2,102,433	2,145,066	2,286,618	2,243,441	-	-	-	-
Solid waste management	579,994	591,644	793,675	1,469,745	657,788	682,659	361,564	632,972	753,333	799,196
Rents	1,467,933	1,469,239	1,469,806	696,373	1,467,806	1,857,807	2,006,231	1,997,632	2,003,419	-
Capital grants and contributions	-	-	-	1,319,483	2,502,655	72,692	-	-	-	-
Total Program Revenues	3,604,488	3,488,461	4,365,914	5,630,667	6,914,867	4,856,599	2,367,795	2,630,604	2,756,752	799,196
Net (Expense) Revenue	(362,120)	(381,186)	(123,512)	1,050,658	1,907,017	(195,152)	(150,695)	157,333	283,517	290,600
General Revenues										
Gain on the sale of capital assets	1,998	6,358	-	-	-	-	-	-	-	5,274,059
Investment earnings	20,137	5,382	(1,967)	14,937	11,115	(1,616)	3,833	2,858	11,631	5,577
Miscellaneous	28,103	-	12,190	40,079	3,004	7,450	-	-	-	-
Total General Revenues	50,238	11,740	10,223	55,016	14,119	5,834	3,833	2,858	11,631	5,279,636
Net Transfers In (Out)	(798,170)	(466,444)	(448,144)	(87,464)	(490,895)	(1,582,891)	(1,345,000)	(28,480)	(1,078,846)	(707,061)
Total General Revenues and Transfers	(747,932)	(454,704)	(437,921)	(32,448)	(476,776)	(1,577,057)	(1,341,167)	(25,622)	(1,067,215)	4,572,575
Change in Net Position	\$ (1,110,052)	\$ (835,890)	\$ (561,433)	\$ 1,018,210	\$ 1,430,241	\$ (1,772,209)	\$ (1,491,862)	\$ 131,711	\$ (783,698)	\$ 4,863,175

Notes:

¹ The golf course enterprise fund closed effective 1/1/2014, financial transactions are now part of the park and recreation department.

Data Source:

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Changes in Net Position - Total (Unaudited)
Last Ten Calendar Years
(accrual basis of accounting)

	For The Calendar Year Ended December 31, (Restated)									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses:										
Governmental activities ¹	\$ 63,215,193	\$ 62,717,733	\$ 64,196,395	\$ 72,489,624	\$ 73,705,288	\$ 78,861,531	\$ 81,166,547	\$ 81,823,558	\$ 85,190,982	\$ 95,158,909
Business-type activities ²	3,966,608	3,869,647	4,489,426	4,580,009	5,007,850	5,051,751	2,518,490	2,473,271	2,473,235	508,596
Total Expenses	67,181,801	66,587,380	68,685,821	77,069,633	78,713,138	83,913,282	83,685,037	84,296,829	87,664,217	95,667,505
Program Revenues:										
Governmental activities ¹	9,554,032	15,247,491	15,247,491	9,126,829	7,950,229	12,645,731	14,131,031	16,328,663	25,964,061	36,060,704
Business-type activities ²	3,604,488	3,488,461	3,488,461	5,630,667	6,914,867	4,856,599	2,367,795	2,630,604	2,756,752	799,196
Total Program Revenues	13,158,520	18,735,952	18,735,952	14,757,496	14,865,096	17,502,330	16,498,826	18,959,267	28,720,813	36,859,900
Net (Expense) Revenue	(54,023,281)	(47,851,428)	(49,949,869)	(62,312,137)	(63,848,042)	(66,410,952)	(67,186,211)	(65,337,561)	(58,943,404)	(58,807,604)
General Revenues and Transfers:										
Governmental activities ¹	50,537,269	46,464,078	68,990,887	55,113,919	53,016,283	50,780,366	72,624,058	68,502,537	77,609,263	83,540,715
Business-type activities ²	(747,932)	(454,704)	(437,921)	(32,448)	(476,776)	(1,577,057)	(1,341,167)	(25,622)	(1,067,215)	4,572,575
Total General Revenues and Transfers	49,789,337	46,009,374	68,552,966	55,081,471	52,539,507	49,203,309	71,282,891	68,476,915	76,542,048	88,113,290
Change in Net Position	\$ (4,233,944)	\$ (1,842,054)	\$ 18,603,097	\$ (7,230,666)	\$ (11,308,535)	\$ (17,207,643)	\$ 4,096,680	\$ 3,139,356	\$ 17,598,644	\$ 29,305,686

Data Source:¹ See Exhibit II² See Exhibit IV

City of Commerce City, Colorado
Fund Balances - Governmental Funds (Unaudited)
Fiscal Years 2005 - 2010 ¹
(modified accrual basis of accounting)

	For The Calendar Year Ended December 31,		
	2008	2009	2010
General Fund			
Reserved	\$ 882,719	\$ 8,622,347	\$ 8,654,854
Unreserved	7,178,419	15,303,280	35,919,583
Subtotal General Fund	8,061,138	23,925,627	44,574,437
General Fund Percentage Change	14.5%	196.8%	86.3%
All Other Governmental Funds			
Reserved	46,342,591	38,763,033	36,589,993
Unreserved:			
Special Revenue Funds ³	13,074,677	2,999,564	3,085,693
Capital Projects Funds ²	23,112,209	24,328,314	23,385,483
Subtotal All Other Governmental Funds	82,529,477	66,090,911	63,061,169
All Other Governmental Funds Percentage Change	2.2%	-19.9%	-4.6%
Total Governmental Funds			
Reserved	47,225,310	47,385,380	45,244,847
Unreserved	43,365,305	42,631,158	62,390,759
Total Governmental Funds	\$ 90,590,615	\$ 90,016,538	\$107,635,606
All Governmental Funds Percentage Change	3.2%	-0.6%	19.6%

Notes:

¹ The City implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Definitions*, in Fiscal Year 2011 (See Exhibit VIA). The City did not restate the prior six years.

² In 2005, the City issued \$17,500,000 in debt, in 2006, the City issued \$90,900,000 and in 2008, the City issued \$35,500,000 in debt, resulting in substantial unspent capital projects fund's fund balances.

³ In 2009, the sales and use tax fund, the street and bridge fund and the recreation fund were merged with the general fund, resulting in an increased general fund's fund balance and a decreased special revenue

Data Source:

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Fund Balances - Governmental Funds
Last Six Calendar Years
(modified accrual basis of accounting)

	For The Calendar Year Ended December 31,						
	2011	2012	2013	2014	2015	2016	2017
General Fund							
<i>Nonspendable:</i>							
Inventory	\$ 2,770	\$ 1,895	\$ 38,011	\$ 43,085	\$ 45,513	\$ 46,225	\$ 45,777
Prepaid items	15,596	66,261	55,999	58,964	8,264	4,452	245,601
Long-term notes	11,482,660	13,961,916	6,566,774	61,819	71,385	65,296	56,952
<i>Total nonspendable</i>	11,501,026	14,030,072	6,660,784	163,868	125,162	115,973	348,330
<i>Restricted:</i>							
Emergencies	1,374,820	1,441,810	1,394,502	2,125,387	2,041,031	2,295,847	2,739,303
Capital outlay and operations	-	-	-	8,310,665	4,643,876	18,882,326	23,701,022
<i>Total restricted</i>	1,374,820	1,441,810	1,394,502	10,436,052	6,684,907	21,178,173	26,440,325
<i>Committed</i> - court surcharge	517,154	529,824	430,478	330,436	265,994	4,931	-
<i>Assigned:</i>							
Operating reserved	4,621,503	4,685,990	5,069,900	5,285,332	5,469,947	5,731,937	-
Safeguards	6,648,559	6,715,746	7,103,656	9,591,825	9,642,472	11,056,343	-
Subsequent years' budgets	6,661,511	2,407,275	2,692,816	-	-	-	-
<i>Total assigned</i>	17,931,573	13,809,011	14,866,372	14,877,157	15,112,419	16,788,280	-
<i>Unassigned</i>	10,354,842	5,836,822	1,498,539	5,689,832	17,392,957	10,861,695	37,048,554
Total General Fund	\$ 41,679,415	\$ 35,647,539	\$24,850,675	\$ 31,497,345	\$ 39,581,438	\$ 48,949,051	\$ 63,837,209
<i>General Fund % Change</i> <i>From Prior Year</i>	-7.4%	-14.5%	-30.3%	26.7%	25.7%	29.7%	30.4%
All Other Governmental Funds							
<i>Nonspendable</i>	\$ 4,051,340	\$ 10,893,726	\$13,659,072	\$ 17,218,123	\$ 19,657,699	\$ 13,503,653	\$ 348,330
<i>Restricted:</i>							
Emergencies	242,270	158,097	329,241	2,530,778	174,153	1,956,604	655,194
Capital projects	14,522,247	14,695,675	14,524,471	73,729,813	61,610,612	102,963,293	47,399,845
Debt service	16,008,506	16,248,149	15,023,319	9,604,099	-	6,758	-
Urban renewal	892,822	-	-	1,507,261	1,655,143	2,122,750	6,623,808
Public safety	36,690	34,287	33,735	48,685	51,764	-	-
Parks and recreation	229,548	188,494	251,087	236,611	178,797	-	-
Public works	224,342	241,669	254,947	277,760	298,474	-	-
<i>Total restricted</i>	32,156,425	31,566,371	30,416,800	87,935,007	63,968,944	107,049,405	54,678,847
<i>Committed:</i>							
Capital projects	13,586,808	1,796,408	1,867,718	7,685,089	4,645,529	9,903,574	12,526,945
Water rights	1,312,397	1,594,878	1,931,326	2,959,737	3,729,745	1,774,946	804,549
<i>Total committed</i>	14,899,205	3,391,286	3,799,044	10,644,826	8,375,273	11,678,520	13,331,493
<i>Assigned:</i>							
Capital projects	8,781,925	13,649,026	12,256,508	6,307,727	8,820,151	18,442,427	15,694,063
Debt service	1,060,349	1,087,630	1,679,447	3,046,536	2,678,825	2,499,381	3,369,310
<i>Total assigned</i>	9,842,274	14,736,656	13,935,955	9,354,263	11,498,976	20,941,808	19,063,373
<i>Unassigned:</i>							
Deficit	\$ -	\$ (149,875)	\$ (5,620,946)	\$ (55,378)	\$ 202,118	\$ (531,224)	\$ (53,133)
Subtotal All Other Governmental Funds	\$ 60,949,244	\$ 60,438,164	\$56,189,925	\$125,096,841	\$ 103,298,774	\$ 152,642,162	\$ 87,020,580
Total Governmental Funds	\$ 102,628,659	\$ 96,085,703	\$81,040,600	\$156,594,186	\$ 142,880,212	\$ 201,591,212	\$ 150,857,787
All Other Governmental Funds							
Percentage Change	-4.7%	-6.3%	-15.7%	93.2%	-9.3%	41.1%	-25.2%

Notes:

The City implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Definitions*, in Fiscal Year 2011.

Data Source:

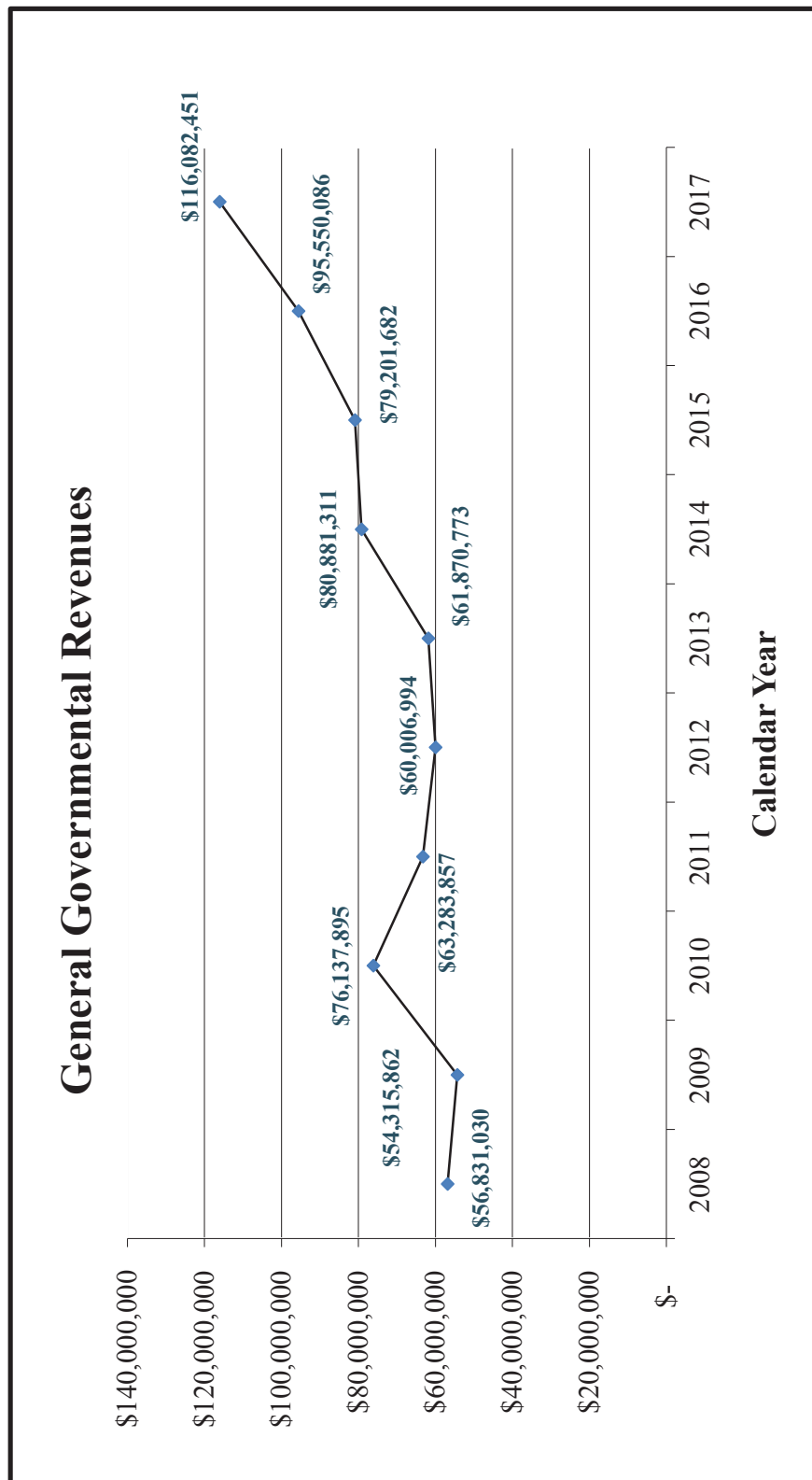
Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
General Governmental Revenues by Source (Unaudited) ¹
Last Ten Calendar Years
(modified accrual basis of accounting)

Revenue Source	For The Calendar Year Ended December 31,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	Amounts									
Taxes ²	\$ 44,888,577	\$ 42,641,995	\$ 64,218,931	\$ 49,458,140	\$ 47,747,921	\$ 47,146,585	\$ 62,037,116	\$ 63,910,308	\$ 70,711,661	\$ 80,140,991
Intergovernmental	2,029,825	1,981,140	2,226,237	1,005,266	2,592,159	4,170,519	2,519,646	2,472,275	4,145,111	20,108,555
Licenses and permits	1,159,365	974,838	974,838	2,678,222	973,393	1,142,045	1,419,125	1,566,929	2,226,495	2,634,905
Fines and forfeitures	958,034	1,258,330	1,258,330	1,630,107	1,078,909	1,024,683	1,074,858	1,245,088	1,309,473	1,191,015
Charges for services	2,892,662	3,341,377	3,341,377	3,192,957	3,173,822	3,722,863	6,525,951	7,065,610	11,154,651	8,510,776
Sale of water rights	-	-	-	-	-	-	-	-	275,411	226,922
Contributions ⁴	-	-	-	-	-	-	-	-	20,932	26,649
Special assessments	16,763	10,393	10,393	16,153	11,338	6,403	639	1,768	4,452	-
Investment earnings ²	2,595,563	1,117,962	1,117,962	2,392,127	932,928	(2,035,683)	2,477,146	1,335,923	700,433	1,650,079
Interest and penalties ³	301,949	4,966	4,966	3,423	2,225	1,835	131	1,259	1,704	4,991
Miscellaneous	1,988,292	2,984,861	2,984,861	2,907,462	3,494,299	6,691,523	3,147,070	3,282,151	4,999,761	1,587,567
Total Revenues	\$ 56,831,030	\$ 54,315,862	\$ 76,137,895	\$ 63,283,857	\$ 60,006,994	\$ 61,870,773	\$ 79,201,682	\$ 80,881,311	\$ 95,550,086	\$ 116,082,451
% change from prior year	-2.6%	-8.2%	45.9%	-16.9%	-5.2%	3.1%	28.0%	1.6%	20.6%	43.5%
	Percentage of Total									
Taxes	79.0%	78.5%	84.3%	78.2%	79.6%	76.2%	78.3%	79.0%	74.0%	69.0%
Intergovernmental	3.6%	3.6%	2.9%	1.6%	4.3%	6.7%	3.2%	3.1%	4.3%	17.3%
Licenses and permits	2.0%	1.8%	1.3%	4.2%	1.6%	1.8%	1.8%	1.9%	2.3%	2.3%
Fines and forfeitures	1.7%	2.3%	1.7%	2.6%	1.8%	1.7%	1.4%	1.5%	1.4%	1.0%
Charges for services	5.1%	6.2%	4.4%	5.0%	5.3%	6.0%	8.2%	8.7%	11.7%	7.3%
Special assessments	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Investment earnings	4.6%	2.1%	1.5%	3.8%	1.6%	-3.3%	3.1%	1.7%	0.7%	1.4%
Interest and penalties	0.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Miscellaneous	1.7%	5.5%	3.9%	4.6%	5.8%	10.8%	4.0%	4.1%	5.2%	1.4%
Total Revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	99.7%	99.8%

Notes:¹ Includes all governmental fund types.² Includes donations, insurance revenues and miscellaneous revenues.³ Beginning in 2009, interest and penalties on sales and use taxes are reported as taxes.⁴ Includes contributions from all governmental Funds

City of Commerce City, Colorado
Chart-Total General Governmental Revenues
Last Ten Calendar Years
(modified accrual basis of accounting)



City of Commerce City, Colorado
Tax Revenues by Source - Governmental Funds (Unaudited)
Last Ten Calendar Years
(modified accrual basis of accounting)

For The Calendar Year Ended December 31,	Property	Specific Ownership	Sales	Franchise	Highway Users	Transportation	Other ¹	Total
Amounts								
2008	6,123,315	510,503	31,874,621	2,452,393	1,084,435	1,823,956	1,019,354	44,888,577
2009	6,893,477	502,773	30,330,972	2,382,718	1,210,813	-	1,321,242	42,641,995
2010 ²	6,466,641	427,252	51,970,021	2,620,463	1,418,342	-	1,316,212	64,218,931
2011	6,697,449	415,350	37,324,443	2,619,162	1,453,672	275,390	672,674	49,458,140
2012	6,671,465	442,228	35,516,389	2,749,246	1,468,267	290,154	610,172	47,747,921
2013	6,763,723	490,182	34,630,187	2,808,129	1,491,622	332,260	630,482	47,146,585
2014	7,050,620	548,138	48,928,254	2,893,110	1,545,690	379,610	691,694	62,037,116
2015	7,177,500	604,186	50,463,396	2,976,560	1,616,231	392,171	680,263	63,910,308
2016	8,822,528	679,629	55,378,333	2,914,395	1,673,837	427,439	815,500	70,711,661
2017	8,601,372	800,410	64,317,067	3,044,320	1,757,867	513,191	1,106,764	80,140,991
% Change in Dollars Over 10 Years								
	40.5%	56.8%	101.8%	24.1%	62.1%	-71.9%	8.6%	78.5%
Percentage of Total								
2008	13.6%	1.1%	71.0%	5.5%	2.4%	4.1%	2.1%	100.0%
2009	16.2%	1.2%	71.1%	5.6%	2.8%	0.0%	2.4%	100.0%
2010	10.1%	0.7%	80.9%	4.1%	2.2%	0.0%	2.0%	100.0%
2011	13.5%	0.8%	75.5%	5.3%	2.9%	0.6%	1.4%	100.0%
2012	14.0%	0.9%	74.4%	5.8%	3.1%	0.6%	1.3%	100.0%
2013	14.3%	1.0%	73.5%	6.0%	3.2%	0.7%	1.3%	100.0%
2014	11.4%	0.9%	78.9%	4.7%	2.5%	0.6%	1.1%	100.0%
2015	11.2%	0.9%	79.0%	4.7%	2.5%	0.6%	1.1%	100.0%
2016	12.5%	1.0%	78.3%	4.1%	2.4%	0.6%	1.2%	100.0%
2017	10.7%	1.0%	80.3%	3.8%	2.2%	0.6%	1.4%	100.0%

Notes:

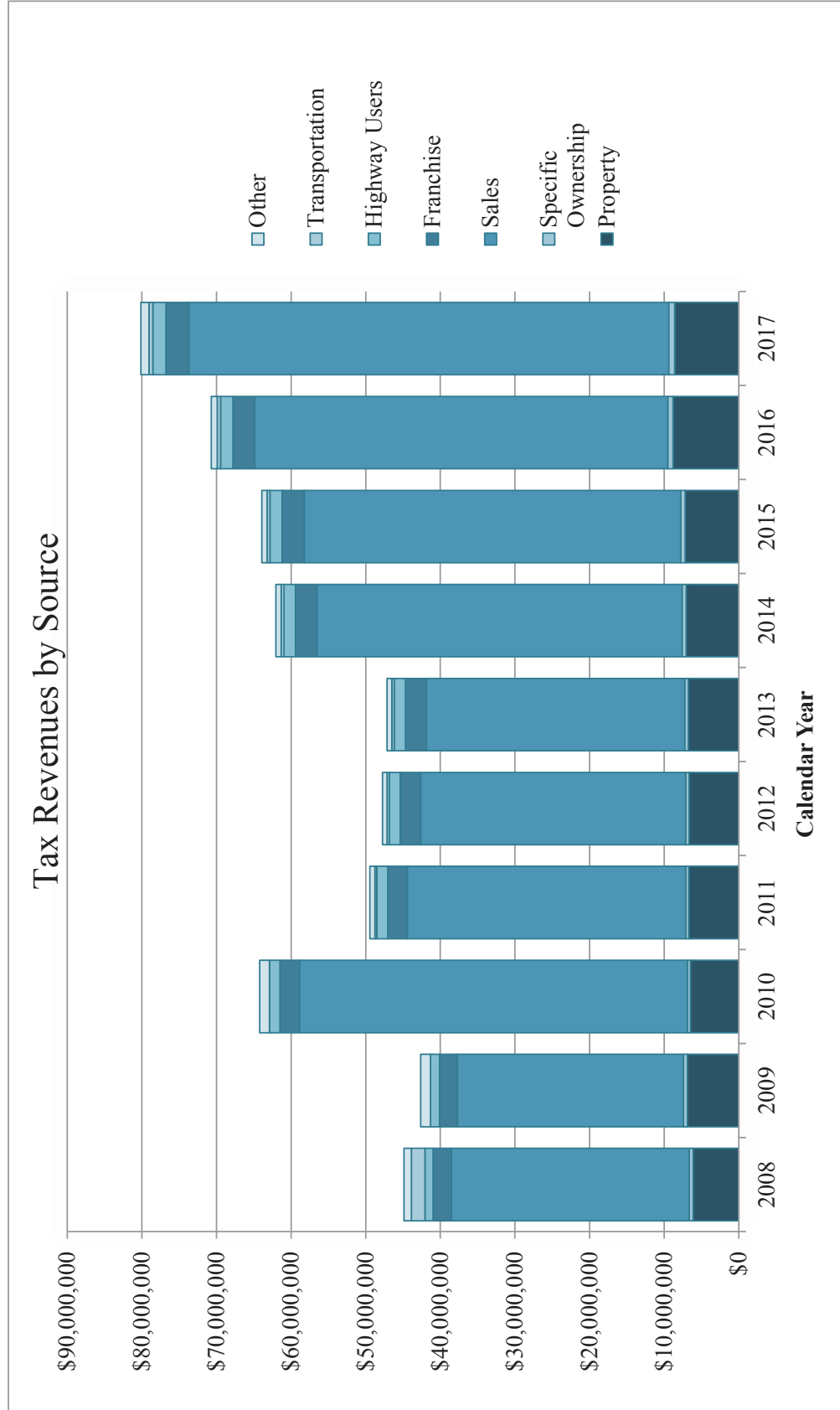
¹ Includes vehicle transfer taxes, pari-mutuel taxes, road and bridge taxes, motor vehicle registration and open space taxes.

² In 2010, the City received a settlement in excess of \$20 million.

Data Source:

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Chart-Tax Revenues by Source - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)



+
General Governmental Expenditures by Function (Unaudited) ¹
Last Ten Calendar Years
(modified accrual basis of accounting)

Function	For the Calendar Year Ended December 31,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Current:										
General government ²	\$ 12,904,813	\$ 12,547,698	\$ 13,049,858	\$ 15,974,790	\$ 13,301,591	\$ 16,762,932	\$ 17,732,572	\$ 17,235,593	\$ 17,133,818	20,101,431
Human resources	590,350	597,790	646,519	810,819	844,554	732,398	944,112	943,726	970,420	1,126,099
Community development	3,482,500	3,260,286	3,559,877	3,549,080	4,254,719	5,398,904	3,497,158	3,437,157	3,885,911	4,017,432
Public safety	11,870,083	12,311,251	13,486,079	14,121,885	14,753,922	14,294,055	14,216,866	15,240,423	15,694,990	16,766,559
Public works	5,524,594	6,228,428	6,491,376	6,598,923	7,160,016	7,109,305	7,617,254	7,388,869	7,650,397	27,207,824
Parks, Recreation and Golf	4,993,212	5,193,684	5,899,617	6,267,163	6,355,860	6,362,705	9,154,146	9,846,433	10,941,760	11,656,649
Total Current	39,365,552	40,139,137	43,133,326	47,322,660	46,670,662	50,660,299	53,162,108	54,092,202	56,277,296	80,875,994
% Change From Prior Year	4.6%	2.0%	7.5%	9.7%	-1.4%	8.5%	4.9%	1.7%	4.0%	43.7%
Capital Outlay	42,467,306	6,828,986	10,773,036	13,616,022	14,669,901	11,171,562	24,686,331	27,275,214	36,734,117	94,038,553
% Change From Prior Year	-6.5%	-83.9%	57.8%	26.4%	7.7%	-23.8%	121.0%	10.5%	34.7%	156.0%
Debt Service										
Principal	1,735,000	1,800,000	1,890,000	1,357,895	1,534,165	5,081,142	2,828,438	4,860,508	4,758,636	5,998,361
Interest and fees	5,312,233	4,769,501	5,084,890	4,313,921	4,111,503	5,772,597	6,764,165	9,232,242	8,863,367	11,863,360
Bond issuance costs	305,893	-	-	-	-	2,071,222	592,270	454,031	634,430	516,952
Payment to escrow agent	-	-	-	1,572,248	-	-	-	-	-	-
Total Debt Service	7,353,126	6,569,501	6,974,890	7,244,064	5,645,668	12,924,961	10,184,873	14,546,781	14,256,432	18,378,673
% Change From Prior Year	16.0%	-10.7%	6.2%	3.9%	-22.1%	128.9%	-21.2%	42.8%	-2.0%	28.9%
Total Expenditures	\$ 89,185,984	\$ 53,537,624	\$ 60,881,252	\$ 68,182,746	\$ 66,986,231	\$ 74,756,822	\$ 88,033,312	\$ 95,914,196	\$ 107,267,845	\$ 193,293,220
% Change From Prior Year	-0.3%	-40.0%	13.7%	12.0%	-1.8%	11.6%	17.8%	9.0%	11.8%	80.2%
Debt Service as a % of Noncapital Expenditures	15.6%	13.9%	14.0%	12.7%	10.1%	20.4%	13.3%	17.2%	14.9%	10.1%

Notes:¹ Includes all governmental fund types.² In 2009, administrative function was combined with the general government function. For consistency in reporting, the administration function has been combined with the general government function for all years presented.**Data Source:**

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
General Governmental Current Expenditures by Function (Unaudited) ¹
Last Ten Calendar Years
(modified accrual basis of accounting)

For The Calendar Year Ended December 31,										
Function	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Current:										
General government	\$12,904,813	\$ 12,547,698	\$ 13,049,858	\$ 15,974,790	\$ 13,301,591	\$ 16,762,932	\$ 17,732,572	\$ 17,235,593	\$ 17,133,818	\$ 20,101,431
Human resources	590,350	597,790	646,519	810,819	844,554	732,398	944,112	943,726	970,420	1,126,099
Community development	3,482,500	3,260,286	3,559,877	3,549,080	4,254,719	5,398,904	3,497,158	3,437,157	3,885,911	4,017,432
Public safety	11,870,083	12,311,251	13,486,079	14,121,885	14,753,922	14,294,055	14,216,866	15,240,423	15,694,990	16,766,559
Public works	5,524,594	6,228,428	6,491,376	6,598,923	7,160,016	7,109,305	7,617,254	7,388,869	7,650,397	27,207,824
Parks, Recreation and Golf	4,993,212	5,193,684	5,899,617	6,267,163	6,355,860	6,362,705	9,154,146	9,846,433	10,941,760	11,656,649
Total Current	\$39,365,552	\$ 40,139,137	\$ 43,133,326	\$ 47,322,660	\$ 46,670,662	\$ 50,660,299	\$ 53,162,108	\$ 54,092,202	\$ 56,277,296	\$ 80,875,994
Percentage of Total										
Current:										
General government	32.8%	31.3%	30.3%	33.8%	28.5%	33.1%	33.4%	31.9%	30.4%	24.9%
Human resources	1.5%	1.5%	1.5%	1.7%	1.8%	1.4%	1.8%	1.7%	1.7%	1.4%
Community development	8.8%	8.1%	8.3%	7.5%	9.1%	10.7%	6.6%	6.4%	6.9%	5.0%
Public safety	30.2%	30.7%	31.3%	29.8%	31.6%	28.2%	26.7%	28.2%	27.9%	20.7%
Public works	14.0%	15.5%	15.0%	13.9%	15.3%	14.0%	14.3%	13.7%	13.6%	33.6%
Parks, Recreation and Golf	12.7%	12.9%	13.7%	13.2%	13.6%	12.6%	17.2%	13.7%	19.4%	14.4%
Total Current	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Notes:

¹ Includes all governmental fund types.

Data Source:

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Summary of Changes in Fund Balances - Governmental Funds (Unaudited)
Last Ten Calendar Years
(modified accrual basis of accounting)

Source	For The Calendar Year Ended December 31,									
	2008	2009	2010	2011	2012	2013	2014	2015 3	2016	2017
Total Revenues	\$ 56,831,030	\$ 54,315,862	\$ 76,137,895	\$ 63,283,857	\$ 60,006,994	\$ 61,870,773	\$ 79,201,682	\$ 80,881,310	\$ 95,550,086	\$ 116,082,451
Total Expenditures	89,185,984	53,537,624	60,881,252	68,182,746	66,986,231	74,756,822	88,033,312	95,914,196	107,267,845	193,293,220
Excess (Deficiency) of Revenues Over (Under) Expenditures	(32,354,954)	778,238	15,256,643	(4,898,889)	(6,979,237)	(12,886,049)	(8,831,630)	(15,032,886)	(11,717,759)	(77,210,769)
Other Financing Sources										
Sale of capital assets	-	5,753	-	-	-	-	4,304,656	-	-	-
Issuance of long-term debt	35,500,000	-	2,045,763	-	-	86,400,000	73,445,000	52,645,000	54,460,000	34,835,000
Bond premium	-	-	-	-	-	6,615,706	5,157,213	5,219,129	12,174,430	1,269,756
Payment to refunding bond	-	-	-	-	-	(89,998,038)	-	(56,991,439)	-	(29,129,479)
Payment to escrow agent	-	-	-	-	-	1,929,648	-	-	-	-
Lease purchase agreement	(337,250)	-	-	-	-	-	-	-	-	-
Bond discount	38,305,521	32,960,247	6,648,608	9,857,192	10,589,271	6,867,429	18,606,259	8,354,818	26,016,713	14,568,413
Transfers in	(38,335,893)	(32,182,824)	(6,331,946)	(9,886,248)	(10,152,989)	(13,973,799)	(17,127,912)	(8,381,429)	(22,223,630)	(13,414,507)
Transfers out										
Total Other Financing Sources	35,132,378	783,176	2,362,425	(29,056)	436,282	(2,159,054)	84,385,216	846,080	70,427,513	8,129,183
Net Change in Fund Balances	2,777,424	(574,077)	17,619,068	(4,927,945)	(6,542,955)	(15,045,103)	76,137,775	(14,186,806)	58,709,754	(69,081,586)
Fund Balances, Beginning of Year²	87,813,191	90,590,615	90,016,538	107,556,604	102,628,659	96,085,704	81,040,600	157,068,264	142,881,460	201,591,211
Other Changes¹	-	-	(79,002)	-	-	-	-	-	-	-
Fund Balances, End of Year	\$ 90,590,615	\$ 90,016,538	\$ 107,556,604	\$ 102,628,659	\$ 96,085,704	\$ 81,040,600	\$ 157,178,375	\$ 142,881,451	\$ 201,591,213	\$ 132,509,624

Notes:¹ Generally includes restatements of prior year fund balances.² 2014 ending balance was restated in 2015³ 2015 ending balance was understated**Data Source:**

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Direct and Overlapping Sales and Use Tax Rates (Unaudited)
Last Ten Calendar Years

For The Calendar Year	Direct ²	Overlapping					Total Direct and Overlapping Rates
	City	State of Colorado	Adams County	Regional Transportation District	The Cultural And Scientific Facilities District	Metropolitan Football Stadium District ¹	
2008	3.50%	2.90%	0.75%	1.00%	0.10%	0.10%	8.35%
2009	3.50%	2.90%	0.75%	1.00%	0.10%	0.10%	8.35%
2010	3.50%	2.90%	0.75%	1.00%	0.10%	0.10%	8.35%
2011	3.50%	2.90%	0.75%	1.00%	0.10%	0.10%	8.35%
2012	3.50%	2.90%	0.75%	1.00%	0.10%	0.00%	8.25%
2013	4.50%	2.90%	0.75%	1.00%	0.10%	0.00%	9.25%
2014	4.50%	2.90%	0.75%	1.00%	0.10%	0.00%	9.25%
2015	4.50%	2.90%	0.75%	1.00%	0.10%	0.00%	9.25%
2016	4.50%	2.90%	0.75%	1.00%	0.10%	0.00%	9.25%
2017	4.50%	2.90%	0.75%	1.00%	0.10%	0.00%	9.25%

Notes:

¹ The Metropolitan Football Stadium District ended by law December 31, 2011.

² There are no components of the total direct rate.

Data Source:

Colorado Department of Revenue, "History of Local Sales and County Lodging Taxes".

City of Commerce City, Colorado
Principal Sales and Use Tax Taxpayers (Unaudited) ¹
Calendar Years 2017 and 2008

Type of Business:	2017	
	Amount	Percentage
Refinery	\$ 4,284,969	6.7%
Utility	3,589,470	5.6%
Technology	1,720,090	2.7%
Retail	1,449,796	2.3%
Natural Resources	1,359,555	2.1%
Retail	1,092,567	1.7%
Utility	881,597	1.4%
Retail	810,754	1.3%
Retail	512,851	0.8%
Retail	472,367	0.7%
Total Principal Taxpayers	16,174,017	25.1%
All Other Taxpayers	48,143,050	74.9%
Total Taxpayers	\$ 64,317,067	100.0%
Type of Business:	2008 ³	
	Amount	Percentage
Refinery	\$ 2,378,216	7.8%
Retail	1,017,840	3.3%
Retail	290,701	1.0%
Retail	195,622	0.6%
Retail	186,111	0.6%
Retail	184,838	0.6%
Retail	183,144	0.6%
Retail	148,944	0.5%
Trans/Trucking	148,841	0.5%
Retail	148,353	0.5%
Total Principal Taxpayers	4,882,610	16.0%
All Other Taxpayers ²	25,696,333	84.0%
Total Taxpayers	\$ 30,578,943	100.0%

Notes:

¹ Colorado law does not allow disclosure of individual taxpayers.

² Amount includes audit revenue.

³ Information as submitted in prior year CAFR.

Data Source:

City sales tax collection records.

City of Commerce City, Colorado
Taxable Assessed Value and Estimated Actual Value of Property - By Type
Last Ten Calendar Years

Calendar Year	Amounts											Annual Percentage Change
	Residential Property	Commercial Property	Industrial Property	Vacant Land	Oil and Gas	Agricultural Property	Natural Resources	Personal Property	State Assessed Utilities	Total Taxable Assessed Value	Total Direct Tax Rate ¹	
2008 ³	212,504,800	177,106,860	25,758,840	46,429,650	727,150	278,280	357,560	204,780,140	839,190	668,782,470	3.280	11.1%
2009	187,818,990	185,420,610	25,200,150	35,720,360	991,410	310,410	912,510	233,735,380	1,148,220	671,258,040	3.280	-5.1%
2010 ⁴	190,685,250	186,353,530	24,808,700	32,124,100	415,310	309,260	20	240,021,660	844,220	675,562,050	3.280	1.1%
2011	182,201,360	195,676,050	24,585,170	28,635,630	635,100	307,440	20	236,696,350	1,521,940	670,259,060	3.280	-2.4%
2012	185,560,160	202,701,930	24,415,280	27,178,920	633,000	315,090	20	239,845,880	3,451,720	684,102,000	3.269	2.0%
2013	185,376,770	220,081,390	26,585,620	27,565,950	523,110	339,280	20	273,023,780	3,838,450	737,334,370	3.280	4.5%
2014	191,684,050	221,044,760	26,513,220	24,528,810	469,760	336,240	20	270,393,230	3,744,510	738,714,600	3.280	1.5%
2015	238,260,070	236,533,030	27,239,130	27,143,070	405,450	413,040	20	254,618,390	5,022,600	789,634,800	3.280	14.0%
2016	246,922,800	237,284,210	27,500,720	24,427,960	168,260	406,670	20	249,758,620	4,973,920	791,443,180	3.128	1.8%
2017	315,889,320	273,443,160	32,209,870	40,059,470	111,100	452,380	20	246,158,680	4,972,110	913,296,110	3.128	21.1%
% Change From 2008 - 2017	48.7%	54.4%	25.0%	-13.7%	-84.7%	62.6%	-100.0%	20.2%	492.5%	36.6%		42.1%
Assessment Ratio	7.96%	29.00%	29.00%	29.00%	87.50%	29.00%	29.00%	29.00%	29.00%			
Percentage of Total												
2008	31.8%	26.5%	3.9%	6.9%	0.1%	0.0%	0.1%	30.6%	0.1%	100.0%		
2009	28.0%	27.6%	3.8%	5.3%	0.1%	0.0%	0.1%	34.8%	0.1%	100.0%		
2010	28.2%	27.6%	3.7%	4.8%	0.1%	0.0%	0.0%	35.5%	0.1%	100.0%		
2011	27.2%	29.2%	3.7%	4.3%	0.1%	0.0%	0.0%	35.3%	0.2%	100.0%		
2012	27.1%	29.6%	3.6%	4.0%	0.1%	0.0%	0.0%	35.1%	0.5%	100.0%		
2013	25.1%	29.8%	3.6%	3.7%	0.1%	0.0%	0.0%	37.0%	0.5%	100.0%		
2014	25.9%	29.9%	3.6%	3.3%	0.1%	0.0%	0.0%	36.6%	0.5%	100.0%		
2015	30.2%	30.0%	3.4%	3.4%	0.1%	0.1%	0.0%	32.2%	0.6%	100.0%		
2016	31.2%	30.0%	3.5%	3.1%	0.0%	0.1%	0.0%	31.6%	0.6%	100.0%		
2017	27.9%	15.2%	17.1%	64.0%	-34.0%	11.2%	0.0%	-1.4%	0.0%	100%		

Notes:¹ Tax rates presented in per \$1,000 assessed value.² Assessed values are 7.96% of actual value for residential property, 87.5% for gas and oil and 29% for all other property classes.³ In 2008, the City annexed a large industrial park known as "Northern Industrial Enclave." This annexation resulted in additional commercial, industrial and personal property.⁴ Site had stopped production years ago; correcting values back to 2009.**Data Source:**

Adams County Tax Assessor's Office.

City of Commerce, Colorado
Direct and Overlapping Property Tax Rates (Unaudited)
Last Ten Calendar Years
(rate per \$1,000 of assessed taxable value)

Calendar Year	Direct Rates		Overlapping Rates ¹			
	City	NIGID ²	School District No. 14	School District No. 27J	Adams County	Special Districts ³
2008	3.280	27.000	44.961	45.215	26.809	N/A
2009	3.280	27.000	44.813	45.284	26.824	N/A
2010	3.280	27.000	44.908	45.703	26.883	N/A
2011	3.280	27.000	44.977	45.629	26.806	N/A
2012	3.280	27.000	44.917	45.629	26.903	N/A
2013	3.280	27.000	45.080	45.629	26.815	N/A
2014	3.280	27.000	45.080	47.628	27.042	N/A
2015	3.128	27.000	45.080	49.359	26.817	N/A
2016	3.128	27.000	43.154	49.317	27.055	N/A
2017	3.160	27.000	40.759	49.164	26.929	N/A

Notes:

¹ Overlapping rates are those of governments that overlap the City's geographic boundaries.

² Northern Infrastructure General Improvement District, a blended component unit.

³ Because of the large number of special districts, it is no longer practical to gather the tax rates for each of these special districts.

Data Source:

Adams County Tax Assessor's Office.

City of Commerce City, Colorado
Property Tax Levies and Collections ¹ (Unaudited)
Last Ten Calendar Years

Levy Year	Collection Year	Total Tax Levy	Current Year ² Collections	Percentage of Levy
2008	2009	2,193,607	2,190,013	99.8%
2009	2010	2,201,726	2,190,905	99.5%
2010	2011	2,165,852	2,150,984	99.3%
2011	2012	2,198,449	2,184,844	99.4%
2012	2013	2,236,329	2,190,282	97.9%
2013	2014	2,418,457	2,408,644	99.6%
2014	2015	2,422,984	2,331,857	96.2%
2015	2016	2,590,002	2,585,369	99.8%
2016	2017	2,475,321	2,663,592	0.0%
2017	2017	2,886,016	-	0.0%

Notes:

¹ The amounts reported in this table exclude the GID taxes.

² Although property taxes are not the City's major own-source revenue, this table is presented to provide selected data regarding property tax administration. Taxes reported in this column represent the total tax collections in the year indicated, not in the year levied as required by GASB Statement No. 44, since this information is not available and delinquent tax collections generally are insignificant.

Data Source:

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Principal Property Taxpayers (Unaudited)
Calendar Years Ended December 31, 2017 and 2008

2017				
Principal Taxpayer	Type of Business	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Suncor Energy (USA) INC C/O Tax Department	Refinery	\$ 111,433,320	1	12.20%
Public Service Company of Colorado	Utility	17,411,080	2	1.91%
TLM Division of STC C/O Property Tax Dept	Transportation/Trucking	11,609,130	3	1.27%
Lineage Master 2 RE LLC	Warehouse	9,314,710	4	1.02%
Qwest Corporation FKA US West	Utility	8,147,500	5	0.89%
UPS Facility (BT-OH LLC)	Commercial Building	7,781,600	6	0.85%
Kew Realty Corporation	Commercial Realty	7,028,290	7	0.77%
FedEx Facility (ARC3 FECMCCO01 LLC)	Commercial Building	6,498,070	8	0.71%
Cal East Nat LLC	Distribution Warehouse	4,909,560	9	0.54%
United Parcel Service - Rocky Mountain C/O UPS	Transportation/Trucking	4,703,820	10	0.52%
Total Principal Taxpayers		188,837,080		20.68%
All Other Taxpayers		724,459,030		79.32%
Total Taxpayers		<u>\$ 913,296,110</u>		<u>100.00%</u>
2008				
Principal Taxpayer	Type of Business	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Suncor Energy	Refinery	\$ 114,789,150	1	17.16%
Qwest Corporation FKA US West	Telephone	9,630,400	2	1.44%
Shea Homes Limited Partnership	Developer	7,038,930	3	1.05%
Con Agra Floor Milling	Mill	6,615,040	4	0.99%
FedEx Ground Package System	Transportation/Trucking	5,838,360	5	0.87%
Setzer Properties Commerce City LLC	Transit Warehouse	5,551,540	6	0.83%
Caleast NAT LLC	Distribution Warehouse	4,187,920	7	0.63%
1480 Welton INC	Commercial Building	4,082,690	8	0.61%
BT-OH LLC	Commercial Building	3,987,820	9	0.60%
Continental World Leasing Real Estate	Distribution Warehouse	3,669,140	10	0.55%
Total Principal Taxpayers		165,390,990		24.73%
All Other Taxpayers		424,455,250		63.47%
Total Taxpayers		<u>\$ 668,782,470</u>		<u>88.20%</u>

Data Source:

Adams County Tax Assessor's Office

City of Commerce City, Colorado
Ratios of Total Debt Outstanding - By Type (Unaudited)
Last Ten Calendar Years

December 31,	Governmental Activities				Business-type Activities			Personal Income ²	Estimated Population	Total Debt Per Capita
	General Obligation Bonds	Sales Tax Revenue Bonds	Lease Purchase		Certificates of Participation	Total	Total Debt			
			Agreement							
2008 ¹	90,090,000	65,310,000	-	-	31,173,865	31,173,865	186,573,865	1.3%	39,249	3,959
2009	90,090,000	63,510,000	-	-	31,172,991	31,172,991	184,772,991	1.3%	42,630	3,603
2010	90,090,000	61,620,000	2,045,763	-	31,164,248	31,164,248	184,920,011	1.3%	45,913	3,349
2011	90,090,000	58,805,000	1,992,868	-	31,155,505	31,155,505	182,043,373	1.3%	47,446	3,180
2012	89,557,154	58,429,105	1,923,703	-	31,146,763	31,146,763	181,056,725	1.3%	48,421	3,096
2013 ³	91,102,299	56,960,161	1,862,209	-	30,748,019	30,748,019	180,672,688	1.3%	49,799	3,011
2014	89,637,034	133,929,037	1,728,771	-	30,184,277	30,184,277	255,479,119	1.8%	49,203	4,579
2015	94,133,634	138,616,212	1,583,263	-	29,577,338	29,577,338	263,910,447	1.9%	51,762	4,527
2016	99,729,968	214,655,192	1,419,627	-	28,968,595	28,968,595	344,773,382	2.0%	53,696	5,881
2017	78,965,000	170,950,000	1,236,266	33,875,000	-	-	285,026,266	2%	54,869	5,195

Notes:

¹ In 2008, the City issued \$35,500,000 in general obligation variable rate bonds which funded various infrastructure projects, primarily 104th street.

² Exhibit XXIII - information available only for Adams County.

³ Netted with bond premiums and discounts as applicable beginning calendar 2013.

Data Source:

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Ratios of General Obligation Bonded Debt Outstanding - By Type (Unaudited)
Last Ten Calendar Years

December 31,	General Obligation Bonds	Net Position Restricted for Debt Services	Net General Obligation Bonds	Debt as a % of Estimated Actual Taxable Value of Property	Total General Bonded Debt Per Capita
2008	90,090,000	6,649,227	83,440,773	2.1%	2,295
2009	90,090,000	10,226,907	79,863,093	2.2%	2,113
2010	90,090,000	12,767,385	77,322,615	2.2%	1,962
2011	90,090,000	13,573,605	76,516,395	2.3%	1,899
2012	89,557,154	16,248,149	73,309,005	2.2%	1,850
2013	91,102,299	12,438,063	78,664,236	2.2%	1,829
2014	89,637,034	9,604,099	80,032,935	2.1%	1,822
2015	94,133,634	461,756	93,671,878	1.9%	1,819
2016	99,729,968	6,758	99,723,210	2.0%	1,857
2017	78,965,000	-	78,965,000	1.3%	1,439

Data Source:

Applicable years' comprehensive annual financial report.

Info comes from notes tab 3-F 7 55

City of Commerce City, Colorado
Direct and Overlapping Governmental Activities Debt (Unaudited)
December 31, 2017

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ¹</u>	<u>Estimated Share of Overlapping Debt</u>
Overlapping Debt ^{2, 3}			
Adams County School District #14	\$ 77,988,084	97.41%	\$ 75,968,193
Brighton School District #27J	307,585,507	72.85%	224,076,042
Buffalo Ridge Metro District	23,307,087	100.00%	23,307,087
Eagle Creek Metro District	3,325,000	100.00%	3,325,000
Fronterra Village Metro Districts #1 & 2	18,879,489	100.00%	18,879,489
North Range Metro Districts #1-5	74,256,000	100.00%	74,256,000
North Range Village Metro District	7,095,000	100.00%	7,095,000
Potomac Farms Metro District	5,305,000	100.00%	5,305,000
Riverdale Dunes Metro Districts	2,665,000	100.00%	2,665,000
Total Overlapping Debt			434,876,810
City Direct Debt			285,026,266
Total Direct and Overlapping Debt			\$ 719,903,076

Notes:

¹ Applicable percentages were estimated by determining the portion of another government unit's assessed value that is within the City's geographic boundaries and dividing it by each government's total

² Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City.

³ Individual governments.

Data Source:

Agency Financials

City of Commerce City, Colorado
Legal Debt Margin
Last Ten Calendar Years

	For The Calendar Year Ended December 31,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Assessed Value [/]										
	\$ 668,782,470	\$ 671,258,040	\$ 675,562,050	\$ 670,259,060	\$ 684,102,000	\$ 737,334,370	\$ 738,714,600	\$ 789,634,800	\$ 791,443,180	\$ 913,296,110
Legal Debt Margin										
Debt limit (10% of assessed value)	\$ 66,878,247	\$ 67,125,804	\$ 67,556,205	\$ 67,025,906	\$ 68,410,200	\$ 73,733,437	\$ 73,871,460	\$ 78,963,480	\$ 79,144,318	\$ 91,329,611
Total debt applicable to limit	66,878,247	67,125,804	67,556,205	67,025,906	68,410,200	73,733,437	73,871,460	78,963,480	79,144,318	91,329,611
Legal Debt Margin										
Total net debt applicable to the limit as a % of the debt limit	\$ 66,878,247	\$ 67,125,804	\$ 67,556,205	\$ 67,025,906	\$ 68,410,200	\$ 73,733,437	\$ 73,871,460	\$ 78,963,480	\$ 79,144,318	\$ 91,329,611
	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes:

[/] The City has no debt applicable to the legal debt margin.

Data Source:

[/] See Exhibit XIV.

City of Commerce City, Colorado
Pledged Revenue Coverage
Sales and Use Tax Revenue Bonds
Last Ten Calendar Years

Calendar Year	Sales and Use Taxes	Debt Service			Times Coverage
		Principal	Interest	Total	
2008	31,874,621	1,735,000	3,032,682	4,767,682	6.69
2009	30,330,972	1,800,000	2,960,031	4,760,031	6.37
2010	51,970,021	1,890,000	2,883,412	4,773,412	10.89
2011	37,324,443	2,815,000	2,846,090	5,661,090	6.59
2012	35,516,389	1,365,000	2,689,112	4,054,112	8.76
2013	34,630,187	1,425,000	2,634,512	4,059,512	8.53
2014	48,928,254	1,490,000	2,577,512	4,067,512	12.03
2015	50,463,396	3,355,000	3,895,067	7,250,067	6.96
2016	55,378,333	3,080,000	5,265,050	8,345,050	6.64
2017	64,323,146	3,165,000	7,483,811	10,648,811	6.04

Data Sources:

Applicable years' comprehensive annual financial report.

City of Commerce City, Colorado
Demographic and Economic Statistics
Last Ten Calendar Years

Year	Population ²	(thousands of dollars) Personal Income ^{1,3}	Per Capita Personal Income ^{1,3}	Per Capita Personal Income % of U.S. ³	Median Age ⁴	Unemployment Rate			
						Commerce City	Adams County ⁵	State of Colorado ⁵	United States ⁶
2008	39,249	14,031,026	32,770	81%	N/A	N/A	5.4%	4.8%	7.3%
2009	42,630	13,930,014	31,727	81%	N/A	N/A	9.4%	8.1%	9.9%
2010	45,913	14,130,401	31,849	80%	30.0	N/A	10.3%	9.0%	9.4%
2011	47,446	14,925,051	33,061	80%	30.0	N/A	10.0%	8.6%	8.2%
2012	48,421	15,945,588	34,695	81%	30.2	N/A	9.2%	7.8%	8.2%
2013	49,799	N/A	N/A	N/A	30.2	N/A	7.6%	6.8%	7.4%
2014	49,203	N/A	N/A	N/A	31.4	N/A	5.4%	5.0%	6.2%
2015 ⁷	51,762	N/A	N/A	N/A	30.7	0.044	4.2%	3.7%	5.2%
2016	53,696	N/A	N/A	N/A	30.9	3.6%	3.5%	3.3%	5.0%
2017	54,869	N/A	N/A	N/A	30.8	2.5%	2.5%	2.3%	4.4%

Notes:

¹ Information available only for Adams County.

Data Sources:

² 2005-2010, State of Colorado, Division of Local Government, State Demography Office,

http://dola.colorado.gov/demog_webapps/population_estimate_within,2011-management-estimate

*2014: ESRI Business Analyst (Source U.S. Census Bureau, Esri forecasts for 2014 and 2019)

³ 2005 - 2012 - U.S. Bureau of Economic Analysis - <http://www.bea.gov/regional/reis/default.cfm?selTable=CA1-3§ion=2>

⁴ U.S. Census Bureau - <http://censtats.census.gov/data/CO/1600816495.pdf>

⁵ Colorado Department of Labor and Employment, <http://lmigateway.coworkforce.com/lmigateway/gsipub/index.asp?docid=363>

⁶ United States Department of Labor, Bureau of Labor Statistics, <http://www.bls.gov/cps/cpsaat1.pdf>

⁷ Starting in 2015, all City Demographic and Economic Statistics will be acquired through the Economic Development Department's Published Economic Profile

City of Commerce City, Colorado
Principal Employers
For the Calendar Years Ended December 31, 2017 and 2008

Employer	Product or Service	2017		
		Number of Employees	Rank	Percentage of Major City Employers
United Parcel Service	Global Logistics	2,700	1	9.11%
Shamrock Foods	Foodservice Distribution/Warehousing	860	2	2.90%
FedEx Ground Package System Inc	Global Logistics	847	3	2.86%
FedEx Freight Inc	Global Logistics	650	4	2.19%
Douglass Colony Group	Building Materials	464	5	1.57%
Suncor Energy USA Inc.	Energy Production	426	6	1.44%
Old Dominion Freight Lines	Global Logistics	390	7	1.32%
Walmart Stores Inc.	Retail Distribution/Warehousing	300	8	1.01%
Waste Management of Colorado Inc.	Waste Removal/Recycling	290	9	0.98%
Republic Services	Waste Removal/Recycling	270	10	0.91%
Total Principal Employers' Employees		7,197		24.29%
Other Employers' Employees		22,436		75.71%
Total Employers' Employees ²		29,633		100.00%
Employer	Product or Service	2008 ¹		
		Number of Employees	Rank	Percentage of Major City Employers
United Parcel Service	Parcel delivery	2,595	1	8.72%
Adams County School District 14	School district	1,108	2	3.72%
FedEx Ground Package System INC	Parcel delivery	800	3	2.69%
United Food Service, Inc.	Food service distribution	647	4	2.17%
Viking Freight, Inc.	Trucking	501	5	1.68%
City of Commerce	City government	436	6	1.47%
Suncor Energy USA INC	Refinery	412	7	1.38%
Wal-Mart Super Center	Retail	271	8	0.91%
Waste Management of Colorado INC	Waste removal	261	9	0.88%
Asphalt Specialties Colorado INC	Construction	252	10	0.85%
Total Principal Employers' Employees		7,283		24.47%
Other Employers' Employees		22,477		75.53%
Total Employers' Employees		29,760		100.00%

Notes:¹ Information as submitted in prior year CAFR² Colorado Department of Labor and Employment**Data Source:**

City Economic Development Division

City of Commerce City, Colorado
Building Permits Issued for New Structures
Last Ten Calendar Years

Year	Single Family			Multi-Family			Commercial/Industrial		
	Number of Permits	% Change	Valuation	Number of Units	% Change	Valuation	Number of Permits	% Change	Valuation
2008	138	-58%	24,227,475	99	-34%	8,840,891	22	-48%	25,144,659
2009	122	-12%	19,121,004	8	-92%	659,219	15	-32%	16,374,200
2010	218	79%	33,769,751	21	163%	2,268,559	23	53%	31,863,595
2011	108	-50%	16,099,757	8	-62%	905,000	17	-26%	74,394,330
2012	192	78%	30,510,521	0	-100%	-	13	-24%	28,064,930
2013	380	98%	68,238,427	4	100%	713,720	18	38%	10,570,162
2014	344	-9%	58,877,374	9	125%	996,818	19	6%	21,063,783
2015	292	-15%	50,091,911	53	489%	4,762,860	16	-16%	8,455,246
2016	445	52%	112,735,258	51	-4%	9,154,600	21	31%	76,483,547
2017	542	22%	145,874,122	288	465%	35,158,990	72	243%	65,766,427

Data Source:

City Community Development Department

City of Commerce City, Colorado
City Employees by Function/Program (Unaudited) ¹
Last Ten Calendar Years

Function/program	For The Calendar Year Ended December 31,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government:										
Legislative	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00
Legal	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Resource Development (Grant Administrator)	-	1.00	1.00	1.00	1.00	2.00	-	-	-	-
City clerk	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00	2.00
City manager	8.00	8.00	8.00	8.00	8.00	5.00	5.00	4.00	5.00	6.00
Economic development	4.00	4.00	4.00	4.00	4.00	4.00	4.00	5.00	4.00	4.00
Communications	6.00	5.00	5.00	5.00	6.00	6.00	7.00	7.00	7.00	7.00
Community relations	-	-	-	-	-	-	-	-	-	-
Total General Government	34.00	34.00	34.00	34.00	35.00	33.00	32.00	32.00	33.00	32.00
Human resources:										
Human resources	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	7.00
Risk Manager	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Total Human Resources	6.00	6.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	8.00
Finance:										
Financial planning and budgeting	3.00	3.00	4.00	4.00	4.00	4.00	5.00	4.00	3.00	3.00
Financial services	10.00	10.00	9.00	9.00	9.00	10.00	10.00	10.00	8.00	8.00
Tax	11.00	11.00	11.00	11.50	12.00	11.00	12.00	11.00	8.00	9.00
Municipal Court	4.00	4.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Total Finance	28.00	28.00	29.00	29.50	30.00	30.00	32.00	30.00	24.00	25.00
Community Planning/Development:										
Administration	4.50	4.50	4.50	4.50	5.00	4.00	5.00	6.00	6.00	6.00
Community planning	8.00	8.00	8.00	8.00	6.00	6.00	6.00	6.00	6.00	6.00
Building safety	14.00	14.00	12.00	11.00	11.00	10.00	10.00	13.00	10.00	10.00
Housing	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00
Neighborhood Services	18.00	18.00	16.00	15.00	15.00	13.00	9.00	8.00	7.00	7.00
Total Community Planning/Development	45.50	45.50	41.50	39.50	38.00	34.00	31.00	34.00	31.00	31.00
Public Safety:										
Administration	6.00	6.00	5.00	6.00	6.00	4.00	8.00	8.00	6.00	6.00
Investigation	36.50	36.50	35.50	39.00	39.00	35.00	47.00	44.00	37.00	36.00
Patrol	72.00	76.00	75.50	71.50	64.00	77.00	73.00	74.50	69.00	77.00
Victim Services	1.00	1.00	2.00	2.00	2.00	2.00	2.00	-	-	-
Street Crime Program	5.00	5.00	5.00	5.00	5.00	5.00	-	-	-	-
Emergency Mgmt	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Total Public Safety	121.50	125.50	124.00	124.50	117.00	124.00	131.00	127.50	113.00	120.00
Public Works:										
Administration	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	2.00	5.00
Street & Traffic Maintenance	23.00	22.00	22.00	22.00	23.00	24.00	25.00	25.00	22.00	22.00
Engineering	9.00	9.00	9.00	9.00	10.00	9.00	9.00	13.00	9.00	10.00
Total Public Works	37.00	36.00	36.00	36.00	38.00	38.00	39.00	43.00	33.00	37.00
Parks & Recreation:										
Administration	10.50	11.50	11.50	11.00	11.00	10.00	11.00	12.00	12.00	12.00
Parks Maintenance	13.00	13.00	13.00	14.00	14.00	14.00	14.00	13.00	17.00	18.00
Recreation Programs	17.00	17.00	17.00	17.00	17.00	17.00	17.00	20.00	15.00	21.00
Total Parks & Recreation	40.50	41.50	41.50	42.00	42.00	41.00	42.00	45.00	44.00	51.00
Facility Services:										
Administration	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Fleet Management:										
Administration	7.00	7.00	7.00	6.00	6.00	6.00	6.00	6.00	6.00	5.00
Information Technology:										
Administration	15.00	15.00	15.00	14.00	15.00	14.00	15.00	16.00	12.00	16.00
Golf:										
Maintenance	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Operations	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00
Restaurant	-	-	-	2.00	2.00	2.00	2.00	3.00	2.00	2.00
Total Golf	7.00	7.00	7.00	9.00	9.00	9.00	9.00	10.00	9.00	10.00
Total	345.50	349.50	346.00	345.50	341.00	340.00	348.00	354.50	316.00	339.00
Percentage Change From Prior Year	4.5%	1.2%	-1.0%	-0.1%	-1.3%	-0.3%	2.4%	1.9%	-10.9%	7.3%

Notes:¹ Based upon the number of authorized positions.**Data Source:**

City finance department, payroll section.

City of Commerce City, Colorado
Operating Statistics by Function/Program
Calendar Years 2008 - 2017

Function/program	For The Calendar Year Ended December 31,										
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	
General Government:											
Liquor licenses processed	68	70	59	50	55	62	61	60	62	66	
Written legal opinions	220	220	250	540	656	700	703	762	897	655	
Ordinances and resolutions drafted	90	95	120	160	162	162	187	244	188	108	
Job applications processed	3,880	3,900	2,850	4,703	3,279	3,561	4,191	4,570	5,855	4,340	
Payroll checks issued	11,408	11,500	12,040	12,183	12,463	12,153	14,074	13,316	13,332	13,431	
Invoices processed	13,918	16,000	15,383	14,991	14,923	13,577	15,042	16,235	16,244	16,017	
Accounts payable checks issued	9,141	9,700	9,545	10,311	9,029	8,772	8,692	8,546	8,087	7,701	
Court phone calls	13,512	14,505	15,272	15,541	10,275	9,980	10,099	11,761	10,028	8,143	
Court appearances	5,175	5,508	5,512	-	-	-	-	-	-	-	
Sales/use tax returns mailed	20,544	20,750	21,575	21,540	23,764	18,700	20,818	24,159	25,545	25,345	
Audits performed	95	125	125	94	47	69	98	71	42	92	
Community Planning and Development:											
Building permit applications	1,500	1,200	4,770	1,940	1,773	1,934	2,444	2,512	2,580	3,710	
Inspections requested	24,000	10,500	14,356	10,695	9,637	13,614	15,408	16,496	17,662	21,504	
Planning Commission applications	28	23	15	23	38	18	27	31	44	27	
Police protection:											
Calls and complaints	85,479	88,039	74,246	72,689	64,045	65,204	70,479	82,541	82,244	83,550	
Crime rate per 1,000 population	118	114	84	80	81	78	73	71	91	91	
Physical arrests	2,739	3,012	2,872	2,928	2,814	3,199	3,303	1,713	4,776	1,598	
Traffic violations filed	8,895	9,784	11,297	12,571	6,951	7,054	6,844	10,411	6,928	6,149	
Parking violations	1,512	1,663	958	905	681	715	1,256	1,379	1,327	1,053	
Vehicles towed	1,572	1,560	1,341	1,129	1,006	1,069	1,098	1,458	1,331	1,191	
Public works:											
Service requests received	1,493	945	561	646	749	528	810	928	1,177	2,393	
Hours spent on traffic maintenance	5,500	5,500	5,872	6,042	7,610	6,603	8,063	4,760	3,959	4,336	
Hours spent on asphalt maintenance	8,500	8,500	8,195	8,089	7,917	8,705	8,830	4,382	6,505	4,130	
Hours spent on weed maintenance	5,000	5,000	6,750	7,089	8,317	8,245	6,700	5,289	5,426	4,601	
Concrete repairs (linear feet)	1,000	-	259	11,063	12,182	No program	No program	1,448	7,193	500	
Parks, Recreation and Golf:											
Recreation center visits	153,011	155,000	111,662	110,045	105,004	115,305	147,028	106,369	146,560	128,273	
Volunteer hours	15,860	17,000	14,606	15,500	10,724	10,849	11,266	11,524	11,107	10,308	
Park rentals	1,150	1,200	934	805	1,521	1,939	2,646	1,049	900	1,760	
Daily admissions	43,987	44,000	4,191	-	-	-	-	-	-	-	
Program Registrations	-	-	-	9,862	10,046	11,249	12,052	11,810	11,656	11,579	

Data Source :

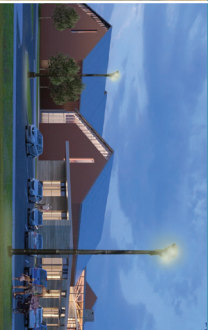
Various City departments and budgets.

City of Commerce City, Colorado
Capital Asset Statistics by Function/Program
Last Ten Calendar Years

Function/program	For The Calendar Year Ended December 31,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Area in square miles	34	34	34	35	35	35	35	35	35	36
Miles of streets	238	238	238	243	244	244	244	244	258	274
Number of street lights:										
Excel Energy	1,875	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
United Power	1,543	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Culture and recreation:										
Recreation centers	1	1	1	1	1	1	1	1	1	1
Parks	18	18	18	17	17	17	17	17	19	19
Park acreage	132	132	132	113	113	113	113	113	150	150
Swimming pools	1	1	1	1	1	1	1	2	2	2
Tennis courts	4	4	4	4	4	-	-	-	-	-
Roller hockey rink	1	1	1	-	-	-	-	-	-	-
Skateboard park	1	1	1	1	1	1	1	2	2	2
Basketball courts	5	5	5	5	5	5	5	6	9	9
Golf courses	1	1	1	1	1	1	1	1	1	1
Trails:										
On street miles	1	1	1	7	7	7	7	7	8	11
Off street miles	15	15	15	24	24	24	24	24	24	24
Futsal Court	-	-	-	-	-	2	2	2	1	1
Sprayground	-	-	-	-	-	1	1	1	1	1
Police protection:										
Number of stations	1	1	3	2	2	2	2	2	2	2
Number of patrol units	72	72	73	81	78	83	84	83	42	90

Data Source:

Various City departments.



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

LOCAL HIGHWAY FINANCE REPORT		City or County:
		City
		YEAR ENDING : December 2017
This Information From The Records Of (example - City of _ or County of _): City of Commerce City		Prepared By: Christopher Johnson Phone: (303) 289-3770

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	16,840,331
3. Other local imposts (from page 2)	3,140,905
4. Miscellaneous local receipts (from page 2)	60,536,749
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)	80,517,985
B. Private Contributions	
C. Receipts from State government (from page 2)	1,970,536
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	82,488,520

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	59,685,254
2. Maintenance:	1,456,303
3. Road and street services:	
a. Traffic control operations	3,276,623
b. Snow and ice removal	126,096
c. Other	
d. Total (a. through c.)	3,402,719
4. General administration & miscellaneous	1,103,913
5. Highway law enforcement and safety	9,358,140
6. Total (1 through 5)	75,006,329
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	4,725,765
b. Redemption	2,756,426
c. Total (a. + b.)	7,482,191
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	7,482,191
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	82,488,520

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	109,914,786	0	2,756,426	107,158,360
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
		82,488,520	82,488,520		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE:	
		Colorado	
		YEAR ENDING (mm/yy):	
		December 2017	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	2,627,714	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	640,859
5. Specific Ownership &/or Other	513,191	g. Other Misc. Receipts	59,685,254
6. Total (1. through 5.)	3,140,905	h. Other	210,636
c. Total (a. + b.)	3,140,905	i. Total (a. through h.)	60,536,749
	(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	1,757,867	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	212,669	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.)	212,669	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	1,970,536	3. Total (1. + 2.g)	
			(Carry forward to page 1)
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs	0	0	0
b. Engineering Costs	0	0	0
c. Construction:			
(1). New Facilities	0	13,289,159	13,289,159
(2). Capacity Improvements	0	43,224,224	43,224,224
(3). System Preservation	0	1,865,212	1,865,212
(4). System Enhancement & Operation	0	1,306,659	1,306,659
(5). Total Construction (1) + (2) + (3) + (4)	0	59,685,254	59,685,254
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	59,685,254	59,685,254
			(Carry forward to page 1)
Notes and Comments:			

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

The Comprehensive Annual Financial Report is designed to provide a general overview of the city's finances and demonstrate the city's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Deputy Finance Director, Armando Guardiola at 303-289-3602, or email aguardiola@c3gov.com. Also, visit our website at www.c3gov.com/financialreports for additional information, and to view our published financial reports.



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