

CITY OF FORT LUPTON

Colorado



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June 27, 2018

2017 Comprehensive Annual Financial Report For the Year Ended December 31, 2017

City of Fort Lupton, Colorado

Comprehensive Annual Financial Report

For The Fiscal Year Ending

December 31, 2017

Issued by:

City of Fort Lupton
Finance Department



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City of Fort Lupton

Comprehensive Annual Financial Report
Fiscal Year Ended December 31, 2016

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Finance Department

130 S. McKinley Avenue
Phone: 303.857.6694
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Fort Lupton, CO 80621

www.fortlupton.org

June 14, 2018

To: Honorable Mayor Zo Stieber, Members of Council and
Residents of the City of Fort Lupton:

State Law requires that all general-purpose local governments publish within seven months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of Fort Lupton (the City) for the fiscal year ended December 31, 2017.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements are free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

CliftonLarsonAllen, LLP, a firm of licensed certified public accountants, has audited the City's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2016, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended December 31, 2016, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

The Government Finance Officers Association of the United States and Canada (GFAO) awarded a



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Certificate of Achievement for Excellence in Financial Reporting to the City of Fort Lupton for its comprehensive annual financial statements for the fiscal year ended December 31, 2016. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current 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.

PROFILE OF THE CITY

The City is located in Weld County along State Highway 85 approximately 30 miles north of Denver. Fort Lupton encompasses 26 square miles and serves approximately 7,420 residents.

The City is the oldest continuously inhabited settlement in Weld County, founded in 1836 as a trading post on the banks of the South Platte River and was incorporated in 1890. The City operates under the council – manager form of government. Legislative and policy making authority are vested in the City Council, consisting of a mayor and six council members. The mayor is elected at large and the council is elected by wards. The mayor and council members are elected to four year staggered terms with three to four members being elected every two years.

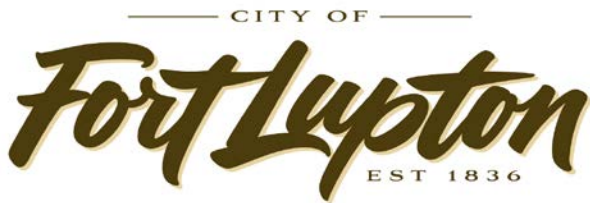
The Council is responsible for passing ordinances, adopting the annual budget, appointing committees, hiring the city administrator, clerk, attorney and judge. The city administrator is responsible for carrying out policies and ordinances passed by the council and appointing heads of departments to oversee the operations of the City.

The City provides a range of services to its residents including: police protection courts, municipal water, sanitary sewer and storm water, construction and maintenance of streets, parks and trails, recreation center and golf course facilities, cultural events, planning, development, code enforcement and general government services.

LOCAL ECONOMY

39% of the City's general fund revenues are derived from sales taxes. Sales tax is used to provide services such as police, parks, municipal court, planning and economic development, and general governmental services. In addition to services the sales tax revenue in the general fund also provided for street maintenance and repair and the purchase of water. The major sources of sales tax within the City are grocery stores, auto sales, and restaurants.

Four of the top ten major employers in the City are in the oil and gas industry or related services. In 2017 the employment statistics show an increase in employment in the top oil and gas companies located in



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Fort Lupton. The 2017 increase in City sales tax of 18% is related to the oil & gas industry. The property tax valuation for 2016, taxes collected in 2017, increased 22%, due to a large increase in oil & gas production within the City.

LONG-TERM FINANCIAL PLANNING

The annual budget and the six year capital improvement plan are the tools used by the City to project cash flows needed for improvements. Every department of the City is required to submit a capital request and six year improvement plan by the end of July and a budget request for the following year, by the beginning of September. The Finance Department presents the budget to the City Administrator and Council for review and amendment before October 31st. Public hearings are held and the Council adopts the budget before December 15th.

The City monitors the budget throughout the year and makes adjustments as necessary to provide services and infrastructure improvements.

Sincerely,

Leann Perino
Finance Director

CITY OF FORT LUPTON

2017 ORGANIZATIONAL CHART FOR THE PRIMARY GOVERNMENT



	Elected Officials
	Appointed Officials
	City Departments

**CITY OF FORT LUPTON
PRINCIPAL OFFICIALS
OF THE PRIMARY GOVERNMENTS**

CITY COUNCIL

ZO STIEBER

Mayor
At-Large

SHANNON RHODA

Council Member Ward 1
Mayor Pro-Tem

DAVID CRESPIN

Council Member
Ward 1

CHRIS CERETTO

Council Member Ward 2
Treasurer

TOMMY HOLTON

Council Member
Ward 2

MICHAEL SANCHEZ

Council Member
Ward 3

MICHAEL LONG

Council Member
Ward 3

LEGAL AND COURT

ANDREW AUSMUS

City Attorney

LOUIS A. GRESH

Municipal Court Judge

CITY ADMINISTRATION

CLAUD HANES

City Administrator

CHRIS CROSS

Assistant City Administrator

LEANN PERINO

Finance Director

NANETTE FORNOF

City Clerk

JOHN FRYAR

Public Safety Director

JEANELLE ANDERSEN

Court Coordinator

LAURA HOWE

Human Resource Manager

MONTY SCHUMAN

Recreation Director

ROY VESTAL

Public Works Manager

STACY ROBINSON

Building & Grounds Manager

TYLER TARPLEY

Golf Course Manager

SARA FRANK

Library Director

TODD HODGES

City Planner
Todd Hodges Designs LLC

JON MAYS

Wastewater/Water Plant
Operator - OMI



Government Finance Officers Association

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

Presented to

**City of Fort Lupton
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morill

Executive Director/CEO

BASIC FINANCIAL STATEMENTS

INDEPENDENT AUDITORS' REPORT

City Council
City of Fort Lupton
Fort Lupton, 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 Fort Lupton, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Fort Lupton 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.

Emphasis of a Matter

As noted in Note 13, the Golf Course Enterprise Fund has been in technical default since June 2000 resulting in a current bond payable balance at December 31, 2017 of \$1,785,000. The 2017 payments on the remaining balance were not paid and the outstanding warrants will remain in default. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Fort Lupton's basic financial statements. The combining and individual nonmajor fund financial statements and schedules and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules and Local Highway Finance Report are the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules and Local Highway Finance Report are 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 it.



CliftonLarsonAllen LLP

Broomfield, Colorado
June 14, 2018



CITY OF FORT LUPTON
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended December 31, 2017

This discussion and analysis of the City's financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2017. Please read it in conjunction with the transmittal letter and the City's financial statements.

FINANCIAL HIGHLIGHTS

- The City's financial position continues to be strong and improving during 2017.
- The City's assets exceeded liabilities and deferred inflows of resources by \$84,383,558 at the end of 2017. Of this amount \$6,376,585 or 7.6% is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. The remaining \$78,006,973 is invested in capital assets or restricted by agreement or regulation.
- The City's total net position increased by \$3,670,630 in 2017. \$1,968,978 of the increase was in the Governmental Activities. In the Governmental Activities current assets increased \$50,350 current liabilities increased \$25,582, and deferred inflows of resources increased \$266,758.
- The City's General Fund balance was \$7,220,683 as of December 31, 2017; which is a decrease of \$105,924 from the previous year. The unassigned fund balance in 2017 is \$3,363,233 or 34% of expenditures.
- Sales tax revenue for the Governmental Funds increased by \$723,000 or 19% in 2017.
- The enterprise funds had an unrestricted net position of \$2,269,777 at the end of 2017.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The basic financial statements contain three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic statements, this report also contains other supplementary information including combining statements for non-major funds, and individual fund statements.

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

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

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenue (*governmental activities*) from other functions that are intended to recover all or a significant portion of their cost through user fees and charges (*business-type activities*). The City's governmental activities include general government, public safety, public works, parks and recreation, and other auxiliary services. The business-type activities include water treatment, sewage treatment, storm water drainage, recreation center, and a golf course.

Fund Financial Statements A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds *Governmental funds* are used to account for essentially the same function as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows* of spendable resources, as well as on the balance of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains five individual governmental funds. Information is presented separately in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balance for the General Fund, which is considered to be the City's only major fund. Data from the other four funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major funds is provided in the form of *combining statements* elsewhere in the report.

The basic governmental fund financial statements can be found from pages 16 through 19 of this report.

Proprietary Funds The City maintains four operations that are considered enterprise in nature. The four *enterprise funds* are the Recreation Center, Utility Fund, Storm Water Drainage Fund and the Golf Fund that are presented in the *business-type activities* in the government-wide financial statements.

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

information for the Recreation Center, Utility Fund, Storm Water Drainage Fund and the Golf Fund, which are all considered major funds of the City.

The basic proprietary fund financial statements can be found on pages 20 through 24 of this report.

Budget Comparisons The City adopts an annual appropriated budget for all of its funds. A budgetary comparison statement has been provided for all governmental and enterprise funds to demonstrate compliance with the budgets.

Notes to Financial Statements The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the financial statements.

Other Information In addition to the financial statements and accompanying notes this report also includes required and other supplementary information.

CITY-WIDE FINANCIAL ANALYSIS

Net position As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of December, 31, 2017, assets exceeded liabilities and deferred inflows of resources by \$84,383,558.

The following table provides a summary of the City's governmental and business-type net position for 2016 and 2017.

Table 1
Net Position
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Assets						
Current assets	\$11,924	\$11,874	\$ 8,367	\$ 5,928	\$ 20,291	\$ 17,802
Capital Assets	29,476	27,241	79,071	59,302	108,547	86,542
Total Assets	41,400	39,115	87,438	65,230	128,838	104,344
Liabilities						
Current liabilities	594	569	5,731	5,936	6,325	6,505
Long term liabilities	172	148	33,973	13,218	34,145	13,366
Total liabilities	766	717	39,704	19,154	40,470	19,871
Deferred Inflows of Resources						
Property Taxes	\$ 2,941	\$ 2,674	\$ 1,043	\$ 1,086	\$ 3,984	\$ 3,760
Total Deferred Inflow of Resources	2,941	2,674	1,043	1,086	3,984	3,760

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Net position						
Net Investment in capital assets	29,476	27,241	42,492	42,568	71,968	69,809
Restricted	4,109	4,684	1,930	706	6,039	5,389
Unrestricted	4,107	3,799	2,270	1,716	6,377	5,515
Total net position	\$ 37,692	\$ 35,724	\$ 46,692	\$ 44,990	\$ 84,384	\$ 80,713

A significant portion of the City's net position (85%) reflects its investment in capital assets. These assets include land, buildings, machinery, equipment, and infrastructure. These capital assets are used to provide services to citizens; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Another small portion of the City's net position (7%) represents resources that are subject to external restrictions and City ordinance on how they may be used. 2% of the funds are restricted for the payment of debt. 4.5% of the funds have been legally restricted by ordinance for the purchase and maintenance of infrastructure. 1.5% of funds have been restricted by ordinance for use in parks and recreation. 0.3% of the funds have been restricted by the State of Colorado Conservation Trust Fund for use in parks and recreation.

Changes in Net Position Governmental and Business-type activities increased the City's net position by \$3,670,630 in 2017. The following table indicates the changes in net position for governmental and business-type activities in 2017.

Table 2
Changes in Net Position
(in thousands)

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues						
Program revenues:						
Charges for service	\$1,090	\$1,257	\$6,924	\$6,345	\$8,014	\$7,602
Operating grants & contributions	171	186	8	-	179	186
Capital grants & contributions	803	1,222	465	83	1,268	1,305
General revenue:						
Sales tax	4,958	4,399	-	-	4,958	4,399
Property taxes	2,608	1,936	1,070	979	3,678	2,915
Other taxes	1,152	1,056	-	-	1,152	1,056
Other revenue	483	145	205	1,356	688	1,501
Total revenue	11,265	10,201	8,672	8,763	19,937	18,964

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Expenses						
General government	3,426	3,224	-	-	3,426	3,224
Public safety	1,861	1,708	-	-	1,861	1,708
Public works	1,480	1,495	-	-	1,480	1,495
Culture, parks, recreation	816	681	1,429	1,330	2,245	2,011
Other	778	733	518	-	1,296	733
Utilities	-	-	4,611	4,972	4,611	4,972
Storm Water Drainage	-	-	40	27	40	27
Golf	-	-	1,307	1,076	1,307	1,076
Total expenses	8,361	7,841	7,905	7,405	16,266	15,246
Increase in Net Position Before Transfers	2,904	2,360	767	1,358	3,671	3,718
Transfers	(934)	(476)	934	476	-	-
Gain on Extinguishment of Debt	-	-	-	-	-	-
Increase in net position	1,969	1,884	1,701	1,834	3,671	3,718
Beginning Net Position	\$35,723	\$33,840	\$44,990	\$43,156	\$80,713	\$76,996
Ending Net Position	\$37,692	\$35,724	\$46,691	\$44,990	\$84,384	\$80,714

Governmental Activities Governmental activities increased the City's net position by \$1,968,979 in 2017. Key elements of this increase are as follows:

- Revenues increased \$1,064,032 or 10% primarily in property and sales taxes due to an increase in oil and gas production.
- Expenses increased \$520,556. This represents a 7% increase primarily in personnel expenses.

Business-type Activities Business-type activities increased the City's net position by \$1,701,652 in 2017. The key elements are as follows:

- Revenues decreased \$(90,112) or 1% from 2016 primarily in other revenues from state grants.
- Expenses increased \$499,338 from 2016 or a 7.7% increase primarily due the expenses related to the bond issuance of \$25,195,000 used to purchase water and refund a loan from the Bank of Colorado

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

Governmental Funds Overview The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such

information is useful in assessing the City's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of 2017, the combined ending fund balance of the City's government funds was \$8,455,531, with \$3,335,918 unassigned, which is available as working capital and for current spending in accordance with the purposes of specific funds.

The City has one major governmental fund. The General Fund:

1. General Fund. This is the primary operating fund of the City. It accounts for many of the City's core services, such as law enforcement, legal and court, public works, planning, finance and administration. The general fund balance was \$7,220,683 as of December 31, 2017, of which \$3,363,233 was unassigned. The 2017 general fund balance decreased (\$105,924). This fund generates a 1% sales tax reserved for the operation and maintenance of the water treatment facility, as well as purchase of water for future needs. The fund also collects a ½ % sales tax reserved for street improvements and maintenance. The water and street sales tax accounts for 63% of the \$2,858,063 restricted balance in the general fund.

PROPRIETARY FUNDS OVERVIEW

The City's proprietary fund statements provide the same information found in the government-wide statements, but in more detail. The City has four enterprise-type funds. These are 1) Utility Enterprise Fund, 2) Storm Water Drainage Fund, 3) Golf Course Fund, and 4) Recreation Center Fund.

1. Utility Enterprise Fund - This fund generates revenue through billings for water and sewer usage in the incorporated area of the City. Funds are utilized for the maintenance of the sewer treatment plant, water treatment plant, and the various water and sewer infrastructure for the City. The net position for this fund was \$44,129,196 up \$1,018,937 from 2016, with 5% of the assets obligated to debt service. The increase was due the decrease in water leases and the corresponding water assessment caused by the one year loss of water storage for augmentation for gravel mining.
2. Storm Water Drainage Fund – This fund was created to address storm water issues in the City and has accumulated \$329,813 in unrestricted funds for this purpose by year end. Revenues increased 4% in 2017 due new construction of single family homes built in 2015-2016.
3. Golf Course Fund - This fund accounts for the operation of the Coyote Creek Golf Course, which is City owned. At year end the golf course net position was (\$230,834), a decrease of 373%. The decrease is largely due to expenditures made for bunker rehab.
4. Recreation Center Fund - The recreation center opened in 2004 and provides various activities for the citizenry of all ages. At year end the net position totaled \$1,123,303, up 86% from 2016 largely due to an operating transfer from the Culture, Parks and Recreation Sales Tax Fund.

GENERAL FUND BUDGETARY HIGHLIGHTS

The City's budget is prepared according to Colorado statutes. The most significant budgeted fund is the General Fund; excluding funds consolidated with the General Fund for reporting purposes (see General Fund Budgetary Comparison Schedule in Required Supplementary information).

The Council appropriated \$8,531,694 for general fund expenditures and other financing uses, no reserves. The budget was amended to include an additional \$1,058,234 in expenditures.

Table 3
2017 General Fund Budget

	Original Budget	Amendments	Final Budget	Actual
Revenue and other Financing Sources	\$7,603,106	(\$ 85,791)	\$7,517,315	\$8,127,213
Expenditures and other financing uses	\$8,531,694	\$ 1,058,234	\$9,589,928	\$7,785,568

Actual expenditures were within the budgetary limits. General government expenditures of \$7,785,568 came in \$1,804,360 under budget, due to two factors 1) capital projects were not completed; 2) personnel expenses were under budget.

The over budgeted revenue of \$609,898 is a result of the increase oil and gas royalties and sales tax. Oil and gas production with n the City was responsible for both the increase in royalties and in sales tax received from oil and gas related industries.

The ending fund balance increased \$341,645 from the prior year.

CAPITAL ASSET AND DEBT ADMINISTRATION

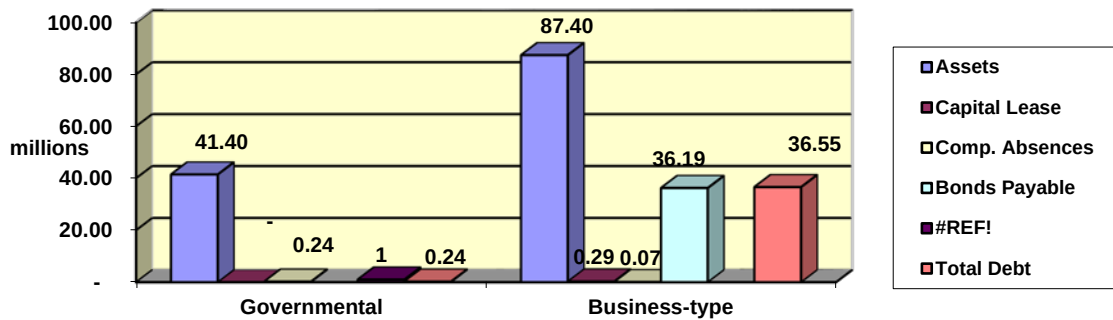
Capital Assets The City's investment in capital assets for its governmental and business-type activities as of December 31, 2017 totals \$108,547,559 (net of accumulated depreciation). This investment includes land, buildings, machinery, equipment, and infrastructure. The increase in investment in capital assets for the current fiscal year is \$22,005,125 which include a \$20,000,000 purchase of Windy Gap water.

Additional information on the City's capital assets can be found in Note 5 of this report.

Long-Term Debt At December 31, 2017, the City had outstanding long-term debt totaling \$36.9 million. This debt consists of: 1) bonds payable; 2) notes payable; 3) capital leases; and 4) compensated absences payable.

A debt limit is not imposed by the State of Colorado, but it is measured by the worth of the entity. Below is a graphic presentation of each of the debt segments compared to the assets of the City segregated into governmental and business-type activities:

Table 4
Debt compared to Asset (in millions)



Additional information on the City's debt can be found in Notes 6 through 8.

Other matters: The following factors are expected to have a significant effect on the City's financial position or results of operations and were taken into account in developing the 2017 budget.

- The Planning director continues to work with landowners as the annexation demand is increasing monthly. He continues to assist developers in their site plan review process to assure proper infrastructure is in place on each annexation.
- The City Council is supportive of the development plan for the City, which will position us well for the upcoming growth and development that the City should experience.
- The State Board of Adjustment determined that a constitutionally required adjustment to the residential assessment rate will decrease the assessed value of property for the 2017 property tax assessment year.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this or for additional financial information should be addressed to the Fort Lupton City Administrator, 130 South McKinley Avenue, Fort Lupton, CO 80621.



CITY OF FORT LUPTON, COLORADO

STATEMENT OF NET POSITION

December 31, 2017

	Primary Government			Component Units	
	Governmental	Business-type	Total	Public & School Library	Fort Lupton Urban Renewal Authority
	Activities	Activities	2017		
<u>ASSETS</u>					
CURRENT ASSETS					
Cash and investments	\$ 6,275,932	\$ 5,585,233	\$ 11,861,165	\$ 5,203,458	98,202
Restricted cash	38,672	1,882,678	1,921,350	113,089	-
Receivables:					
Accounts	613,455	717,865	1,331,320	28	-
Sales taxes	757,301	-	757,301	-	-
Property taxes	2,941,118	1,042,585	3,983,703	-	-
Internal Balance	1,297,583	(1,297,583)	-	-	-
Prepaid items	-	133,328	133,328	-	-
Other assets	-	303,095	303,095	-	-
Total Current Assets	<u>11,924,061</u>	<u>8,367,201</u>	<u>20,291,262</u>	<u>5,316,575</u>	<u>98,202</u>
LONG-TERM ASSETS					
Capital assets					
Nondepreciable capital assets	10,216,897	35,890,269	46,107,166	-	-
Depreciable capital assets, net	<u>19,259,559</u>	<u>43,180,834</u>	<u>62,440,393</u>	<u>48,108</u>	<u>-</u>
Total Long-term Assets	<u>29,476,456</u>	<u>79,071,103</u>	<u>108,547,559</u>	<u>48,108</u>	<u>-</u>
Total Assets	<u>41,400,517</u>	<u>87,438,304</u>	<u>128,838,821</u>	<u>5,364,683</u>	<u>98,202</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</u>					
CURRENT LIABILITIES					
Accounts payable	326,908	762,485	1,089,393	42,127	191
Accrued expenses	143,991	2,239,147	2,383,138	25,770	-
Bonds payable - current	-	2,574,357	2,574,357	-	-
Capital lease - current	-	81,916	81,916	-	-
Payment in lieu of water	-	54,000	54,000	-	-
Compensated absences - current	67,066	19,485	86,551	9,178	-
Unearned Revenue	56,513	-	56,513	-	-
Total Current Liabilities	<u>594,478</u>	<u>5,731,390</u>	<u>6,325,868</u>	<u>77,075</u>	<u>191</u>
LONG-TERM LIABILITIES					
Bonds payable - Long-Term	-	33,715,117	33,715,117	-	-
Notes payable - Long-Term	-	-	-	-	50,000
Capital lease - Long Term	-	208,015	208,015	-	-
Compensated absences payable	<u>172,456</u>	<u>50,104</u>	<u>222,560</u>	<u>23,599</u>	<u>-</u>
Total Long-Term Liabilities	<u>172,456</u>	<u>33,973,236</u>	<u>34,145,692</u>	<u>23,599</u>	<u>50,000</u>
Total Liabilities	<u>766,934</u>	<u>39,704,626</u>	<u>40,471,560</u>	<u>100,674</u>	<u>50,191</u>

CITY OF FORT LUPTON, COLORADO

STATEMENT OF NET POSITION

December 31, 2017

	<u>Primary Government</u>			<u>Component Units</u>	
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total 2017</u>	<u>Public & School Library</u>	<u>Fort Lupton Urban Renewal Authroity</u>
DEFERRED INFLOWS OF RESOURCES					
Property tax revenue	2,941,118	1,042,585	3,983,703	-	-
Total Deferred Inflows of Resources	2,941,118	1,042,585	3,983,703	-	-
NET POSITION					
Net investment in capital assets	29,476,456	42,491,698	71,968,154	48,108	-
Restricted for debt service	-	1,882,678	1,882,678	-	-
Restricted for streets & water projects	2,526,497	-	2,526,497	-	-
Restricted for culture, parks & recreation	1,219,082	-	1,219,082	-	-
Restricted for cemeteries	3,083	-	3,083	-	-
Restricted for donations	15,039	-	15,039	113,089	-
Restricted for Police Evidence	7,580	-	7,580	-	-
Restricted for emergencies	337,920	46,940	384,860	68,566	-
Unrestricted	4,106,808	2,269,777	6,376,585	5,034,246	48,011
Total Net Position	<u>\$ 37,692,465</u>	<u>\$ 46,691,093</u>	<u>\$ 84,383,558</u>	<u>\$ 5,264,009</u>	<u>\$ 48,011</u>

The accompanying notes are an integral part of the financial statements

CITY OF FORT LUPTON, COLORADO

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2017

Functions	Expenses	Program Revenues	
		Charges for Services, Sales and Fines	Operating Grants, and Contributions
GOVERNMENTAL ACTIVITIES			
General Government	\$ 3,426,257	\$ 300,698	\$ 88,473
Public Safety	1,860,861	263,561	4,500
Public Works	1,479,817	361,881	-
Culture, Parks and Recreation	816,082	163,847	78,413
Other	778,374	-	-
Total Governmental Activities	8,361,391	1,089,987	171,386
BUSINESS-TYPE ACTIVITIES			
Utilities	4,610,554	4,966,162	-
Storm Water Drainage	40,277	363,776	-
Golf	1,306,738	1,124,524	-
Recreation	1,429,122	469,887	8,260
Other	518,095	-	-
Total Business Activities	7,904,786	6,924,349	8,260
Total Primary Government	16,266,177	8,014,336	179,646
COMPONENT UNITS			
Public and School Library	855,645	8,894	2,276,654
Fort Lupton Urban Renewal Authority	35,474	97,284	-
Total Component Units	891,119	106,178	2,276,654

GENERAL REVENUES

Taxes:

Sales and use

Property

Other

Investment earnings

Miscellaneous

Transfers

Total General Revenues and Transfers

CHANGE IN NET POSITION

NET POSITION, Beginning of Year

NET POSITION, End of Year

The accompanying notes are an integral part of the financial statements

Net (Expense) Revenue and Changes in Net Position

Capital Grants, and Contributions	Governmental Activities	Business-Type Activities	Total 2017	Component Units	
				Public & School Library	Fort Lupton Urban Renewal Authority
\$ 802,689	\$ (2,234,398)	\$ -	\$ (2,234,398)	\$ -	\$ -
-	(1,592,800)	-	(1,592,800)	-	-
-	(1,117,936)	-	(1,117,936)	-	-
-	(573,822)	-	(573,822)	-	-
-	(778,374)	-	(778,374)	-	-
802,689	(6,297,330)	-	(6,297,330)	-	-
464,757	-	820,365	820,365	-	-
-	-	323,499	323,499	-	-
-	-	(182,214)	(182,214)	-	-
-	-	(950,975)	(950,975)	-	-
-	-	(518,095)	(518,095)	-	-
464,757	-	(507,420)	(507,420)	-	-
1,267,446	(6,297,330)	(507,420)	(6,804,750)	-	-
-	-	-	-	1,429,903	-
-	-	-	-	-	61,810
-	-	-	-	1,429,903	61,810
	4,957,598	-	4,957,598	-	-
	2,607,663	1,070,125	3,677,788	-	-
	1,151,775	-	1,151,775	-	-
	28,174	47,096	75,270	-	-
	454,731	158,218	612,949	-	-
	(933,633)	933,633	-	-	-
	8,266,308	2,209,072	10,475,380	-	-
	1,968,978	1,701,652	3,670,630	1,429,903	61,810
	35,723,487	44,989,441	80,712,928	3,834,106	(13,799)
\$ 37,692,465	\$ 46,691,093	\$ 84,383,558	\$ 5,264,009	\$ 48,011	

CITY OF FORT LUPTON, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2017

	<u>General</u>	<u>Non Major Governmental Funds</u>	<u>Total 2017</u>
<u>ASSETS</u>			
Cash	\$ 5,034,389	\$ 1,280,215	\$ 6,314,604
Receivables			
Accounts	612,582	873	613,455
Property Taxes	2,941,118	-	2,941,118
Sales Tax	675,238	82,063	757,301
Due from Other Funds	<u>1,400,137</u>	<u>-</u>	<u>1,400,137</u>
Total Assets	<u><u>\$ 10,663,464</u></u>	<u><u>\$ 1,363,151</u></u>	<u><u>\$ 12,026,615</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
<u>LIABILITIES</u>			
Accounts Payable	\$ 315,601	\$ 11,307	\$ 326,908
Accrued Expenditures	129,549	14,442	143,991
Unearned Revenue	56,513	-	56,513
Due to Other Funds	<u>-</u>	<u>102,554</u>	<u>102,554</u>
Total Liabilities	<u>501,663</u>	<u>128,303</u>	<u>629,966</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Property Tax Revenue	2,941,118	-	2,941,118
<u>FUND BALANCES</u>			
Restricted	2,858,063	1,262,163	4,120,226
Committed	158,172	-	158,172
Assigned	841,215	-	841,215
Unassigned	<u>3,363,233</u>	<u>(27,315)</u>	<u>3,335,918</u>
Total Fund Balances	<u>7,220,683</u>	<u>1,234,848</u>	<u>8,455,531</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>\$ 10,663,464</u></u>	<u><u>\$ 1,363,151</u></u>	<u><u>\$ 12,026,615</u></u>

The accompanying notes are an integral part of the financial statements

TO THE STATEMENT OF NET POSITION-GOVERNMENTAL ACTIVITIES

December 31, 2017

TOTAL GOVERNMENTAL FUND BALANCE	\$	8,455,531
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Amounts reported for governmental activities in the
statement of net position are different because:

Capital assets used in governmental activities are not financial
resources and therefore are not reported in the funds

Cost	49,379,141		
Less accumulated depreciation	<u>(19,902,685)</u>		29,476,456

Liabilities, including compensated absences are
not due and payable in the current
period and therefore are not reported in the funds:

Compensated absences		<u>(239,522)</u>
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NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u>37,692,465</u>
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The accompanying notes are an integral part of the financial statements

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

GOVERNMENTAL FUNDS

For the Year Ended December 31, 2017

	General	Non Major Governmental Funds	Total 2017
REVENUES			
Taxes & Assessments	\$ 7,274,500	\$ 619,410	\$ 7,893,910
Licenses & Permits	216,861	-	216,861
Intergovernmental	1,314,469	77,763	1,392,232
Charges for Services	524,925	172,627	697,552
Fines & Forfeits	195,091	-	195,091
Other	772,363	95,994	868,357
Total Revenues	10,298,209	965,794	11,264,003
EXPENDITURES			
Current:			
General Government	3,297,296	-	3,297,296
Public Safety	1,762,064	-	1,762,064
Public Works	539,124	-	539,124
Culture, Parks & Recreation	-	602,814	602,814
Other	620,627	151,676	772,303
Capital Outlay	3,589,057	-	3,589,057
Total Expenditures	9,808,168	754,490	10,562,658
Excess of Revenues Over Expenditures	490,041	211,304	701,345
OTHER FINANCING SOURCES (USES)			
Transfers In	-	45,633	45,633
Transfers Out	(595,965)	(383,301)	(979,266)
Total Other Financing Sources (Uses)	(595,965)	(337,668)	(933,633)
NET CHANGE IN FUND BALANCES	(105,924)	(126,364)	(232,288)
FUND BALANCES, Beginning of Year	7,326,607	1,361,212	8,687,819
FUND BALANCES, End of Year	\$ 7,220,683	\$ 1,234,848	\$ 8,455,531

The accompanying notes are an integral part of the financial statements

CITY OF FORT LUPTON, COLORADO

**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES**
For the Year Ended December 31, 2017

NET CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS \$ (232,288)

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

Governmental funds report capital outlays as expenditures.
However, in the statement of activities, the cost of those
assets is allocated over their estimated useful lives as
depreciation expense.

Depreciation expense	(1,353,142)	
Capital additions	<u>3,589,057</u>	2,235,915

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

Balance at 12/31/2016	204,873	
Balance at 12/31/2017	<u>(239,522)</u>	<u>(34,649)</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 1,968,978

The accompanying notes are an integral part of the financial statements

CITY OF FORT LUPTON, COLORADO

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

December 31, 2017

	<u>Utility Enterprise Fund</u>	<u>StormWater Drainage Fund</u>	<u>Golf Course Fund</u>	<u>Recreation Center Fund</u>	<u>Total 2017</u>
<u>ASSETS</u>					
CURRENT ASSETS					
Cash and Cash Equivalents	\$ 4,839,124	\$ 313,286	\$ 422,693	\$ 10,130	\$ 5,585,233
Restricted Cash	1,882,678	-	-	-	1,882,678
Accounts Receivable	645,062	18,429	1,639	52,735	717,865
Property Tax Receivable	-	-	-	1,042,585	1,042,585
Inventory	-	-	27,693	-	27,693
Prepaid Items	133,328	-	-	-	133,328
Total Current Assets	<u>7,500,192</u>	<u>331,715</u>	<u>452,025</u>	<u>1,105,450</u>	<u>9,389,382</u>
NON-CURRENT ASSETS					
Non-Depreciable					
Land	372,077	-	3,383,203	-	3,755,280
Water Rights	31,088,399	-	-	-	31,088,399
Construction in Progress	1,046,590	-	-	-	1,046,590
Depreciable					
Land Improvements	113,107	-	942,287	-	1,055,394
Wells	777,975	-	-	-	777,975
Buildings	13,113,554	-	618,517	6,813,905	20,545,976
Utility System	38,222,881	1,376,332	-	-	39,599,213
Equipment	2,764,322	-	701,672	379,398	3,845,392
Total	87,498,905	1,376,332	5,645,679	7,193,303	101,714,219
Less: Accumulated Depreciation	<u>(17,541,981)</u>	<u>(36,717)</u>	<u>(1,785,313)</u>	<u>(3,279,105)</u>	<u>(22,643,116)</u>
Total Non-Current Assets	<u>69,956,924</u>	<u>1,339,615</u>	<u>3,860,366</u>	<u>3,914,198</u>	<u>79,071,103</u>
OTHER ASSETS					
Inclusion Fee	275,402	-	-	-	275,402
Total Other Assets	<u>275,402</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>275,402</u>
Total Assets	<u><u>\$ 77,732,518</u></u>	<u><u>\$ 1,671,330</u></u>	<u><u>\$ 4,312,391</u></u>	<u><u>\$ 5,019,648</u></u>	<u><u>\$ 88,735,887</u></u>

The accompanying notes are an integral part of the financial statements

CITY OF FORT LUPTON, COLORADO

STATEMENT OF NET POSITION (Continued)

PROPRIETARY FUNDS

December 31, 2017

	<u>Utility Enterprise Fund</u>	<u>StormWater Drainage Fund</u>	<u>Golf Course Fund</u>	<u>Recreation Center Fund</u>	<u>Total 2017</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND EQUITY</u>					
CURRENT LIABILITIES					
Accounts Payable	\$ 685,061	\$ 516	\$ 66,840	\$ 10,068	\$ 762,485
Due to Other Funds	-	-	789,880	507,703	1,297,583
Accrued Expenses	327,992	-	1,883,229	27,926	2,239,147
Bonds and Loans Payable	355,446	-	1,785,000	433,911	2,574,357
Current Leases Payable	81,916	-	-	-	81,916
Payment in Lieu of Water	54,000	-	-	-	54,000
Compensated Absences	7,702	388	5,117	6,278	19,485
Total Current Liabilities	<u>1,512,117</u>	<u>904</u>	<u>4,530,066</u>	<u>985,886</u>	<u>7,028,973</u>
LONG-TERM LIABILITIES					
Lease Payable	208,015	-	-	-	208,015
Bonds Payable	31,863,385	-	-	1,851,732	33,715,117
Compensated absences	19,805	998	13,159	16,142	50,104
Total Long-Term Liabilities	<u>32,091,205</u>	<u>998</u>	<u>13,159</u>	<u>1,867,874</u>	<u>33,973,236</u>
Total Liabilities	<u>33,603,322</u>	<u>1,902</u>	<u>4,543,225</u>	<u>2,853,760</u>	<u>41,002,209</u>
DEFERRED INFLOWS OF RESOURCES					
Property Tax Revenue	-	-	-	1,042,585	1,042,585
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,042,585</u>	<u>1,042,585</u>
NET POSITION					
Net investment in capital assets	37,448,162	1,339,615	2,075,366	1,628,555	42,491,698
Restricted for debt service	1,882,678	-	-	-	1,882,678
Restricted for emergencies	-	-	-	46,940	46,940
Unrestricted	4,798,356	329,813	(2,306,200)	(552,192)	2,269,777
Total Net Position	<u>44,129,196</u>	<u>1,669,428</u>	<u>(230,834)</u>	<u>1,123,303</u>	<u>46,691,093</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u><u>\$ 77,732,518</u></u>	<u><u>\$ 1,671,330</u></u>	<u><u>\$ 4,312,391</u></u>	<u><u>\$ 5,019,648</u></u>	<u><u>\$ 88,735,887</u></u>

The accompanying notes are an integral part of the financial statements

CITY OF FORT LUPTON, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION

PROPRIETARY FUNDS

For the Year Ended December 31, 2017

	Utility Enterprise Fund	StormWater Drainage Fund	Golf Course Fund	Recreation Center Fund	Total 2017
OPERATING REVENUES					
Charges for Services	\$ 4,304,865	\$ 363,776	\$ 841,579	\$ 394,565	\$ 5,904,785
Sales of Merchandise	-	-	279,775	-	279,775
Other Income	661,297	-	3,170	75,322	739,789
Total Operating Revenues	4,966,162	363,776	1,124,524	469,887	6,924,349
OPERATING EXPENSES					
Salaries and Benefits	414,401	17,324	512,694	699,776	1,644,195
Professional Fees	80,920	-	11,430	-	92,350
Contract Management	915,804	-	-	-	915,804
Insurance	71,267	-	5,578	26,991	103,836
Maintenance	226,598	-	44,317	72,671	343,586
Merchandise for Resale	-	-	131,671	1,506	133,177
Supplies	63,545	21	113,335	62,669	239,570
Utilities	241,120	-	78,177	110,131	429,428
Water Assessments	469,078	-	-	-	469,078
Depreciation	1,329,902	22,932	106,596	253,523	1,712,953
Other	177,272	-	142,465	117,384	437,121
Total Operating Expenses	3,989,907	40,277	1,146,263	1,344,651	6,521,098
Net Operating Income (Loss)	976,255	323,499	(21,739)	(874,764)	403,251
NONOPERATING REVENUES (EXPENSES)					
Property Taxes (Pledged for Debt)	-	-	-	1,070,125	1,070,125
Grant Income	-	-	-	8,260	8,260
Investment Income	31,871	145	156	14,924	47,096
Gain (Loss) on Disposal of Assets	-	-	-	1,456	1,456
Interest Expense	(620,647)	-	(160,475)	(84,471)	(865,593)
Administrative Fee - Trustee	(518,095)	-	-	-	(518,095)
Other	156,762	-	-	-	156,762
Total Nonoperating Revenues (Expenses)	(950,109)	145	(160,319)	1,010,294	(99,989)
Net Income (Loss) Before Transfers	26,146	323,644	(182,058)	135,530	303,262
TRANSFERS AND CAPITAL CONTRIBUTIONS					
Transfers In	528,034	22,298	-	383,301	933,633
Capital Contributions	464,757	-	-	-	464,757
Transfers and Capital Contributions	992,791	22,298	-	383,301	1,398,390
Change In Net Position	1,018,937	345,942	(182,058)	518,831	1,701,652
NET POSITION, Beginning of Year	43,110,259	1,323,486	(48,776)	604,472	44,989,441
NET POSITION, End of Year	\$ 44,129,196	\$ 1,669,428	\$ (230,834)	\$ 1,123,303	\$ 46,691,093

The accompanying notes are an integral part of the financial statements

CITY OF FORT LUPTON, COLORADO

Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2017

	Utility Enterprise Fund	StormWater Drainage Fund	Golf Course Fund	Recreation Center Fund	Total 2017
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Customers	\$ 4,716,051	\$ 362,696	\$ 1,120,895	\$ 455,899	\$ 6,655,541
Cash Paid to Suppliers	(1,464,680)	(11,115)	(519,693)	(407,798)	(2,403,286)
Cash Paid to Employees	(409,934)	(17,324)	(507,011)	(699,961)	(1,634,230)
Net Cash Provided (Used) by Operating Activities	2,841,437	334,257	94,191	(651,860)	2,618,025
CASH FLOWS FROM NON-CAPITAL AND RELATED FINANCING ACTIVITIES					
Transfers from Other Funds	528,034	22,298	-	383,301	933,633
Due to Other Funds	-	-	-	(269,896)	(269,896)
Property Taxes	-	-	-	556,031	556,031
Net Cash Provided By Non-Capital and Related Financing Activities	528,034	22,298	-	669,436	1,219,768
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and Construction of Capital Assets	(20,978,585)	(349,580)	(111,173)	(42,822)	(21,482,160)
Disposal of Assets	-	-	-	1,456	1,456
Proceeds from Debt Financing	28,284,553	-	-	-	28,284,553
Principal Paid on Notes and Bonds	(8,903,966)	-	-	(428,913)	(9,332,879)
Interest Paid on Notes and Bonds	(315,872)	-	-	(84,471)	(400,343)
Property Taxes	-	-	-	514,094	514,094
Building Permit Assessments	388,794	-	-	-	388,794
Capital Contributions	464,757	-	-	-	464,757
Other	(151,875)	-	-	8,260	(143,615)
Net Cash Used by Capital and Related Financing Activities	(1,212,194)	(349,580)	(111,173)	(32,396)	(1,705,343)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest Received	22,964	145	156	14,924	38,189
Net Cash Provided by Investing Activities	22,964	145	156	14,924	38,189
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,180,241	7,120	(16,826)	104	2,170,639
CASH AND CASH EQUIVALENTS, Beginning of Year	4,541,561	306,166	439,519	10,026	5,297,272
CASH AND CASH EQUIVALENTS, End of Year	\$ 6,721,802	\$ 313,286	\$ 422,693	\$ 10,130	\$ 7,467,911
Cash and Cash Equivalents	\$ 4,839,124	\$ 313,286	\$ 422,693	\$ 10,130	5,585,233
Restricted Cash	1,882,678	-	-	-	1,882,678
CASH AND CASH EQUIVALENTS, End of Year	\$ 6,721,802	\$ 313,286	\$ 422,693	\$ 10,130	\$ 7,467,911

CITY OF FORT LUPTON, COLORADO

Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2017

	<u>Utility Enterprise Fund</u>	<u>StormWater Drainage Fund</u>	<u>Golf Course Fund</u>	<u>Recreation Center Fund</u>	<u>Total 2017</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:					
Operating Income (Loss)	\$ 976,255	\$ 323,499	\$ (21,739)	\$ (874,764)	\$ 403,251
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:					
Depreciation	1,329,902	22,932	106,596	253,523	1,712,953
Changes in Assets and Liabilities:					
Accounts Receivable	(250,111)	(1,080)	(1,427)	(13,988)	(266,606)
Prepaid Expenses	226,965	-	-	-	226,965
Inventory	-	-	(2,202)	-	(2,202)
Accounts Payable	250,120	(11,094)	7,280	(19,278)	227,028
Accrued Expenses	<u>308,306</u>	<u>-</u>	<u>5,683</u>	<u>2,647</u>	<u>316,636</u>
Total Adjustments	<u>1,865,182</u>	<u>10,758</u>	<u>115,930</u>	<u>222,904</u>	<u>2,214,774</u>
Net Cash Provided By (Used By)					
Operating Activities	<u>\$ 2,841,437</u>	<u>\$ 334,257</u>	<u>\$ 94,191</u>	<u>\$ (651,860)</u>	<u>\$ 2,618,025</u>

The accompanying notes are an integral part of the financial statements

NOTES TO THE FINANCIAL STATEMENTS

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Fort Lupton (City) incorporated on February 4, 1890. In compliance with the Colorado Revised Statutes, the City Council is the policy making legislative body of the City. Council is made up of six members from three wards. The Mayor is elected at large and can vote on all matters. Two-thirds vote of the Council is required to pass, change or veto any ordinance.

The accounting policies of the City conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The determination to include separate governmental entities is based on the criteria of Governmental Accounting Standards Board (GASB), which defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. To be financially accountable, a voting majority of the component unit's board must be appointed by the primary government, and either A) the primary government must be able to impose its will, or B) the primary government may potentially benefit financially or be financially responsible for the component unit.

Management has considered all potential component units in defining the City for financial reporting purposes. As required by generally accepted accounting principles, these financial statements present the City of Fort Lupton (the primary government) and its component units. The component units are included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

Discretely Presented Component Units

The Fort Lupton Urban Renewal Authority (FLURA) was established by Resolution 2015R43 on August 18, 2015 as an independent organization under Colorado Law with the objective of carrying on urban renewal activities. The FLURA board is appointed by the Mayor with the consent of the City Council. The City council will have no authority to modify or approve FLURA's budget. The City will not be able to significantly influence the programs and decisions of the FLURA board. FLURA does not issue separate financial statements.

The Fort Lupton Public and School Library (Library) was created in 1976 by an intergovernmental agreement between the City and Weld County School District RE-8 (the School). In 1985 the City and School entered into an intergovernmental agreement with Weld County and five other municipalities to create the Weld County Library District, now High Plains Library District. The City and the School appoint 3 members of the seven member Library board. The six appointed members appoint their seventh member. The Library is currently funded by a property tax levied by the High Plains Library District. The 1976 intergovernmental agreement requires the City and School to fund the approved budgeted expenditures. The City council approves by resolution the budget set by the Library board but has no ability to significantly influence the programs and running of the Library. The Library does not issue separate financial statements.

Basis of Presentation

The objectives of the statements are to establish a basic financial reporting model that will result in greater accountability by governments, while providing more useful information to a wider range of users.

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

The City's basic financial statements consist of government-wide statements, including a statement of net position and 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 and its component units. 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 usage fees charged. For the most part, the effect of inter-fund activity has been removed from these statements.

The statement of net position presents the financial position of the governmental and business-type activities of the City 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 and for each identifiable activity of the business-type activities of the City. 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.

The government-wide financial statements are reported using the *economic resource measurement focus* and the *accrual basis of accounting*, as are the proprietary finds. Revenues are recorded when earned and liabilities are recorded when incurred regardless of the timing of cash flows.

Fund Financial Statements

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they are both measurable and available. Revenues are considered to be available when they are collected within the current year or

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

soon thereafter to pay liabilities of the current year. For this purpose the City considers revenues available if they are collected within 60 days of the end of the current year.

Taxes, intergovernmental revenues, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues in the current year. All other revenues are considered to be measurable and available only when cash is received.

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 and proprietary funds.

Major individual governmental and the enterprise funds are reported in separate columns. The General Fund is the only major governmental fund and accounts for the general activities of the City including administration, community policing, community development, and public works.

Governmental Funds - Governmental accounting systems should be organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are separate for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

General Fund - The General Fund is the general operating fund of the City. All general tax revenues and other receipts that are not allocated by law to another fund are used to finance general operating expenditures.

Special Revenue Funds - Special Revenue Funds (Conservation Trust, Perpetual Care Cemetery, Memorial Trust Fund, and Culture, Parks, and Recreation Sales Tax) are established to account for revenues derived from specific taxes or other restricted revenue sources which finance specific activities as required by law or administrative action.

Proprietary Funds - The focus of the proprietary funds is on the measurement of net income (e.g., revenues, expenses). This measurement focus allows the proprietary fund to report all assets, liabilities and deferred inflow of resources associated with an activity.

Enterprise Funds are established to account for the financing where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

There are four major enterprise funds:

Utilities Enterprise Fund – includes all activities relating to the City’s water and sanitary sewer systems.

Storm Water Drainage Fund – includes maintenance, repair of all lines and installation of new storm drainage lines.

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Golf Course Fund – provides pro-shop and restaurant services and repair and maintenance of the golf course, club house and restaurant.

Recreation Center Fund – provides recreational services including exercise classes and equipment, gym facilities and a swimming pool.

Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities 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, current liabilities and deferred inflow of resources 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, the proprietary fund type is accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of this fund 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 total net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Statement of Cash Flows

For purposes of the statement of cash flows, the City considers highly liquid investments with maturity of three months or less at date of purchase to be cash equivalents.

Pooled Cash

The City has a single checking account for all cash transactions, with separate accounting into each fund. An overdraft in one fund will not result in returned checks with the single checking accounts. At December 31, 2017, the checking account of the City shows a positive bank balance. Any fund that issued checks in excess of its available funds from the checking account is treated as having borrowed cash from other funds.

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Capital Assets

Capital assets, which include land, buildings, equipment, water shares and all infrastructure owned by the City, are reported in the applicable governmental or business type activities columns in the government-wide financial statements and the proprietary funds. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year.

All capital assets are valued at acquisition cost or estimated acquisition cost if actual acquisition cost is not available. Contributed capital assets, including water rights, fire hydrants, water and sewer lines from sub-dividers and property owners, are recorded at acquisition value at the time received.

Acquisitions of capital assets are recorded as capital outlay expenditures within the governmental funds.

Depreciation is charged as an expense against their operations and accumulated depreciation is reported on proprietary fund balance sheets.

Depreciation has been provided using the straight-line method over the estimated useful lives as follows:

<u>Description</u>	<u>Estimated Useful life</u>
Water Rights	N/A
Land & Improvements	0-50
Buildings & Improvements	0-50
Streets	20-50
Distribution Systems	10-100
Machinery & Equipment	5-10

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 fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the 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 property taxes, specific ownership taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the 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 within 60 days) before it can be recognized.

Unearned Revenue – An acquisition of net position that applies to future periods and is not recognized as revenue in the current period. The City’s unearned revenues consist primarily of revenue for the sale of bulk water for industrial use.

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Deferred Outflows/Inflows of Resources – In addition to assets, the statement of financial position will sometimes report a separate section as deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to future periods and is not recognized as an outflow of resources (expense/expenditure) in the current period. The City has no items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section as deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to future periods and is not recognized as an inflow of resources (revenue) in the current period. The City has one item reported in this category. Property tax revenue which is considered a deferred inflow of resources in the year the taxes are levied and measurable and recognized as an inflow of resources in the period they are collected.

Basis of Accounting

Since property taxes are levied in December (i.e., there is a legal claim) for the next calendar year's operations, the total levy is reported as taxes receivable and a deferred inflow of resources.

Those revenues susceptible to accrual are property taxes, use tax, tobacco tax, highway user tax, and franchise fees. Sales taxes collected and held by the state for the current year on behalf of the City are also recognized as revenue. Fines, permits and license revenues are not susceptible to accrual, generally they are not measurable until received in cash.

Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as unearned revenue.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. 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.

Budget and Budgetary Accounting

An annual budget and appropriation resolution is adopted by the City Council in accordance with Colorado State Statutes. The City adopts annual budgets on a basis consistent with general accepted accounting principles for all governmental funds. The budget for the proprietary funds are adopted on a non GAAP basis. The appropriated budget is adopted at the fund level. On or about October 15th, the finance department submits to the Council a proposed budget for the next fiscal year beginning January 1st. The operating budget includes proposed expenditures and the revenues or reserves used to finance them. A public hearing is conducted in October at a special meeting to obtain comments from citizens. The budget must be adopted before the mill levy certification deadline of December 15th.

Property Taxes

Under Colorado law, all property taxes become due and payable in the year following that in which they are levied. Property taxes are recognized as revenue when received by the County Treasurer. The 2017 fiscal year property tax calendar for Weld County was as follows:

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Lien Date	January 1
Levy Date	December 29
Tax bills mailed	January 1
First installment due	February 28
Second installment due	June 15
If paid in full, due	April 30
Tax sale - delinquent property taxes	November 6

Accumulated Unpaid Vacation and Sick Leave

Under terms of City personnel policies, City employees are granted vacation and sick leave in varying amounts. In the event of termination or retirement, an employee who was hired prior to February 14, 2001 is paid for accumulated vacation days up to a maximum of 30 days. They are also paid 50% of their accumulated sick leave up to a maximum of 90 days. An employee hired after February 14, 2001 is paid for accumulated vacation days up to a maximum of 30 days. They are paid 25% of accumulated sick leave up to a maximum of 90 days.

Inventory

Inventory is valued at cost (first-in, first-out) in the proprietary funds. Inventory in all other funds is not recorded, as it is not significant. The cost is recorded as an expenditure when the individual inventory items are purchased.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond the current year end are accounted for using the consumption method and are recorded as other current assets in the government-wide financial statements and will be reported as expenditures when actually used.

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."

Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities and deferred inflows of resources. In the fund financial statement, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose 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.

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

- **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 adoption of a resolution. 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’s Finance Director 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 balances only in the general fund. Negative unassigned fund balances may be reported in all funds.

Minimum Fund Balance Requirement- Resolution 98-035 set the minimum fund balances as follows: The Culture, Parks & Recreation Sales Tax Fund must maintain the 3% emergency reserve defined under Article X, Section 20 to the Colorado Constitution also known as the Taxpayer’s Bill of Rights (TABOR); the General Fund, Utility Enterprise Fund and the Golf Enterprise Fund are required to maintain the 3% TABOR reserve plus an additional 10% in emergency reserves. Ordinance 2012-950 created a contingency reserve starting with \$500,000 transferred from the General Fund’s fund balance. A percentage of the General Fund’s property tax is transferred to the contingency reserve annually. In 2017 the percentage transferred was 2% as set by council as part of the budget process. The Golf Course Enterprise Fund is not required to maintain the 3% emergency reserve.

Flow Assumptions – When both restricted and unrestricted amounts of fund balances are available for use for expenditures incurred, it is the City’s policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the City’s policy to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

Net Position - Net position represents the difference between assets and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted as described in the fund balance section above. All other net position is reported as unrestricted.

Net position is reported as restricted when there are limitations imposed on its 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. All other net positions is reported as unrestricted.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the City, these revenues are charges for services. Operating expenses are necessary costs incurred to provide the good or services.

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. 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 the non-operating revenues/expenses section in the enterprise 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.

NOTE 2: CASH AND INVESTMENTS

The City categorizes its fair value measurements within the fair value hierarchy established by the generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

As of December 31, 2017, the City had invested \$3,450,498 in the Colorado Local Government Liquid Asset Trust – PLUS, which is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado State Securities Commissioner administers and enforces all State statutes governing COLOTRUST. COLOTRUST operates similarly to a money market fund and each share is equal in value to \$1.00. As of December 31, 2017, the investments in COLOTRUST were valued at net asset value. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

As of December 31, 2017, the City had invested \$176,041 in the Federated Government Obligation Fund #5, a money market fund. The Fund operates similarly to a money market fund and each share is equal in value to \$1.00. As of December 31, 2017, the investments in the Fund were valued at net asset value. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

As of December 31, 2017, the City had invested \$117,048 in the Colorado Surplus Asset Fund Trust (CSAFE), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust is valued at amortized cost.

As of December 31, 2017 The City has the following recurring fair value measurments.

Type	Rating	Carrying Value
Deposits:		
Cash on hand		\$ 4,350
Demand deposits		10,034,578
Investments		
Money Market	AAAm by S & P	176,041
ColoTrust	AAAm by S & P	3,450,498
CSAFE	AAAm by S & P	117,048
Total deposits and investments		<u>\$ 13,782,515</u>

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Reconciliation to Statement of net position

Current:

Cash and investments	\$ 11,861,165
Restricted cash	1,921,350
Total deposits and investments	<u>\$ 13,782,515</u>

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. The allowed investments include local government investment pools and obligations of the United States Government, and certain other investment types.

The City maintains a cash pool that is available for use by all funds.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash only in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by the financial institution. The eligible collateral is determined by the PDPA.

PDPA allows the financial institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution and held in trust for all the uninsured public deposits as a group. Colorado State Statutes require the market value of the collateral to be at least 102 percent of the aggregate uninsured deposits.

Interest Rate Risk - The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. State statute limits investment maturities to five years or less. Investments in local government pools have a maturity of less than one year.

Credit Risk - State law limits investments in commercial paper, corporate bonds, and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The City has no investment policy that would further limit its investment choices.

Concentration of Credit Risk - The City places no limit on the amount the City may invest in any one issuer.

The City invests excess funds under the prudent investor rule. The criteria for selection of investments and their order of priority are: 1) safety; 2) liquidity; and 3) yield.

The City invests in two investment pools, the Colorado Liquid Assets Trust (COLOTRUST) and Colorado Surplus Asset Fund Trust (CSAFE). COLOTRUST and CSAFE operate under the Colorado Revised Statutes (24-75-701) and are overseen by Colorado Securities Commissioner. The pool invests in securities that are specified by the Colorado Revised Statutes (24-75-601). Authorized securities include U.S. treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA).

Discretely Presented Component Units

As of December 31, 2017 the Library had the following cash and investments

Reconciliation to Statement of net position

Current:

Cash and investments	\$ 5,203,458
Investments	113,089
Total deposits and investments	<u>\$ 5,316,547</u>

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

As of December 31, 2017 FLURA had the following cash and investments

Reconciliation to Statement of net position

Current:

Cash and investments	\$ 98,202
Total cash and investments	<u>\$ 98,202</u>

NOTE 3: RESTRICTED CASH AND INVESTMENTS

The restricted cash in the Governmental funds and Enterprise Funds represents special development loan accounts, and specific use funds.

Enterprise Fund	
2005 Series B Bond	\$ 188,561
2017 Series A Bonds	1,517,330
CWCB Loan	<u>176,787</u>
	<u>\$ 1,882,678</u>
Governmental Funds	
Revolving Loan Fund	\$ 25,000
Museum Bequest	<u>13,672</u>
	<u>\$ 38,672</u>
Total Restricted	<u>\$ 1,921,350</u>

NOTE 4: INTERFUND RECEIVABLES, PAYABLE AND TRANSFERS

	General Fund	Non-Major Funds	Utility Enterprise Fund	Recreation Center Enterprise Fund	Golf Course Enterprise Fund	Total
Due From Golf Enterprise Fund	\$ 1,372,177	\$ 347,847	\$ 548,428	\$ -	\$ -	\$ 2,268,452
Golf – Allowance for Doubtful Receivables	(582,297)	(347,847)	(548,428)	-	-	(\$1,478,572)
Due from Non Major Funds	102,554	-	-	-	-	102,554
Due From Recreation Center Fund	507,703	-	-	-	-	507,703
Due to the General Fund	-	(102,554)	-	(507,703)	(789,880)	(789,880)
Total	<u>\$ 1,400,137</u>	<u>(\$102,554)</u>	<u>\$ -</u>	<u>(\$ 507,703)</u>	<u>(\$ 789,880)</u>	<u>\$ -</u>

The General Fund, Culture Parks and Recreation Sales Tax Fund, and the Utility Enterprise Fund loaned cash to the Golf Enterprise Fund during the initial startup for the purpose of funding operations. The loans have been written off as there is no expectation of repayment.

In 2017 the Golf Enterprise Fund made an offer to purchase all outstanding warrants (see note 13). The offer was funded by a \$1,100,000 loan from the General Fund. At the close of the offer the cash remaining from the untendered bonds of \$310,120 was repaid to the General Fund. The loan due from the Golf Course to the General Fund as of December 31, 2017 is \$789,880.

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Over a period of 10 years, from 2006-2016, the General Fund loaned \$777,600 in cash to the Recreation Center Enterprise Fund for operations. Revenues in 2017 were sufficient to cover operations and repay the general fund \$269,897. The amount owed to the General Fund in 2017 was \$507,703. In 2017 the General Fund also loaned the Perpetual Care Cemetery Fund \$102,554 for operation due to insufficient revenues.

City ordinance requires the sales tax for debt service of the utility fund be collected by a separate fund. The funds are moved monthly to cover a portion of the debt service.

Transfers In:	Transfers Out: <u>General Fund</u>	Transfers Out: <u>CPR Fund</u>	Transfers Out: <u>Total</u>
Governmental Funds:			
Non-Major Funds			
Culture, Parks & Recreation Sales Tax Fund (CPR Fund)	\$ 26,195	\$ -	\$ 26,195
Perpetual Care Cemetery	19,438	-	19,438
Proprietary Fund:			
Major Fund			
Utility Enterprise Fund	528,034	-	528,034
Storm Drainage Enterprise Fund	22,298	-	22,298
Recreation Center Enterprise Fund	-	383,301	383,301
	<u>\$ 595,965</u>	<u>\$ 383,301</u>	<u>\$ 979,266</u>

The general fund transfers 100% of the museum's expenditures to the Culture, Parks and Recreation Sales Tax (CPR Fund). This transfer insures none of the sales tax collected for the operation of the CPR fund are used in for purposes not approved by the voters. Annually, the general fund transfers funds to cover the costs of irrigation water to the cemetery fund. Council approved the transfer from the general fund to the storm drainage enterprise fund to cover costs of major infrastructure project that involved replacing water, sewer and storm drainage lines and repaving streets.

NOTE 5: CAPITAL ASSETS

Primary Government Capital Asset activity for the year ended December 31, 2017 is as follows:

<u>Government Activities</u>	<u>Balance 1/1/2017</u>	<u>Additions</u>	<u>Disposals</u>	<u>Transfers</u>	<u>Balance 12/31/2017</u>
Capital Assets not Being Depreciated					
Land	\$ 8,919,636	\$ -	\$ -	\$ -	\$ 8,919,636
Water Rights	323,700	500,000	-	-	823,700
Construction in Progress	565,078	206,448	-	(297,965)	473,561
Total Capital Assets not Being Depreciated	<u>9,808,414</u>	<u>706,448</u>	<u>-</u>	<u>(297,965)</u>	<u>10,216,897</u>
Capital Assets Being Depreciated					
Building and Improvements	4,013,935	31,855	-	-	4,045,790
Land Improvements	1,203,272	-	-	-	1,203,272

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

<u>Government Activities</u>	<u>Balance 1/1/2017</u>	<u>Additions</u>	<u>Disposals</u>	<u>Transfers</u>	<u>Balance 12/31/2017</u>
Equipment and Machinery	3,545,464	506,572	-	99,993	4,152,029
Furniture and Fixtures	18,059	-	-	-	18,059
Infrastructure	27,200,940	2,344,182	-	197,972	29,743,094
Total Capital Being Depreciated	35,981,670	2,882,609	-	297,965	39,162,243
Total Capital Assets	45,790,084	3,589,057	-	-	49,379,141
Accumulated Depreciation					
Buildings and Improvements	(2,093,026)	(126,494)	-	-	(2,218,520)
Land Improvements	(743,377)	(34,081)	-	-	(777,458)
Equipment and Machinery	(2,313,280)	(349,400)	-	-	(2,662,680)
Furniture and Fixtures	(18,060)	-	-	-	(18,060)
Infrastructure	(13,382,800)	(843,167)	-	-	(14,225,967)
Total Accumulated Depreciation	(18,549,543)	(1,353,142)	-	-	(19,902,685)
Depreciated Capital Assets, Net	17,432,127	1,529,467	-	297,965	19,259,559
Government Activities Capital Assets, Net	\$ 27,240,541	\$ 2,235,915	\$ -	\$ 297,965	\$ 29,476,456

<u>Business-Type Activities</u>	<u>Balance 1/1/2017</u>	<u>Additions</u>	<u>Disposals</u>	<u>Transfers</u>	<u>Balance 12/31/2017</u>
Capital Assets not Being Depreciated					
Land	\$ 4,694,066	\$ -	\$ -	\$ (938,786)	\$ 3,755,280
Water Rights	11,588,399	19,500,000	-	-	31,088,399
Construction in Progress	516,353	836,071	-	(461,452)	1,046,590
Total Capital Assets not Being Depreciated	16,798,817	20,336,071	-	(1,244,620)	35,890,269
Capital Assets Being Depreciated					
Wells	777,975	-	-	-	777,975
Land Improvements	-	75,570	-	979,824	1,055,394
Buildings	20,534,901	11,075	-	-	20,545,976
Utility Systems	38,824,179	521,806	-	253,228	39,599,213
Equipment	3,296,186	537,638	-	-11,570	3,845,392
Total Capital Being Depreciated	63,433,241	1,146,089	-	1,244,620	65,823,950
Total Capital Assets	80,232,058	21,482,161	-	-	101,714,219

Accumulated Depreciation

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

<u>Business-Type Activities</u>	<u>Balance 1/1/2017</u>	<u>Additions</u>	<u>Disposals</u>	<u>Transfers</u>	<u>Balance 12/31/2017</u>
Wells	(406,590)	(26,642)	-	-	(433,231)
Buildings	(9,578,174)	(770,564)	-	-	(10,348,739)
Utility Systems	(8,536,604)	(704,865)	-	-	(9,241,469)
Equipment	(2,408,796)	(210,881)	-	-	(2,619,677)
Total Accumulated Depreciation	(20,930,165)	(1,712,952)	-	-	(22,643,116)
Depreciated Capital Assets, Net	42,503,076	(566,862)	-	1,244,620	43,180,834
Business-Type Activities Capital Assets, Net	\$ 59,301,893	\$ 19,769,209	\$ -	\$ -	\$ 79,071,103

	<u>Amount</u>
Depreciation By Function	
Governmental Activities:	
General Government	\$ 94,313
Public Safety	98,797
Public Works	1,044,971
Cemetery	6,071
Culture, Parks & Recreation	108,990
Total depreciation for governmental activities	<u>\$ 1,353,142</u>
Business-Type Activities:	
Utility	\$ 1,329,901
Storm Drainage	22,932
Golf Course	106,596
Recreation	253,523
Total depreciation for business-type activities	<u>\$ 1,712,952</u>

Discretely Presented Component Units Capital Asset activity for the year ended December 31, 2017 is as follows:

FLURA has no investments in capital assets

The Library building is part of Fort Lupton High School and is owned by Weld County School District RE-8. Although the Library owns all the contents, collections, and equipment in the Library none of these items exceed the \$5,000 limit required for capitalization.

<u>Library Activities</u>	<u>Balance 1/1/2017</u>	<u>Additions</u>	<u>Disposals</u>	<u>Transfers</u>	<u>Balance 12/31/2017</u>
Capital Assets Being Depreciated					

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

	Balance <u>1/1/2017</u>	<u>Additions</u>	<u>Disposals</u>	<u>Transfers</u>	Balance <u>12/31/2017</u>
Library Activities					
Building and Improvements	\$ 60,135	\$ -	\$ -	\$ -	\$ 60,135
Accumulated Depreciation					
Buildings and Improvements	-	(12,027)	-	-	(12,027)
Library Activities Capital Assets, Net	<u>\$ 60,135</u>	<u>\$ (12,027)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,108</u>

NOTE 6: NOTES AND BONDS PAYABLE AND CHANGES IN LONG-TERM DEBT

	Balance <u>1/1/2017</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/2017</u>	Due in <u>1 Year</u>
<u>Enterprise Funds-Utility:</u>					
\$25,195,000 Revenue Bond, Series 2017, for the purchase of 10 units of Windy Gap Water. Principal payments due annually December 1, 2021 through 2047. Interest due June 1 and December 1 2018 through 2047 with rates varying from 2% to 5%.	\$ -	\$25,195,000	\$ -	\$25,195,000	\$ -
\$3,607,647, Series 2017 Bond Premium	-	3,607,647	-	3,607,647	120,254
\$4,396,456 Carter Lake Pipeline Construction Loan from the State of Colorado through the Colorado Water Conservation Board. The forty-year loan requires annual payments of \$160,716 beginning January 1, 1997, and provides for interest at 2%.	2,389,114	-	112,933	2,276,181	115,192
\$8,902,556 Loan from the Bank of Colorado. This fifteen year loan requires monthly payments of \$62,203 for the first five years with an interest rate of 3.125%. At five year increments the interest rate will change based on the Federal Home Loan Bank of Topeka Advanced Rate Plus 1.65 percentage points per annum. In no event will interest be less than 3.125% or higher than 5.125%	8,064,942	-	8,064,942	-	-

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

	<u>Balance 1/1/2017</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 12/31/2017</u>	<u>Due in 1 Year</u>
\$2,300,000 Revenue Bond, Series 2005, owned by the Colorado Water Resources and Power Development Authority for the purchase of 3 units of Windy Gap water. Principal payment due on November 1, 2006 through 2025. Principal and interest are payable each May 1 and November 1, thereafter, with interest rates varying between 3% to 4.625%.	1,255,000	-	115,000	1,140,000	120,000
\$1,850,000 Water Fund Revenue Anticipation Warrants, Series 2000, construction expansion of the water plant. Principal payments due in increasing amounts from \$60,000 in 2001 to \$140,000 in 2020 and interest rates varying from 4.35% in 2001 to 5.3% in 2020. The warrants are a special revenue obligation of the Utility Enterprise Fund payable from net operating income of the water system.	525,000	-	525,000	-	-
<u>Recreation Center Fund:</u>					
\$4,930,000 Principal with a \$139,108 Premium, General Obligation Bond Series 2011 for the construction of the Recreation Center refinanced October 28, 2017. Principal and interest payments due December 1 starting in 2017 ending December 1, 2022. Interest only payments due Jun 1 starting 2017. Interest rates start at 3.0% in 2017 and increase to 3.5%.	2,645,000	-	415,000	2,230,000	420,000
Remaining Bond Premium	69,553		13,910	55,643	13,911
<u>Golf Enterprise Fund:</u>					
\$5,900,000, Bond for construction of a Golf Course, went into default in 2002	1,785,000	-	-	1,785,000	1,785,000
Total Business Type Activities	\$16,733,609	\$28,802,647	\$9,246,782	\$36,289,474	\$2,574,357

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Golf Enterprise Fund bonds are classified as current bond payable. (Please see note 14.)

	Balance 1/1/2016	Additions	Retirements	Balance 12/31/2016	Due in 1 Year
<u>Governmental Activities</u>					
Accrued Compensated Absences	\$ 204,873	\$ 239,812	\$ (205,163)	\$ 239,522	\$ 67,066
<u>Business Type Activities</u>					
Accrued Compensated Absences	\$ 59,624	\$ 76,744	\$ (66,779)	\$ 69,589	\$ 19,485
Capital Leases	-	376,025	(86,094)	289,931	81,916
	\$ 59,624	\$ 452,769	\$ (152,873)	\$ 359,520	\$ 101,401

The City will liquidate compensated absences in the General, Utility Enterprise, Storm Water Drainage and Recreation Center funds.

The annual requirements to amortize all debt outstanding, excluding accrued compensated absences, as of December 31, 2017 are as follows:

Bonds and Notes Payable				
	Principal	Premiums	Interest	Total
2018	\$ 2,440,191	\$ 134,166	\$ 1,550,159	\$ 4,124,516
2019	667,497	134,166	1,324,564	\$ 2,126,227
2020	689,846	134,166	1,303,995	\$ 2,128,007
2021	752,243	134,166	1,280,467	\$ 2,166,876
2022	879,688	120,251	1,255,172	\$ 2,255,111
2023-2027	3,021,856	601,275	5,949,353	\$ 9,572,484
2028-2032	4,255,743	601,275	5,198,335	\$ 10,055,353
2033-2037	5,149,120	601,275	4,148,014	\$ 9,898,409
2038-2042	6,590,000	601,275	2,856,800	\$ 10,048,075
2043-2047	8,180,000	601,275	1,267,000	\$ 10,048,275
Total	\$ 32,626,184	\$ 3,663,290	\$ 26,133,858	\$ 62,423,332

Capital Leases			
	Principal	Interest	Total
2018	\$ 81,916	\$ 8,084	\$ 90,000
2019	84,200	5,800	\$ 90,000
2020	123,815	3,462	\$ 127,277
Total	\$ 289,931	\$ 17,345	\$ 307,277

The principal of outstanding debt due in 2017 includes the default bonds of the Golf Course, amounting to \$1,785,000 after the tender offer.

Discretely Presented Component Units long term debt activity for the year ended December 31, 2017

FLURA General Fund

A ten year \$50,000 loan from the City to FLURA. There are no interest rates specified in the loan

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Library General Fund

	Balance <u>1/1/2017</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/2017</u>	Due in <u>1 Year</u>
<u>Governmental Activities</u>					
Accrued Compensated Absences	\$ 37,512	\$ 58,319	\$ (63,054)	\$ 32,777	\$ 9,178

NOTE 7: NET POSITION AND FUND BALANCE

Net position:

Net investment in capital assets reported on the government-wide statement of net position as of December 31, 2017 are as follows:

	Governmental Activities	Business- Type Activities
Net Investment in capital assets		
Cost of capital assets	\$ 49,379,140	\$ 101,714,219
Less accumulated depreciation	(19,902,684)	(22,643,116)
Book value	29,476,457	79,071,103
Less capital related debt	-	(32,916,112)
Less deferred refunding amounts and bond premiums and discounts (net)	-	(3,663,293)
Net investment in capital assets	\$ 29,476,456	\$ 42,491,698

Primary Government's non-spendable, restricted, committed and assigned fund balances of the governmental funds consist of the following:

	General Fund	Non-Major Governmental Funds	Total
<i>Restricted Fund Balance</i>			
<u>Emergency Reserves</u> – A portion restricted for emergencies as defined under Article X, Section 20 to the Colorado Constitution also known as the Taxpayer's Bill of Rights (TABOR)	\$ 308,947	\$ 28,973	\$ 337,920
<u>Children's Fund</u> – Private donations made to the police department	15,039	-	15,039
<u>Street Sales Tax</u> – used to maintain, build and replace streets, sidewalks, curbs and gutters	1,194,440	-	1,194,440
<u>Evidence</u> – cash taken into evidence as part of police investigations	7,580	-	7,580
<u>Water Sales Tax</u> – to support maintenance of water systems, assure quality and quantity and acquire water	1,332,057	-	1,332,057
<u>Culture Parks & Recreation Sales Tax Fund</u> – to provide culture and recreation programs and maintain parks	-	963,378	963,378

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

	General Fund	Non-Major Governmental Funds	Total
<u>Memorial Trust Fund</u> – administer funds donated to the cemetery	-	3,083	3,083
<u>Perpetual Care Cemetery Fund</u> – maintain cemetery grounds, provide services and acquire new property	-	11,025	11,025
<u>Conservation Trust Fund</u> – for the administration of lottery funds.	-	255,704	255,704
Total Restricted Fund Balance	2,858,063	1,262,163	4,120,226
Committed Fund Balance:			
Police Equipment	22,018	-	22,018
Victims Compensation	124,209	-	124,209
Court Surcharge	11,945	-	11,945
Total Committed Fund Balance	158,172	-	158,172
Assigned Fund Balance:			
Fireworks	7,500	-	7,500
Boys & Girls Club Building Fund	201,884	-	201,884
Subsequent Year Expenditures	631,831	-	631,831
Total Assigned Fund Balance	841,215	-	841,215
Unassigned	3,363,233	(27,315)	3,335,917
Total Fund Balance	<u>\$ 7,220,683</u>	<u>\$ 1,234,848</u>	<u>\$ 8,455,531</u>

The Restricted Fund Balance of \$1,882,678 in the Proprietary Funds is primarily for debt service. The Recreation Center Fund has an additional 46,940 restricted for emergencies.

Discretely Presented Component Units restricted and unassigned fund balances are as follows.

	Library General Fund	FLURA General Fund
Restricted Fund Balance		
<u>Emergency Reserves</u> – A portion restricted for emergencies as defined under Article X, Section 20 to the Colorado Constitution also known as the Taxpayer’s Bill of Rights (TABOR)	\$ 68,566	\$ -
<u>Restricted Donations</u> – Private donations made to the library	113,089	-
Total Restricted Fund Balance	181,655	-
Investment in Capital Assets	48,108	-
Unassigned	5,034,246	48,011
Total Fund Balance	<u>\$ 5,264,009</u>	<u>\$ 48,011</u>

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

NOTE 8: RETIREMENT PLAN

The City and its employees participate in a defined contribution pension plan with AIG Retirement.

A defined contribution plan states that contributions of the employee and contributions of the City are, although invested jointly, maintained in separate accounts for each employee. The amount of benefit to be received at retirement is determined by the amount of monies accumulated in the employee's account at the time of retirement. All sworn police department employees contribute 9.7% of their salaries to the plan with all other employees contributing 4.0% of their salaries to the plan. The total amount of the City's current year covered payroll was \$3,976,976 and the total current year payroll was \$4,603,160. The City matches the respective contributions, with the total contribution made by the City during 2017 amounting to \$221,752.

The FPPA of the State of Colorado continues to provide death and disability to all police officers in accordance with state statutes, Section 31-30-1008; C.R.S. Survivors' benefits are available for spouses, dependent parents and children under the age of 18.

Component Units

The Library employee participate in the City's defined contribution pension plan with AIG Retirement. Employees' contribute 4.0% of their salaries to the plan. The total amount of the Library's current year covered payroll was \$478,364 and the total current year payroll was \$482,814. The City matches the respective contributions, with the total contribution made by the City during 2017 amounting to \$19,135.

NOTE 9: CONTINGENCY

The City is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA). CIRSA has a legal obligation for claims against its members to the extent that funds are available in its annually established loss fund and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members. CIRSA has indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs, although it is not legally required to do so.

The ultimate liability to the City resulting from claims not covered by CIRSA is not presently determinable. Management is of the opinion that the final outcome of such claims, if any, will not have a material adverse effect on the City's financial statements.

There is only one case wherein CIRSA would not be involved and it involves the warrant holders of the Golf Course bonds. The City Attorney states "The City has kept no funds from the Enterprise revenues, so there is no possibility that there would be a ruling that the City improperly kept funds, and there are no funds to "pay back". The City itself is in no way obligated to pay Enterprise debt or liability and is not a guarantor of the Enterprise. As such, no provision is necessary to further protect the general fund of the City".

NOTE 10: RISK MANAGEMENT

Fort Lupton is exposed to various risks of loss related to torts: theft of, damage to, destruction of assets: errors and omissions: injuries to employees: and natural disasters. On January 1, 1984, the City Council authorized Fort Lupton to participate in the Colorado Intergovernmental Risk Sharing Agency (CIRSA). A separate and

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

independent governmental and legal entity, which was formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-10-115.5, C.R.S. as amended, 29-1-101 et. seq., C.R.S., as amended, 29-13-102, C.R.S., as amended, and Colorado Constitution, Article XIV, Section 18(2)

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member in CIRSA against stated liability or loss to the limit of the financial resources of CIRSA. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members.

The scope, terms, conditions and limitations of the coverages are governed by the applicable coverage policies and/or excess coverage policies, the CIRSA bylaws, and other applicable documents. There has been no change in the deductibles or coverage over the last three years. The types and monetary limits of the coverages are generally described below.

I. TYPES OF COVERAGES (subject to the limit of CIRSA's liability as described in Section II below):

1. Property coverage.
2. Liability coverage.
 - a. General liability.
 - b. Auto liability.
 - c. Law enforcement liability.
 - d. Public official errors and omissions liability.
 - e. Excess liability (for federal and out-of-state public official's claims and federal and out-of-state law enforcement).
3. Crime coverage (including employee dishonesty and money and securities).
4. Supplemental defense cost coverage for Colorado liability claims.

II. EXCESS INSURERS, AGGREGATE LIMITS AND MEMBER DEDUCTIBLE:

For the coverages described in Section I, CIRSA is liable only for payment of the applicable self-insured retentions and only to a total annual aggregate amount for CIRSA members as a whole of the amount of the applicable CIRSA loss fund for the coverage period. There is no aggregate excess coverage over any loss fund. Only the applicable excess insurers in applicable excess and reinsurance policies shall be payable, and only by those excess insurers in excess of these CIRSA self-insured retentions. Fort Lupton has no settlements that exceeded insurance coverage in the past three years.

A member-selected deductible applies to each municipality's claims/occurrences. Payment of the deductible shall reduce the amount otherwise payable under the applicable CIRSA retention.

2017 CIRSA SELF-INSURED RETENTIONS:

1. \$500,000 per claim/occurrence property
2. \$1,000,000 per claim/occurrence liability
3. \$100,000 per claim/occurrence Public Officials Liability.

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

2017 CIRSA LOSS FUND AMOUNTS:

Loss fund amounts are as adopted or amended from time to time by the Board of Directors based on the members in the property/casualty pool for the year and interest earnings on those amounts. Information on current loss fund amounts is available from the CIRSA Deputy Executive Director/Chief Financial Officer, at (303) 757-5475.

There is a deductible paid by the City of \$1,000 (liability) and \$1,000 (property), which applies to each of its claims/occurrences.

Fort Lupton continues to carry CIRSA insurance for Workers' Compensation, and Voluntary Accident Medical Insurance for volunteer and service workers.

NOTE 11: JOINT VENTURES

A joint venture is a legal entity or other organization that results from a contractual agreement and that is owned, operated or governed by two or more participants as a separate and specific activity subject to joint control in which the participants retain an on-going financial interest or an on-going financial responsibility. The City participates in the following joint venture:

Northern Colorado Water Conservancy District - NISP.

Northern Colorado Water Conservancy District (District), a quasi-municipal entity and political subdivision of the State of Colorado was established July 6, 1970, pursuant to the Water Conservancy District Act. Acting by and through its Northern Integrated Supply Project Water Activity Enterprise (NISP) (a government owned business within the meaning of Article X, Section 20(2)(d), of the Colorado Constitution, organized pursuant to C.R.S. 37-45,1-101 et seq.), whose address is 220 Water Avenue, Berthoud, Colorado 80513. In January 2003, Fort Lupton entered into an agreement with NISP in developing a water project for the purpose of developing a new reliable water supply.

Overall Project costs will be divided among the entities that participate in the Project.

The First Phase of the Project consisted of preliminary studies to evaluate both the potential of Poudre reservoir sites and the South Platte Water Conservation Project. The First Phase has been accomplished and there appears to be potential project configurations that may serve the needs of the Project.

The Second Phase of the Project, which consists of additional reservoir site evaluations, alternatives analysis, environmental studies, financial analyses, and related work, will require funding to complete the phase.

The Third Phase of the Project consists of further agency consultation, permitting with the U.S. Army Corps of Engineers and other agencies, compliance with the National Environmental Policy Act and other requirements for federal permitting, field work and analysis for permitting, modeling, and other activities related to designing and permitting the Project.

The City has agreed to provide to the NISP Enterprise funds for its pro rata share of the costs necessary to complete the Project.

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Our pro rata share is:

<u>Year Paid</u>	<u>Amount</u>
2003-2012	\$ 851,802
2013	75,000
2014	112,500
2015	195,000
2016	262,500
2017	<u>300,000</u>
Total	<u>\$1,796,802</u>

Investments in the joint ventures by governmental funds are recorded as expenditures at the time the investment is made.

Complete financial statements of the District can be obtained from Northern Colorado Water Conservancy District.

Town of Hudson

The Town of Hudson and the City are Colorado municipal corporations empowered to enter into intergovernmental agreements pursuant to the provisions of Article XIV, Section 18 of the Constitution of the State of Colorado, and the provisions of C.R.S. 29-1-201 et seq. in those circumstances where governmental entities may make the most efficient and effective use of their powers and responsibilities by cooperating and contracting with each other to accomplish mutually beneficial ends. They entered into an Intergovernmental Agreement on July 26, 1995, to jointly provide for the construction, operation and maintenance of the water treatment plant to treat raw water, owned, controlled by the respective parties hereto, which water when treated will be available for use and consumption by the residents and customers of Hudson and Fort Lupton respectively.

Upon completion of the original water treatment plant, each party owned the following rights and interests: Fort Lupton owned an undivided five-sixths (5/6ths) of the treatment capacity of said plant, as well as an undivided five-sixths (5/6ths) of the personal property which constitutes the physical plant. Hudson owned the remaining undivided one-sixth (1/6th) of the treatment capacity and personal property constituting the physical plant. Each party shall own as its sole and separate property the right to deliver to the plant for treatment the raw untreated water that it owns or controls and is entitled to receive by means of the Northern Colorado Water Conservancy District's Southern Water Supply Project.

A separate flow meter is installed at the discharge point of the plant and at which treated water is delivered to the separate delivery systems of Fort Lupton and Hudson, which separate flow meters shall measure the number of gallons of treated water delivered to each party. On a monthly basis, the total of the treated water delivered from the plant to each party shall be added together to determine the total number of gallons in and delivered from the plant. The number of gallons of treated water separately delivered to Hudson shall then become the numerator in a fraction in which the entire total of treated gallons delivered to both parties is the denominator. The fraction which results shall be multiplied by the total operations and maintenance costs incurred by the operator in operating the plant during the month, and shall constitute the cost to each party of operations and maintenance for the month including fixed monthly operating costs. Hudson's amount shall be billed to Hudson on or before the 12th day of the following calendar month, and must be received by the next to the last business day of the calendar month.

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

Complete financial statements for the Town of Hudson may be obtained from the Town of Hudson, Colorado.

NOTE 12: TAX, SPENDING, AND DEBT LIMITATIONS

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. 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.

As a result of this constitutional requirement, the residents of Fort Lupton, in 1993, passed Referendum A. This referendum requires that if, in any given year, the City has revenues in excess of current spending limits due to property (ad valorem), sales, or use taxes, then that excess must be used for water and wastewater projects, purchase of water rights, and construction of the water system.

In 2010, the residents of Fort Lupton renewed the ½ cent Sales and Use Tax for Street Improvements for 20 years; in 2001, the ½ cent Sales and Use Tax for Culture, Parks and Recreation was renewed for 20 years; in 2002, the residents approved a \$6.7 million general obligation tax to construct a Recreation Center, and in 2005 the citizens authorized extension of the ½ cent water sales tax slated to expire in 2006 for an additional 20 years. All four of these issues have been exempted from the revenue restrictions of Article X, Section 20, and from the requirements of Referendum A.

NOTE 13: DEFAULT ON GOLF COURSE REVENUE ANTICIPATION WARRANTS

The Golf Enterprise has been in technical default since June 2000, due to the level of its bond reserves. The course has not collected sufficient green fees and other revenues to pay the bond interest or principal on its 1996 Revenue Anticipation Warrants.

As a result of the default, the bond covenant states that the bonds become due and payable and thus the balance has been re-classed to Current Bonds Payable, resulting in a Current Bond Payable Balance at December 31, 2017 of \$1,785,000.

The Golf Enterprise Fund issued an offer to purchase any and all outstanding warrants on December 19, 2015 for the consideration described in the table below:

<u>Security</u>	<u>Principal Amount</u>	<u>Consideration</u>
	<u>Outstanding</u>	<u>Per \$1,000</u> <u>Principal Amount</u>
Senior Warrants	\$ 4,500,000	\$ 208
Subordinate 1996A1 Warrants	1,000,000	25
"B" Registered Coupons	27,000	25
Subordinate 1996B Warrants	300,000	10

If all outstanding warrants were to be tendered the Golf Course Enterprise Fund's future debt service payments would decrease by \$5,800,000, resulting in a net present value savings of \$10,570,328. The Golf Enterprise will, additionally, pay all costs and expenses incurred in connection with the offer. The City (General Fund) has loaned the Golf Enterprise Fund the funds necessary to pay the Warrants Consideration assuming

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

100% of the warrant holders tender their outstanding warrants. The offer expired on January 30, 2017 at 5:00 p.m. Eastern Time and was extended twice. The final closing date was March 31, 2017 at 5:00pm Eastern Time.

As a result of this offer, \$4,015,000 of the outstanding warrants (\$3,115,000 of the Senior Warrants, \$875,000 of the Subordinate 1996A1 Warrants and \$25,000 of the "B" Registered Coupons) were tendered and purchased by the Golf Course Enterprise. The result is a decrease in future debt service principal payments of \$4,015,000 and a net present value savings of \$6,955,713. The remaining warrants outstanding, totaling \$1,785,000, will remain as current bonds payable outstanding in fiscal year 2017. It is anticipated that the 2017 payments on the remaining balance will not be paid and the outstanding warrants will remain in default.

NOTE 14: COMMITMENTS AND CONTRACTS & BUDGET OVERAGES

On July 30, 2008 the City entered into an agreement with Weld County Dispatch Center (WELDCOM), until December 31, 2009 with automatic one year renewals through December 19, 2019. The City's share of expenses for 2017 total \$17,284.

The City and CH2MHill entered into an agreement for compensation for services to manage, operate, and maintain the effluent discharged from the Wastewater Treatment Plant and the finished water discharged for the Water Treatment Facility. Compensation for services is negotiated every three years. Compensation for years two & three will be adjusted based on the base fee adjustment formula shown in Appendix F of the negotiated agreement. Subsequent years' base fees shall be determined as hereinafter specified. 2017 fees were \$1,018,226. A 1.01% increase compared to 2016.

On April 1, 2013 the City entered into a ten year agreement with Consolidated Mutual Water Company to lease 150 acre feet of water storage in the Perry Pit East Reservoir. The lease base rate is \$206.21 per acre foot of water capacity. The rate will increase annually based on a formula in paragraphs 6 (b) (c) and (d) of the lease agreement. Subsequently, the City has agreed to lease the remaining 300 acre feet of capacity in the Perry Pit East Reservoir for the same terms as the initial lease and an additional 50 acre feet for \$1,434 per acre foot. In 2017 Consolidated Mutual Water Company resumed mining operation. Perry Pit was unavailable for water storage and no lease payment were made. Mining will be completed during 2017 and the lease agreement will resume in 2018.

In 2010 The City and Halliburton Energy Services, Inc. (Halliburton) entered into an agreement to extend water lines and sanitary sewer lines to the Halliburton facility at Denver Avenue and Weld County Road 8. Halliburton funded the construction in the amount of \$2,400,000. The lines will benefit all properties in the service area and as sites are developed along the services lines a proportionate share of the original cost and accrued interest will be charged by the City on building permits and refunded to Halliburton. On December 31, 2017, \$2,057,839 was the amount of the original construction costs to be collected on future development along the water and sewer lines. The interest accrued in 2017 at a rate of prime plus one percent (5%) was \$121,896. The total accrued interest as of December 31, 2017 is \$648,312. As the City is not required to reimburse Halliburton unless sufficient development occurs, these balances are not reported as a liability in the City's financial statements.

In 2015 The City and Martin Marietta Materials, Inc. (Martin Marietta) entered into an agreement to extend water lines from Weld County Road 8 525 lineal feet south along Denver Avenue to the Martin Marietta facility. Martin Marietta funded the construction in the amount of \$114,077. The lines will benefit all properties in the service area and as sites are developed along the service lines a proportionate share of the

CITY OF FORT LUPTON
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2017

original cost and accrued interest will be charged by the City on building permits and refunded to Martin Marietta.

NOTE 15: COMPLIANCE

The Golf Course Enterprise Fund may be in violation of state statutes as the expenditures exceed the appropriated budgets.

	Primary Government Expenditures			Favorable (Unfavorable) Variance
	Original Budget	Final Budget	Actual	
<u>Enterprise Fund Expenditures</u>				
Utility Enterprise Fund	\$ 7,110,900	\$ 8,422,507	\$ 33,681,298	(\$ 25,258,791)
Recreation Center Fund	\$ 1,153,483	\$ 1,578,345	\$ 1,633,421	(\$ 55,076)
Golf Course Enterprise Fund	\$ 999,384	\$ 1,042,347	\$ 1,150,840	(\$ 108,493)

NOTE 16: SALES TAX REBATES

In 2013 the City entered into an annexation agreement with L.G. Everest, Inc. The agreement contains a "Development Incentive Payment" requiring the City to refund the City's portion of sales tax collected by the State Department of Revenue for the previous year less \$35,000 by April 30. The City gained the ability to extend the City's boundary lines in the future and keep us in compliance with all State and County annexation requirements.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF FORT LUPTON, COLORADO

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2017

	2017			
	Original Budget	Final Budget	Actual	Positive (Negative) Variance
REVENUES				
Taxes	\$ 4,889,176	\$ 4,789,192	\$ 5,374,037	\$ 584,845
Licenses and Permits	158,800	87,993	216,861	128,868
Intergovernmental	1,784,860	1,844,860	1,314,469	(530,391)
Charges for Services	433,800	433,800	524,925	91,125
Fines and Forfeits	209,550	209,550	195,199	(14,351)
Other	126,920	151,920	501,722	349,802
Total Revenues	<u>7,603,106</u>	<u>7,517,315</u>	<u>8,127,213</u>	<u>609,898</u>
EXPENDITURES				
General Government	3,633,235	3,700,439	3,297,296	403,143
Public Safety	1,809,305	1,809,305	1,761,969	47,336
Public Works	532,232	547,232	512,524	34,708
Capital Outlay	1,782,655	2,370,685	1,916,081	454,604
Other	418,574	418,574	229,767	188,807
Total Expenditures	<u>8,176,001</u>	<u>8,846,235</u>	<u>7,717,637</u>	<u>1,128,598</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(572,895)</u>	<u>(1,328,920)</u>	<u>409,576</u>	<u>1,738,496</u>
Other Financing Sources (Uses)				
Transfers Out	<u>(355,693)</u>	<u>(743,693)</u>	<u>(67,931)</u>	<u>675,762</u>
Total Other Financing Sources (Uses)	<u>(355,693)</u>	<u>(743,693)</u>	<u>(67,931)</u>	<u>675,762</u>
NET CHANGE IN FUND BALANCES	<u>\$ (928,588)</u>	<u>\$ (2,072,613)</u>	<u>341,645</u>	<u>\$ 2,414,258</u>
FUND BALANCES, Beginning of Year			<u>3,594,362</u>	
FUND BALANCES, End of Year			<u>\$ 3,936,007</u>	

NOTE 1: EXPLANATION OF DIFFERENCES BETWEEN REVENUES, EXPENDITURES AND OTHER FINANCING SOURCES (USES) FOR THE GENERAL FUND BUDGETARY COMPARISON SCHEDULE AND THE GENERAL FUND AS REPORTED IN THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

Certain funds used for accounting purposes are combined with the General Fund for reporting purposes. In accordance with GASB Statement No. 41, *Budgetary Comparison Schedules – Perspective Differences*, the activity of such funds is not included in the General Fund budgetary comparison schedule. The following is a reconciliation of the General Fund budgetary comparison schedule to the General Fund as reported in the Statement of Revenues, Expenditures and Changes in Fund Balance for the year ended December 31, 2016.

Revenue

General Fund Budgetary Comparison Schedule	\$ 8,127,213
Adjustments:	0
Street Sales Tax	875,253
Water Sales Tax	1,245,956
Contingency	49,787
Total General Fund revenues as reported in the Statement of Revenues, Expenditures and Changes in Fund Balance	\$ 10,298,209

Expenditures

General Fund Budgetary Comparison Schedule	7,717,637
Adjustments:	
Street Sales Tax	1,013,307
Water Sales Tax	1,077,224
Total General Fund expenditures as reported in the Statement of Revenues, Expenditures and Changes in Fund Balance	9,808,168

Other Financing Sources (uses)

General Fund Budgetary Comparison Schedule	(67,931)
Adjustments:	
Water Sales Tax	(528,034)
Total General Fund other financing sources (uses) as reported in the Statement of Revenues, Expenditures and Changes in Fund Balance	(595,965)

SUPPLEMENTARY INFORMATION

CITY OF FORT LUPTON, COLORADO

CONTINGENCY FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2017

	Original and Final Budget	Final Budget	Actual	Positive (Negative) Variance
REVENUES				
Property Tax	\$ 43,565	\$ 43,565	\$ 42,232	\$ (1,333)
Interest Income	4,500	4,500	7,555	3,055
Total Revenues	48,065	48,065	49,787	1,722
EXPENDITURES				
Capital Outlay	688,021	688,021	-	688,021
Total Expenditures	688,021	688,021	-	688,021
Excess of Revenues (Deficiency) Over Expenditures	(639,956)	(639,956)	49,787	689,743
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (639,956)</u>	<u>\$ (639,956)</u>	49,787	<u>\$ 689,743</u>
FUND BALANCES, Beginning of Year			644,755	
FUND BALANCES, End of Year			<u>\$ 694,542</u>	

CITY OF FORT LUPTON, COLORADO

STREET IMPROVEMENT SALES TAX FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Positive (Negative) Variance
REVENUES				
Sales Tax	\$ 490,526	\$ 480,526	\$ 619,410	\$ 138,884
Interest Income	1,200	1,200	6,147	4,947
Infrastructure Assessment Fees	72,200	56,100	249,696	193,596
Total Revenues	563,926	537,826	875,253	337,427
EXPENDITURES				
Current:				
Other	86,000	86,000	26,695	59,305
Capital Outlay:				
Streets	1,085,000	1,211,450	986,612	224,838
Total Expenditures	1,171,000	1,297,450	1,013,307	284,143
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (607,074)</u>	<u>\$ (759,624)</u>	(138,054)	<u>\$ 621,570</u>
FUND BALANCES, Beginning of Year			1,358,752	
FUND BALANCES, End of Year			<u>\$ 1,220,698</u>	

CITY OF FORT LUPTON, COLORADO

WATER SALES TAX FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2017

	Original and Final Budget	Final Budget	Actual	Positive (Negative) Variance
REVENUE				
Sales Tax	\$ 981,052	\$ 961,052	\$ 1,238,821	\$ 277,769
Interest Income	1,000	1,000	7,135	6,135
Total Revenues	982,052	962,052	1,245,956	283,904
EXPENDITURES				
Water Carryover	26,544	26,544	26,544	-
Capital Outlay	169,556	669,556	686,364	(16,808)
Other	530,000	530,000	364,316	165,684
Total Expenditures	726,100	1,226,100	1,077,224	148,876
Excess of Revenues Over Expenditures	255,952	(264,048)	168,732	432,780
Other Financing Sources (Uses)				
Operating Transfer Out	(451,777)	(451,777)	(528,034)	76,257
Total other Financing (Uses)	(451,777)	(451,777)	(528,034)	76,257
Excess (Deficiencies) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>\$ (195,825)</u>	<u>\$ (715,825)</u>	(359,302)	<u>\$ 509,037</u>
FUND BALANCE, Beginning of Year			1,728,738	
FUND BALANCE, End of Year			<u>\$ 1,369,436</u>	

CITY OF FORT LUPTON, COLORADO

NON MAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

December 31, 2017

	Culture, Parks & Recreation Sales Tax Fund	Conservation Trust Fund	Perpetual Care Cemetery Fund	Memorial Trust Fund	Non Major Governmental Funds
<u>ASSETS</u>					
Cash	\$ 927,491	\$ 258,040	\$ 91,601	\$ 3,083	\$ 1,280,215
Accounts Receivable	873	-	-	-	873
Sales Tax Receivable	82,063	-	-	-	82,063
Total Assets	<u>\$ 1,010,427</u>	<u>\$ 258,040</u>	<u>\$ 91,601</u>	<u>\$ 3,083</u>	<u>\$ 1,363,151</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>					
Liabilities					
Accounts Payable	\$ 10,519	\$ -	\$ 788	\$ -	\$ 11,307
Accrued Expenses	12,684	-	1,758	-	14,442
Due To	-	-	102,554	-	102,554
Total Liabilities	<u>23,203</u>	<u>-</u>	<u>105,100</u>	<u>-</u>	<u>128,303</u>
Fund Balances					
Non-Spendable	-	-	-	-	-
Restricted	949,706	255,704	-	3,083	1,208,493
Tabor	23,846	2,336	2,791	-	28,973
Museum	13,672	-	-	-	13,672
Perpetual Care	-	-	11,025	-	11,025
Undesignated	-	-	(27,315)	-	(27,315)
Total Fund Balances	<u>987,224</u>	<u>258,040</u>	<u>(13,499)</u>	<u>3,083</u>	<u>1,234,848</u>
Total Liabilities and Fund Balances	<u>\$ 1,010,427</u>	<u>\$ 258,040</u>	<u>\$ 91,601</u>	<u>\$ 3,083</u>	<u>\$ 1,363,151</u>

CITY OF FORT LUPTON, COLORADO

NON MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
For the Year Ended December 31, 2017

	Culture, Parks & Recreation Sales Tax Fund	Conservation Trust Fund	Perpetual Care Cemetery Fund	Memorial Trust Fund	Total
REVENUES					
Sales Taxes	\$ 619,410	\$ -	\$ -	\$ -	\$ 619,410
Federal and State Sources	-	77,763	-	-	77,763
Charges for Services	106,497	-	66,130	-	172,627
Interest Income	1,015	107	1,019	-	2,141
Other	67,952	-	25,900	1	93,853
Total Revenues	794,874	77,870	93,049	1	965,794
EXPENDITURES					
Current:					
Other	78,781	36,606	7,614	-	123,001
Salaries and Benefits	386,636	-	56,154	-	442,790
Supplies	26,244	-	276	-	26,520
Utilities	36,652	-	67,025	-	103,677
Maintenance	37,895	-	20,607	-	58,502
Total Expenditures	566,208	36,606	151,676	-	754,490
Excess (Deficiency) of Revenues Over Expenditures	228,666	41,264	(58,627)	1	211,304
Other Financing Sources (Uses)					
Transfers In	26,195	-	19,438	-	45,633
Transfers Out	(383,301)	-	-	-	(383,301)
Total Other Financing Sources (Uses)	(357,106)	-	19,438	-	(337,668)
Excess (Deficiency) of Revenues Over Expenditures and Other Financing Sources (Uses)	(128,440)	41,264	(39,189)	1	(126,364)
FUND BALANCE, Beginning of Year	1,115,664	216,776	25,690	3,082	1,361,212
FUND BALANCE, End of Year	\$ 987,224	\$ 258,040	\$ (13,499)	\$ 3,083	\$ 1,234,848

CITY OF FORT LUPTON, COLORADO

CULTURE, PARKS, AND RECREATION SALES TAX FUND

BUDGETARY COMPARISON SCHEDULE

For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Positive (Negative) Variance
REVENUES				
Sales Tax	\$ 490,526	\$ 480,526	\$ 619,410	\$ 138,884
Interest Income	700	700	1,015	315
Enhancement Fees	157,000	108,500	57,350	(51,150)
Private Contributions	1,500	1,500	650	(850)
Usage Fees	103,300	103,300	106,497	3,197
Other	13,750	13,750	9,952	(3,798)
Total Revenues	<u>766,776</u>	<u>708,276</u>	<u>794,874</u>	<u>86,598</u>
EXPENDITURES				
Current:				
Salaries and Benefits	397,961	397,961	386,636	11,325
Maintenance	35,800	35,800	37,895	(2,095)
Supplies	23,800	23,800	26,244	(2,444)
Utilities	37,250	37,250	36,652	598
Other	89,966	89,966	78,781	11,185
Capital Outlay:				
Museum	5,000	5,000	-	5,000
Total Expenditures	<u>589,777</u>	<u>589,777</u>	<u>566,208</u>	<u>23,569</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>176,999</u>	<u>118,499</u>	<u>228,666</u>	<u>110,167</u>
Other Financing Sources (Uses)				
Transfers In	26,195	26,195	26,195	-
Transfers Out	<u>(383,301)</u>	<u>(415,679)</u>	<u>(383,301)</u>	<u>32,378</u>
Total Other Financing Sources (Uses)	<u>(357,106)</u>	<u>(389,484)</u>	<u>(357,106)</u>	<u>32,378</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Financing Sources (Uses)	<u>\$ (180,107)</u>	<u>\$ (270,985)</u>	<u>(128,440)</u>	<u>\$ 142,545</u>
FUND BALANCES, Beginning of Year			<u>1,115,664</u>	
FUND BALANCES, End of Year			<u>\$ 987,224</u>	

CITY OF FORT LUPTON, COLORADO

CONSERVATION TRUST FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2017

	Original and Final Budget	Actual	Positive (Negative) Variance
REVENUES			
Lottery Funds	\$ 65,000	\$ 77,763	\$ 12,763
Interest Income	100	107	7
Total Revenues	65,100	77,870	12,770
EXPENDITURES			
Other	50,000	36,606	13,394
Capital Outlay: Land and Improvements	88,000	-	88,000
Total Expenditures	138,000	36,606	101,394
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (72,900)</u>	41,264	<u>\$ 114,164</u>
FUND BALANCES, Beginning of Year		<u>216,776</u>	
FUND BALANCES, End of Year		<u>\$ 258,040</u>	

CITY OF FORT LUPTON, COLORADO

PERPETUAL CARE CEMETERY FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2017

	Original and Final Budget	Actual	Positive (Negative) Variance
REVENUES			
Charges for Services	\$ 44,600	\$ 66,130	\$ 21,530
Perpetual Care	11,025	20,200	9,175
Interest Income	-	1,019	1,019
Other	2,800	5,700	2,900
Total Revenues	58,425	93,049	34,624
EXPENDITURES			
Current:			
Salaries and Benefits	57,873	56,154	1,719
Maintenance	34,500	20,607	13,893
Supplies	2,100	276	1,824
Utilities	61,000	67,025	(6,025)
Other	18,800	7,614	11,186
Capital Outlay:			
Other Capital	250,000	-	250,000
Total Expenditures	424,273	151,676	272,597
Excess (Deficiency) of Revenues Over Expenditures	(365,848)	(58,627)	307,221
Other Financing Sources (Uses)			
Transfers In	329,498	19,438	(310,060)
Total Other Financing Sources (Uses)	329,498	19,438	(310,060)
Excess (Deficiency) of Revenues Over Expenditures and Other Financing Sources (Uses)	\$ (36,350)	(39,189)	\$ (2,839)
FUND BALANCES, Beginning of Year		25,690	
FUND BALANCES, End of Year		\$ (13,499)	

CITY OF FORT LUPTON, COLORADO

MEMORIAL TRUST FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2017

	Original and Final Budget	Actual	Positive (Negative) Variance
Other	\$ -	\$ 1	\$ 1
Total Revenues		1	1
Excess of Revenues Over Expenditures	-	1	1
Excess of Revenues Over Expenditures	\$ -	1	\$ 1
FUND BALANCES, Beginning of Year		3,082	
FUND BALANCES, End of Year		\$ 3,083	

CITY OF FORT LUPTON, COLORADO

UTILITY ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
For the Year Ended December 31, 2017

	Original Budget			Final Budget			Actual			Variance Positive / (Negative)		
	Combined	Water	Sewer	Combined	Water	Sewer	Combined	Water	Sewer	Combined	Water	Sewer
Operating Revenues												
Charges for Services	\$ 3,903,135	\$ 2,514,854	\$ 1,388,281	\$ 3,903,135	\$ 2,514,854	\$ 1,388,281	\$ 4,304,865	\$ 2,754,687	\$ 1,550,178	\$ 401,730	\$ 273,313	\$ 128,417
Other Income	131,000	131,000	-	131,000	131,000	-	661,297	661,297	-	530,297	530,297	-
Total Operating Revenues	4,034,135	2,645,854	1,388,281	4,034,135	2,645,854	1,388,281	4,966,162	3,415,984	1,550,178	932,027	803,610	128,417
Operating Expenses												
Salaries and Benefits	484,369	249,377	234,992	484,369	249,377	234,992	414,401	195,393	219,012	69,968	53,981	15,986
Professional Fees	211,000	135,500	75,500	211,000	135,500	75,500	80,920	27,420	53,500	130,080	108,080	22,000
Contract Management	915,804	346,331	569,473	915,804	346,331	569,473	915,804	346,331	569,473	-	-	-
Insurance	78,258	39,129	39,129	78,258	39,129	39,129	71,267	35,633	35,634	6,991	3,495	3,495
Maintenance	851,423	525,423	326,000	851,423	525,423	326,000	226,598	149,725	76,873	624,825	375,698	249,127
Supplies	118,000	107,500	10,500	118,000	107,500	10,500	63,545	54,299	9,246	54,455	53,201	1,254
Utilities	290,225	158,850	131,375	290,225	158,850	131,375	241,120	124,835	116,285	49,105	34,015	15,090
Water Assessments	793,500	793,500	-	793,500	793,500	-	469,078	469,078	-	324,422	324,422	-
Other	337,150	61,700	275,450	337,150	61,700	275,450	177,272	95,379	81,893	159,878	(33,682)	193,557
Total Operating Expenses	4,079,729	2,417,310	1,662,419	4,079,729	2,417,310	1,662,419	2,660,005	1,498,093	1,161,916	1,419,724	919,210	500,509
Net Operating Income	(45,594)	228,544	(274,138)	(45,594)	228,544	(274,138)	2,306,157	1,917,891	388,262	2,351,751	1,722,820	628,926
Nonoperating Revenues (Expenses)												
Investment Income (Loss)	2,000	1,000	1,000	2,000	1,000	1,000	31,871	20,388	11,482	29,871	19,389	10,482
Capital Contributions	-	-	-	583,420	583,420	-	464,757	464,757	-	(118,663)	(118,663)	-
Interest Expense	(380,084)	(380,084)	-	(380,084)	(380,084)	-	(620,647)	(616,741)	(3,906)	(240,563)	(236,657)	(3,906)
Administrative Fee	-	-	-	-	-	-	(518,095)	(518,095)	-	(518,095)	(518,095)	-
Bond Principal	(846,087)	(846,087)	-	(846,087)	(846,087)	-	(8,903,966)	(8,817,872)	(86,094)	(8,057,879)	(7,971,785)	(86,094)
Capital Expenditures	(1,805,000)	(895,000)	(910,000)	(3,116,607)	(2,170,631)	(945,976)	(20,978,585)	(20,538,892)	(439,693)	(17,861,978)	(18,368,261)	506,283
Other	481,640	360,000	121,640	273,349	212,529	60,820	156,762	91,560	65,202	(116,587)	(121,155)	4,194
Total Nonoperating Revenues (Expenses)	(2,547,531)	(1,760,171)	(787,360)	(3,484,009)	(2,599,853)	(884,156)	(30,367,903)	(29,914,895)	(453,009)	(26,883,894)	(27,315,227)	430,959
Net Income (Loss) Before Transfers	(2,593,125)	(1,531,627)	(1,061,498)	(3,529,603)	(2,371,309)	(1,158,294)	(28,061,746)	(27,997,004)	(64,747)	(24,532,143)	(25,592,407)	1,059,885
Transfers In	451,777	451,777	-	451,777	451,777	-	528,034	528,034	-	76,257	76,257	-
Net Transfers In	451,777	451,777	-	451,777	451,777	-	528,034	528,034	-	76,257	76,257	-
Net Income (Loss) - Budgetary Basis	\$ (2,141,348)	\$ (1,079,850)	\$ (1,061,498)	\$ (3,077,826)	\$ (1,919,532)	\$ (1,158,294)	(27,533,712)	(27,468,970)	(64,747)	\$ (24,455,886)	\$ (25,516,150)	\$ 1,059,885
Reconciliation to GAAP Basis												
Bond Principal Payments							8,903,966	8,817,872	86,094			
Capital Outlay							20,978,585	20,538,892	439,693			
Depreciation and Amortization							(1,329,902)	(849,118)	(480,784)			
Net Income (Loss) - GAAP Basis							1,018,937	1,038,676	(19,744)			
NET POSITION, Beginning of Year							43,110,259	31,957,709	11,152,550	-		
NET POSITION, End of Year							\$ 44,129,196	\$ 32,996,385	\$ 11,132,806			

CITY OF FORT LUPTON, COLORADO

STORM WATER DRAINAGE ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Positive (Negative) Variance
Operating Revenues				
Charges for Services	\$ 348,560	\$ 328,560	\$ 363,776	\$ 35,216
Other Income				-
Total Operating Revenues	<u>348,560</u>	<u>328,560</u>	<u>363,776</u>	<u>35,216</u>
Operating Expenses				
Salaries and Benefits	17,641	17,641	17,324	317
Supplies	2,500	2,500	21	2,479
Utilities				-
Other	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
Total Operating Expenses	<u>22,141</u>	<u>22,141</u>	<u>17,345</u>	<u>4,796</u>
Net Operating Income	<u>326,419</u>	<u>306,419</u>	<u>346,431</u>	<u>40,012</u>
Nonoperating Revenues (Expenses)				
Investment Income	200	200	145	(55)
Capital Expenditures	<u>(360,000)</u>	<u>(902,368)</u>	<u>(349,580)</u>	<u>552,788</u>
Total Nonoperating Revenues	<u>(359,800)</u>	<u>(902,168)</u>	<u>(349,435)</u>	<u>552,733</u>
Net Income Before Transfers	<u>(33,381)</u>	<u>(595,749)</u>	<u>(3,004)</u>	<u>592,745</u>
Transfers In	<u>-</u>	<u>388,000</u>	<u>22,298</u>	<u>(365,702)</u>
Net Transfers In	<u>-</u>	<u>388,000</u>	<u>22,298</u>	<u>(365,702)</u>
Net Income	<u>\$ (33,381)</u>	<u>\$ (207,749)</u>	<u>19,294</u>	<u>\$ 227,043</u>
Reconciliation to GAAP Basis				
Capital Outlay			349,580	
Depreciation and Amortization			<u>(22,932)</u>	
Net Income (Loss) - GAAP Basis			<u>345,942</u>	
NET POSITION, Beginning of Year			<u>1,323,486</u>	
Prior Period Adjustment				
NET POSITION, End of Year			<u>\$ 1,669,428</u>	

CITY OF FORT LUPTON, COLORADO

**RECREATION CENTER ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**

BUDGET AND ACTUAL

For the Year Ended December 31, 2017

	Original and Final Budget	Final Budget	Actual	Positive (Negative) Variance
Operating Revenues				
Charges for Services	\$ 381,175	\$ 381,175	\$ 394,565	\$ 13,390
Other	24,000	24,000	75,322	51,322
Total Operating Revenues	405,175	405,175	469,887	64,712
Operating Expenses				
Salaries	648,570	656,587	699,776	(43,189)
Insurance	25,500	25,500	26,991	(1,491)
Maintenance	50,000	50,000	72,671	(22,671)
Merchandise for Resale	1,500	1,500	1,506	(6)
Supplies	54,700	54,700	62,669	(7,969)
Utilities	121,500	121,500	110,131	11,369
Recreation Programs	51,500	51,500	44,530	6,970
Other	70,975	70,975	72,854	(1,879)
Total Operating Expenses	1,024,245	1,032,262	1,091,128	(58,866)
Net Operating Income	(619,070)	(627,087)	(621,241)	5,846
Nonoperating Revenues (Expenses)				
Property Taxes	1,086,123	1,061,762	1,070,125	8,363
Grant Income	7,260	7,260	8,260	1,000
Gain on Disposal of Assets	1,500	1,500	1,456	(44)
Investment Income	500	500	14,924	14,424
Bond Principal	(415,000)	(415,000)	(415,000)	-
Interest Expense	(85,238)	(85,238)	(84,471)	767
Capital Expenditures	(43,000)	(45,845)	(42,822)	3,023
Total Nonoperating Revenues	552,145	524,939	552,472	27,533
Net Income Before Transfers	(66,925)	(102,148)	(68,769)	33,379
Net Transfers In	383,301	415,679	383,301	(32,378)
Net Income (Loss) - Budgetary Basis	<u>\$ 316,376</u>	<u>\$ 313,531</u>	314,532	<u>\$ 1,001</u>
Reconciliation to GAAP Basis				
Bond Principal Payments			415,000	
Capital Outlay			42,822	
Depreciation and Amortization			(253,523)	
Net Income (Loss) - GAAP Basis			518,831	
NET POSITION, Beginning of Year			604,472	
NET POSITION, End of Year			<u>\$ 1,123,303</u>	

CITY OF FORT LUPTON, COLORADO

GOLF COURSE ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
BUDGET AND ACTUAL

For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Positive (Negative) Variance
Operating Revenues				
Charges for Services	\$ 782,039	\$ 782,039	\$ 841,579	\$ 59,540
Sales of Merchandise	227,651	227,651	279,775	52,124
Other	-	-	3,170	3,170
Total Operating Revenues	<u>1,009,690</u>	<u>1,009,690</u>	<u>1,124,524</u>	<u>114,834</u>
Operating Expenses				
Salaries and Benefits	509,232	509,232	512,694	(3,462)
Professional Fees	31,000	32,860	11,430	21,430
Insurance	5,534	5,534	5,578	(44)
Maintenance	45,960	45,960	44,317	1,643
Merchandise for Resale	101,397	101,397	131,671	(30,274)
Supplies	100,700	100,700	113,335	(12,635)
Utilities	90,100	90,100	78,177	11,923
Other	115,461	118,461	142,465	(24,004)
Total Operating Expenses	<u>999,384</u>	<u>1,004,244</u>	<u>1,039,667</u>	<u>(35,423)</u>
Net Operating Loss	<u>10,306</u>	<u>5,446</u>	<u>84,857</u>	<u>79,411</u>
Nonoperating Revenues (Expenses)				
Interest Income	-	-	156	156
Enhancement Assessment	40,000	40,000	-	(40,000)
Interest Expense	-	-	(160,475)	(160,475)
Capital Expenditures	-	(38,103)	(111,173)	(73,070)
Total Nonoperating Revenues (Expenses)	<u>40,000</u>	<u>1,897</u>	<u>(271,492)</u>	<u>(273,389)</u>
Net Income (Loss) - Budgetary Basis	<u>\$ 50,306</u>	<u>\$ 7,343</u>	<u>(186,635)</u>	<u>\$ (193,978)</u>
Reconciliation to GAAP Basis				
Capital Outlay			111,173	
Depreciation and Amortization			(106,596)	
Net Income (Loss) - GAAP Basis			<u>(182,058)</u>	
NET POSITION, Beginning of Year			<u>(48,776)</u>	
NET POSITION, End of Year			<u>\$ (230,834)</u>	

COMPONENT UNITS

FORT LUPTON PUBLIC and SCHOOL LIBRARY

GENERAL FUND
COMPARATIVE BALANCE SHEETS
 December 31, 2017 and 2016

	<u>2017</u>
<u>ASSETS</u>	
CURRENT ASSETS	
Cash	\$ 5,203,458
Restricted Cash	113,089
Receivables:	
Other	<u>28</u>
Total Current Assets	<u>5,316,575</u>
Total Assets	<u><u>5,316,575</u></u>
 <u>LIABILITIES AND FUND BALANCES</u>	
LIABILITIES	
Accounts Payable	\$ 42,127
Due to the City of Fort Lupton for Payroll	
Accrued Expenses	<u>25,770</u>
Total Liabilities	<u>\$ 67,897</u>
 FUND BALANCES	
Restricted	
Emergency Reserve	\$ 68,566
Restricted Donations	113,089
Fund Balance	<u>5,067,023</u>
Total Fund Balances	<u>5,248,678</u>
Total Liabilities and Fund Balances	<u><u>\$ 5,316,575</u></u>

FORT LUPTON PUBLIC AND SCHOOL LIBRARY

General Fund
Reconciliation of the Balance Sheet to the Statement of Net Position
 December 31, 2017

	2017 Balance Sheet	Adjustments	Statement of Net Position
<u>ASSETS</u>			
CURRENT ASSETS			
Cash	\$ 5,203,458	\$ -	\$ 5,203,458
Restricted Cash	113,089	-	113,089
Receivables:			
Other	28	-	28
Total Current Assets	5,316,575	-	5,316,575
CAPITAL ASSETS			
Depreciable:			
Buildings and Improvements		60,135	60,135
Accumulated Depreciation		(12,027)	(12,027)
Total Current Assets	-	48,108	48,108
Total Assets	5,316,575	48,108	5,364,683
<u>LIABILITIES AND FUND BALANCES</u>			
LIABILITIES			
Accounts Payable	42,127	-	42,127
Accrued Expenses	25,770	32,777 ¹	58,547
Total Liabilities	67,897	32,777	100,674
FUND BALANCES/NET POSITION			
Restricted			
Net investment in capital assets		48,108	48,108
Emergency Reserve	68,566	-	68,566
Restricted Donations	113,089	-	113,089
Unrestricted	5,067,023	(32,777)	5,034,246
Total Fund Balances	5,248,678	15,331	5,264,009
Total Liabilities and Fund Balances	\$ 5,316,575		\$ 5,364,683

¹ Long-Term Liabilities including compensated absences are not due and payable in the current period, therefore not reported in the funds.

FORT LUPTON PUBLIC AND SCHOOL LIBRARY

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Positive (Negative) Variance
REVENUES				
Intergovernment Revenue	\$ 2,278,636	\$ 2,278,636	\$ 2,276,654	\$ (1,982)
Other	4,500	4,500	8,894	(4,394)
Total Revenues	2,283,136	2,283,136	2,285,548	(6,376)
EXPENDITURES				
Salary & Benefits	719,927	719,927	608,715	111,215
Maintenance	35,000	35,000	1,133	33,867
Supplies	163,000	163,000	105,543	57,457
Utilities	16,000	16,000	8,596	7,404
Programs	62,000	62,000	44,145	17,855
Other	156,376	156,376	80,221	76,155
Capital Outlay	195,300	195,300	-	195,300
Total Expenditures	1,347,603	1,347,603	848,353	499,253
Revenues Over (Under) Expenditures	935,533	935,533	1,437,195	492,877
Excess (Deficiency) Of Revenues Over Expenditure And The Other Sources	<u>\$ 935,533</u>	<u>\$ 935,533</u>	1,437,195	<u>\$ 501,662</u>
FUND BALANCES, Beginning of Year Prior Period Adjustment			<u>3,811,483</u>	
FUND BALANCES, Year to Date			<u>\$ 5,248,678</u>	

FORT LUPTON PUBLIC AND SCHOOL LIBRARY

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE TO THE STATEMENT OF NET POSITION
For the Year Ended December 31, 2017

	Total 2017	Adjustments	Statement of Activities
Expenditures / Expenses			
Expenditures / Expenses	\$ 848,353	\$ 7,292	\$ 855,645
Program Revenues			
Charges for Services	8,894	-	8,894
Operating Grants, and Contributions	<u>2,276,654</u>	<u>-</u>	<u>2,276,654</u>
Net Program Revenue	<u>2,285,548</u>	<u>-</u>	<u>2,285,548</u>
Net Program Expenses	<u>1,437,195</u>	<u>(7,292)</u>	<u>1,429,903</u>
Change in Net Position	1,437,195	(7,292)	1,429,903
Fund Balance / Net Position			
Beginning of Year	<u>3,811,483</u>	<u>22,623</u>	<u>3,834,106</u>
End of Year	<u><u>5,248,678</u></u>	<u><u>15,331</u></u>	<u><u>5,264,009</u></u>

FORT LUPTON URBAN RENEWAL AUTHORITY

GENERAL FUND
BALANCE SHEETS
December 31, 2017

	<u>2017</u>
<u>ASSETS</u>	
CURRENT ASSETS	
Cash	<u>\$ 98,202</u>
Total Current Assets	<u>98,202</u>
Total Assets	<u><u>\$ 98,202</u></u>
 <u>LIABILITIES AND FUND BALANCES</u>	
LIABILITIES	
Accounts Payable	<u>191</u>
Total Liabilities	<u>191</u>
 FUND BALANCES	
Restricted	
Emergency Reserve	\$ 2,919
Fund Balance	<u>95,092</u>
Total Fund Balances	<u>98,011</u>
Total Liabilities and Fund Balances	<u><u>\$ 98,202</u></u>

FORT LUPTON URBAN RENEWAL AUTHORITY

Reconciliation of the Balance Sheet to the Statement of Net Position
December 31, 2017

	2017 Balance Sheet	Adjustments	Statement of Net Position
<u>ASSETS</u>			
CURRENT ASSETS			
Cash	\$ 98,202	\$ -	\$ 98,202
Total Current Assets	98,202	-	98,202
Total Assets	98,202	-	98,202
<u>LIABILITIES AND FUND BALANCES</u>			
LIABILITIES			
Accounts Payable	191	-	191
Loan from City of Fort Lupton	-	50,000 ¹	50,000
Total Liabilities	191	50,000	50,191
FUND BALANCES/NET POSITION			
Unrestricted	95,092	(50,000)	45,092
Total Fund Balances	98,011	(50,000)	48,011
Total Liabilities and Fund Balances	\$ 98,202		\$ 98,202

¹ Long-Term Liabilities are not due and payable in the current period, therefore not reported in the funds.

FORT LUPTON URBAN RENEWAL AUTHORITY

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Variance</u>
REVENUES				
Property Taxes	\$ 80,854	\$ 80,854	\$ 97,267	\$ 16,413
Other	-	-	17	(17)
Total Revenues	<u>80,854</u>	<u>80,854</u>	<u>97,284</u>	<u>16,396</u>
EXPENDITURES				
Supplies	500	500	168	332
Services	5,000	5,000	3,146	1,854
Other	11,850	11,850	32,160	(20,310)
Capital Outlay	<u>60,000</u>	<u>60,000</u>	-	<u>60,000</u>
Total Expenditures	<u>77,350</u>	<u>77,350</u>	<u>35,474</u>	<u>41,876</u>
Revenues Over (Under) Expenditures	<u>3,504</u>	<u>3,504</u>	<u>61,810</u>	<u>58,272</u>
Excess (Deficiency) Of Revenues Over Expenditure	<u>\$ 3,504</u>	<u>\$ 3,504</u>	61,810	<u>\$ 58,306</u>
FUND BALANCES, Beginning of Year			<u>36,201</u>	
Prior Period Adjustment				
FUND BALANCES, Year to Date			<u>\$ 98,011</u>	

FORT LUPTON URBAN RENEWAL AUTHORITY

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2017

	<u>2017</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Expenditures / Expenses			
Expenditure	\$ 35,474	\$	\$ 35,474
Program Revenues			
TIFF Increment	<u>97,284</u>	<u>-</u>	<u>97,284</u>
Net Program Revenue	<u>97,284</u>	<u>-</u>	<u>97,284</u>
Net Program Expenses	<u>61,810</u>	<u>-</u>	<u>61,810</u>
Change in Net Position	<u>61,810</u>	<u>-</u>	<u>61,810</u>
Fund Balance / Net Position	-	-	-
Beginning of Year	<u>36,201</u>	<u>(50,000)</u>	<u>(13,799)</u>
End of Year	<u>\$ 98,011</u>	<u>\$ (50,000)</u>	<u>\$ 48,011</u>

STATISTICAL SECTION

STATISTICAL SECTION

The part of the Cities comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the government's overall financial health.

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Sources: Unless otherwise noted the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

City of Fort Lupton, Colorado

Government-wide Net Position by Category

Fiscal Years 2008-2017

(accrual basis of accounting)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental Activities										
Net Investment in Capital Assets	\$ 24,815,079	\$ 24,710,688	\$ 24,136,541	\$ 24,253,776	\$ 25,423,316	\$ 25,382,338	\$ 25,369,586	\$ 25,210,238	\$ 27,240,541	\$ 29,476,456
Restricted	259,208	259,208	226,073	3,121,421	2,233,960	2,932,189	3,488,518	4,316,235	4,683,596	4,120,226
Unrestricted	2,061,766	2,215,273	2,690,489	750,712	1,736,771	2,410,189	3,868,299	4,313,384	3,799,350	4,095,783
Subtotal Government Activities Net Position	27,136,053	27,185,169	27,053,103	28,125,909	29,394,047	30,724,716	32,726,403	33,839,857	35,723,487	37,692,465
Business Type Activities										
Net Investment in Capital Assets	22,367,478	23,244,405	24,948,580	24,474,959	25,524,613	32,494,395	33,275,694	41,729,359	42,568,285	42,491,698
Restricted	1,566,173	1,587,049	1,807,957	1,624,858	1,616,906	1,356,597	1,271,912	586,963	705,519	1,929,618
Unrestricted	441,735	76,219	(484,213)	345,497	394,235	(3,215,546)	(2,943,955)	840,139	1,715,637	2,269,777
Subtotal Business Type Activities Net Position	24,375,386	24,907,673	26,272,324	26,445,314	27,535,754	30,635,446	31,603,651	43,156,461	44,989,441	46,691,093
Total Government										
Net Investment in Capital Assets	47,182,557	47,955,093	49,085,121	48,728,735	50,947,929	57,876,733	58,645,280	66,939,597	69,808,826	71,968,154
Restricted	1,825,381	1,846,257	2,034,030	4,746,279	3,850,866	4,288,786	4,760,430	4,903,198	5,389,115	6,049,844
Unrestricted	2,503,501	2,291,492	2,206,276	1,096,209	2,131,006	(805,357)	924,344	5,153,523	5,514,987	6,365,560
Total Net Position	\$ 51,511,439	\$ 52,092,842	\$ 53,325,427	\$ 54,571,223	\$ 56,929,801	\$ 61,360,162	\$ 64,330,054	\$ 76,996,318	\$ 80,712,928	\$ 84,383,558

Source: City of Fort Lupton Finance Department

City of Fort Lupton, Colorado
Government-wide Changes in Net Position
Fiscal Years 200-2017
(accrual basis of accounting)

	2008	2009	2011	2012	2013	2014	2015	2016	2017
Expenses									
Governmental Activities:									
General Government	\$ 1,146,647	\$ 1,402,046	\$ 1,511,845	\$ 1,649,002	\$ 1,983,618	\$ 2,336,076	\$ 2,765,380	\$ 3,208,613	\$ 3,426,257
Public Safety	1,775,631	1,674,082	1,181,606	1,132,846	1,188,061	1,269,834	1,642,454	1,707,739	\$ 1,860,861
Public Works	1,307,542	1,303,317	1,028,537	1,232,748	1,351,463	1,406,244	1,354,525	1,495,318	\$ 1,479,817
Culture, Parks and Recreation	676,103	754,907	803,453	902,575	639,145	621,742	666,666	681,405	\$ 816,082
Other	1,289,420	626,418	687,754	527,565	546,855	591,798	723,047	732,755	\$ 778,374
Total Governmental Activities Expenses	6,195,343	5,760,770	5,213,195	5,444,736	5,709,142	6,225,694	7,152,072	7,825,830	8,361,391
Business Type Activities:									
Utilities	2,883,404	2,856,120	3,170,747	3,534,405	4,591,194	5,738,153	4,318,890	4,971,703	4,610,554
Storm Water Drainage	29,459	21,523	12,192	14,884	33,747	28,852	21,788	27,492	40,277
Golf	956,207	879,753	899,114	983,607	1,060,304	1,231,840	1,185,890	1,076,466	1,306,738
Recreation	1,240,599	1,137,713	1,073,717	1,051,829	1,139,988	1,212,567	1,289,317	1,329,787	1,429,122
Other	49,568	50,359	52,855	50,196	12,750	-	-	-	518,095
Total Business Type Activities Expenses	6,718,065	6,361,540	6,685,292	6,692,002	6,837,983	8,211,412	6,815,885	7,405,448	7,904,786
Total Government Expenses	12,913,408	12,122,310	11,898,487	12,136,738	12,547,125	14,437,106	13,967,957	15,231,278	16,266,177
Program Revenues									
Governmental Activities:									
Charges for Services, Sales & Fines									
General Government	104,061	107,139	85,753	124,611	103,153	78,354	117,306	436,871	300,698
Public Safety	178,486	220,495	179,063	290,970	208,226	168,597	290,045	285,126	263,561
Public Works	81,810	238,474	832,671	343,635	371,754	276,280	648,451	301,513	361,881
Culture, Parks and Recreation	83,009	139,290	73,977	80,132	116,998	122,409	158,472	233,201	163,847
Operating Grants and Contributions	113,100	150,875	155,057	179,023	172,698	235,720	182,179	185,628	171,386
Capital Grants and Contributions	504,215	569,355	121,752	164,740	461,155	529,298	177,101	1,221,755	802,689
Total Governmental Activities Program Revenue	1,064,681	1,425,628	1,448,273	1,183,111	1,433,984	1,410,658	1,573,554	2,664,094	2,064,062
Business Type Activities:									
Utilities	3,358,923	3,506,146	4,122,995	4,498,327	4,967,660	4,915,359	5,218,152	4,549,974	4,966,162
Storm Water Drainage	66,852	126,781	67,774	107,887	106,172	139,480	237,721	350,590	363,776
Golf	951,583	865,126	830,940	916,153	859,367	987,288	1,138,444	1,048,208	1,124,524
Recreation	340,706	299,529	351,235	348,839	369,748	371,570	363,156	396,250	469,887
Operating Grants and Contributions	-	-	-	-	-	3,336	-	86	8,260
Capital Grants and Contributions	116,822	854,924	102,902	1,000	298,120	669,042	2,947,240	83,420	464,757
Total Business Activities Program Revenue	4,834,886	5,652,506	5,475,846	5,872,206	6,601,067	7,086,075	9,904,713	6,428,528	7,397,366
Total Program Revenues	5,899,567	7,078,134	6,924,119	7,055,317	8,035,051	8,496,733	11,478,267	9,092,622	9,461,428
Net (Expenses) / Revenues									
Government Activities	(5,130,662)	(4,335,142)	(3,764,922)	(4,261,625)	(4,275,158)	(4,815,036)	(5,578,518)	(5,161,736)	(6,297,329)
Business Type Activities	(1,883,179)	(709,034)	(1,209,446)	(819,796)	(236,916)	(1,125,337)	3,088,828	(976,920)	(507,420)
Total Government Net Expense	(7,013,841)	(5,044,176)	(4,974,368)	(5,081,421)	(4,512,074)	(5,940,373)	(2,489,690)	(6,138,656)	(6,804,749)

City of Fort Lupton, Colorado

Government-wide Changes in Net Position

Fiscal Years 200-2017

(accrual basis of accounting)

	2008	2009	2011	2012	2013	2014	2015	2016	2017
General Revenues and Transfers									
Governmental Activities:									
Taxes:									
Sales & Use Tax	\$ 2,750,000	\$ 2,317,028	\$ 2,644,241	\$ 2,970,656	\$ 3,177,171	\$ 4,141,976	\$ 3,862,467	\$ 4,399,231	\$ 4,957,598
Property Tax	1,121,854	1,215,210	1,401,364	1,410,597	1,501,966	1,668,804	1,849,386	1,936,197	\$ 2,607,663
Other	945,544	1,064,981	997,937	1,067,750	1,068,065	1,278,040	1,293,521	1,055,742	\$ 1,151,775
Investment Earnings	27,001	5,851	6,386	6,806	6,142	7,998	8,203	17,574	\$ 28,174
Miscellaneous	323,479	130,008	255,511	478,296	(367,316)	147,115	139,663	112,133	\$ 454,731
Transfers	(339,455)	(348,820)	(467,711)	(404,342)	219,799	(427,210)	(461,268)	(475,511)	\$ (933,633)
Total Governmental Activities	4,828,423	4,384,258	4,837,728	5,529,763	5,605,827	6,816,723	6,691,972	7,045,366	8,266,308
Business Type Activities:									
Property Tax	929,837	884,175	880,245	871,184	1,252,924	952,629	1,010,267	978,857	1,070,125
Investment Earnings	87,277	8,326	4,101	18,225	38,520	17,190	(167,692)	22,162	47,096
Miscellaneous	-	-	30,380	616,485	111,121	696,511	6,663,013	1,333,370	158,218
Transfers	339,455	348,820	467,711	404,342	342,340	427,210	497,126	475,511	933,633
Total Business Activities	1,356,569	1,241,321	1,382,437	1,910,236	1,744,905	2,093,540	8,002,714	2,809,900	2,209,072
Total General Revenues and Transfers	6,184,992	5,625,579	6,220,165	7,439,999	7,350,732	8,910,263	14,694,686	9,855,266	10,475,380
Changes in Net Position									
Government Activities	(302,239)	49,116	1,072,806	1,268,138	1,330,669	2,001,687	1,113,454	1,883,630	1,968,978
Business Type Activities	(526,610)	532,287	172,991	1,090,440	1,507,989	968,203	11,091,542	1,832,980	1,701,652
Total Government-wide Changes in Net Position	\$ (828,849)	\$ 581,403	\$ 1,245,797	\$ 2,358,578	\$ 2,838,658	\$ 2,969,890	\$ 12,204,996	\$ 3,716,610	\$ 3,670,630

Source: City of Fort Lupton Finance Department

City of Fort Lupton, Colorado

Fund Balances - Governmental Funds

Fiscal Years 2008-2017

(modified accrual basis of accounting)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund										
Restricted For:										
Emergency Reserve	\$ 175,879	\$ 168,317	\$ 141,993	\$ 133,517	\$ 172,124	\$ 186,151	\$ 257,218	\$ 237,422	\$ 278,038	\$ 308,947
Drug Forfeitures	8,588	10,414	10,685	5,207	5,208	-	-	-	-	-
Water Sales Tax	1,168,188	1,048,380	815,127	802,356	875,257	1,119,897	1,319,780	1,582,361	1,695,614	1,332,057
Street Sales Tax	742,109	1,169,635	1,440,946	1,703,013	559,717	889,080	954,895	1,527,542	1,337,051	1,194,440
Police Evidence										7,580
Children's Fund	-	-	-	-	5,038	1,248	12,248	6,629	11,681	15,039
Committed					136,960	133,707	131,235	117,507	134,514	158,173
Assigned					12,500	338,177	1,291,328	1,804,824	1,061,484	841,215
Non-Spendable					5,670	-	124,949	10,787	8,576	-
Unassigned	174,070	33,328	245,162	901,187	1,726,873	2,081,212	2,485,096	2,569,273	2,799,649	3,363,232
Total General Fund	2,268,834	2,430,074	2,653,913	3,545,280	3,499,347	4,749,472	6,576,749	7,856,345	7,326,607	7,220,683
All Other Governmental Funds										
Restricted for:										
Culture, Parks & Recreation	(11,971)	17,104	161,850	214,385	295,911	422,336	590,013	779,421	1,090,619	963,378
Other Non-Major Governmental Funds	206,675	195,421	243,419	262,943	320,705	313,477	354,364	182,860	270,593	298,785
Unassigned	-	-	-	-	-	-	-	-	-	(27,315)
Non-Spendable							49	74	-	-
Total All Other Governmental Funds	194,704	212,525	405,269	477,328	616,616	735,813	944,426	962,355	1,361,212	1,234,848
Total Governmental Funds										
Restricted	2,094,764	2,396,746	2,408,751	2,644,093	2,233,960	2,932,189	3,488,518	4,316,235	4,683,596	4,120,226
Committed					136,960	133,707	131,235	117,507	134,514	158,172
Assigned					12,500	338,177	1,291,328	1,804,824	1,061,484	841,215
Non-Spendable					5,670	-	124,998	10,861	8,576	-
Unassigned	368,774	245,853	650,431	1,378,515	1,726,873	2,081,212	2,485,096	2,569,273	2,799,649	3,335,918
Total Governmental Fund Balances	\$ 2,463,538	\$ 2,642,599	\$ 3,059,182	\$ 4,022,608	\$ 4,115,963	\$ 5,485,285	\$ 7,521,175	\$ 8,818,700	\$ 8,687,819	\$ 8,455,531

Source: City of Fort Lupton Finance Department

City of Fort Lupton, Colorado

Changes in Fund Balance - Governmental Funds

Fiscal Years 2008-2017

(modified accrual basis of accounting)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
REVENUES										
Taxes & Assessments	\$4,113,137	\$3,947,531	\$3,918,656	\$4,239,950	\$ 4,589,158	\$ 4,892,341	\$ 6,059,815	\$ 5,930,563	\$ 6,555,699	\$ 7,893,910
Licenses & Permits	51,583	59,794	168,899	151,975	131,636	126,146	111,044	182,204	367,397	216,861
Intergovernmental	1,013,837	1,292,855	683,294	747,953	877,978	1,151,973	971,940	895,658	1,793,551	1,392,232
Charges for Services	493,824	454,567	504,533	543,975	510,629	601,898	600,935	684,204	674,333	697,552
Fines & Forfeits	169,964	193,210	194,716	171,826	285,163	155,089	131,096	241,974	237,224	195,091
Other	342,449	199,167	198,421	765,327	722,654	472,612	779,758	792,602	632,580	868,357
Total Revenues	6,184,794	6,147,124	5,668,519	6,621,006	7,117,218	7,400,059	8,654,588	8,727,205	10,260,784	11,264,003
EXPENDITURES										
Current:										
General Government	1,247,760	1,360,426	1,317,658	1,480,055	1,678,331	1,961,113	2,270,095	2,688,586	3,129,031	3,297,296
Public Safety	1,705,871	1,641,162	1,589,310	1,157,474	1,103,279	1,136,985	1,221,589	1,572,600	1,631,175	1,762,064
Public Works	477,622	513,447	416,827	396,787	482,720	472,512	488,460	460,295	527,957	539,124
Culture, Parks & Recreation	684,398	683,580	568,170	626,472	723,720	462,009	439,996	484,036	509,810	602,814
Other	837,270	626,102	703,964	678,315	525,532	544,822	588,768	717,070	726,815	772,303
Capital Outlay	879,875	764,681	149,103	850,766	2,105,939	1,118,019	1,182,582	1,045,826	3,391,366	3,589,057
Total Expenditures	5,832,796	5,589,398	4,745,032	5,189,869	6,619,521	5,695,460	6,191,490	6,968,413	9,916,154	10,562,658
Excess (Deficiency) of Revenues Over Expenditures	351,998	557,726	923,487	1,431,137	497,697	1,704,599	2,463,098	1,758,792	344,630	701,345
Other Financing Sources (Uses)										
Payment of Loan	(29,845)	(29,845)	(29,845)	-	-	-	-	-	-	-
Transfers In	350,905	415,536	302,995	285,100	416,904	39,799	107,341	108,105	103,343	45,633
Transfers Out	(690,360)	(764,356)	(780,054)	(752,811)	(821,246)	(382,139)	(534,551)	(569,373)	(578,854)	(979,266)
Total Other Financing Sources (Uses)	(369,300)	(378,665)	(506,904)	(467,711)	(404,342)	(335,277)	(427,210)	(461,268)	(475,511)	(933,633)
NET CHANGE IN FUND BALANCES	\$ (17,302)	\$ 179,061	\$ 416,583	\$ 963,426	\$ 93,355	\$ 1,369,322	\$ 2,035,888	\$ 1,297,524	\$ (130,881)	\$ (232,288)
Debt Service as a percentage of Noncapital Expenditures										
	0.60%	0.62%	0.65%	0%	0%	0%	0%	0%	0%	0%

Source: City of Fort Lupton Finance Department

City of Fort Lupton, Colorado

General Governmental Tax Revenue by Source

Fiscal Years 2008-2017

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
REVENUES SOURCE										
Sales Tax	\$ 2,750,000	\$ 2,317,028	\$ 2,342,006	\$ 2,317,299	\$ 2,822,830	\$ 3,119,863	\$ 3,959,981	\$ 3,729,005	\$ 3,834,104	\$ 4,557,103
Property Tax	1,121,854	1,215,210	1,274,416	1,401,365	1,410,597	1,471,927	1,668,804	1,849,386	1,936,197	2,607,662
Motor Vehicle Tax	36,643	41,306	33,913	30,102	28,324	28,728	29,732	27,958	34,726	33,601
Specific Ownership Tax	195,024	196,257	134,835	164,243	179,581	184,481	219,304	190,753	185,546	295,048
Other	9,616	177,730	133,486	326,941	147,826	87,342	181,993	133,461	565,127	400,496
Total Revenues	<u>\$ 4,122,753</u>	<u>\$ 4,125,261</u>	<u>\$ 4,052,142</u>	<u>\$ 4,566,891</u>	<u>\$ 4,736,984</u>	<u>\$ 4,979,683</u>	<u>\$ 6,059,814</u>	<u>\$ 5,930,563</u>	<u>\$ 6,555,700</u>	<u>\$ 7,893,910</u>

Source: City of Fort Lupton Finance Department

City of Fort Lupton, Colorado
Sales Tax by Category
Fiscal Years 2008-2017

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
REVENUES SOURCE										
Motor Vehicle	\$ 586,909	\$ 386,339	\$ 334,486	\$ 373,966	\$ 477,499	\$ 551,239	\$ 970,371	\$ 612,699	\$ 812,825	\$ 1,005,080
Hotels/motels	21,612	15,766	16,677	20,416	23,581	29,594	31,145	28,364	34,043	\$ 40,552
Restaurant	303,337	283,762	298,750	334,350	361,030	411,571	476,089	476,114	480,344	\$ 561,422
Food/grocery	511,838	459,563	458,181	475,766	503,190	533,937	585,585	570,364	601,844	\$ 617,134
Gas Stations/convenience	27,974	21,495	22,889	20,285	21,737	24,718	49,956	58,186	51,696	\$ 67,424
Utilities	487,821	446,835	399,472	410,238	394,362	446,456	469,668	447,897	405,310	\$ 465,782
Liquor/beer	112,182	109,888	111,697	127,394	143,911	149,661	166,235	163,093	158,144	\$ 144,442
Auto	119,053	107,504	125,661	123,024	152,924	162,591	161,063	144,766	187,348	\$ 203,472
Retail	161,562	141,458	156,364	156,922	188,070	220,988	282,560	291,123	284,504	\$ 338,166
Other	416,395	270,282	372,494	234,973	470,892	439,151	603,319	841,305	652,026	\$ 976,195
Wholesale	1,317	74,136	45,335	39,965	85,634	149,958	163,991	95,092	166,019	\$ 137,435
Total Revenues	\$ 2,750,000	\$ 2,317,028	\$ 2,342,006	\$ 2,317,299	\$ 2,822,830	\$ 3,119,863	\$ 3,959,981	\$ 3,729,003	\$ 3,834,103	\$ 4,557,103

Source: Sales Tax reports provided by Colorado Department of Revenue

City of Fort Lupton, Colorado

Assessed and Estimated Actual Value of Taxable Property
Fiscal Years 2008-2017

Fort Lupton							
Year	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Oil & Gas Property	Vacant Land	Other
2008	27,054,540	18,950,020	4,565,800	154,430	4,475,690	1,801,000	24,766,310
2009	20,390,160	19,720,250	4,125,420	162,230	8,034,530	1,454,460	28,713,590
2010	20,449,300	19,174,600	4,270,680	218,150	7,209,310	1,451,790	28,647,170
2011	18,841,290	17,711,660	5,074,390	251,640	8,634,070	1,162,660	29,969,690
2012	18,971,660	18,144,720	5,607,200	259,340	22,494,410	1,123,790	32,472,850
2013	18,510,770	19,159,730	10,138,620	256,010	16,188,079	976,600	31,313,940
2014	18,826,110	19,687,500	11,989,010	399,200	12,016,590	894,760	30,632,340
2015	25,956,340	25,005,200	13,447,860	547,520	7,426,490	1,013,950	43,833,530
2016	26,189,080	30,797,040	15,197,690	559,230	27,856,950	1,019,480	21,871,800
2017	35,318,660	21,260,240	21,285,770	599,270	13,953,620	1,637,040	40,782,700

	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Grand Total Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2008	10,098,050	81,767,790	26.359	439,897,338	18.59%
2009	11,505,430	82,600,640	28.041	452,643,407	18.25%
2010	11,788,130	81,421,000	27.981	451,060,161	18.05%
2011	14,870,340	81,645,400	27.767	435,101,260	18.76%
2012	14,844,050	99,073,970	27.166	465,816,142	21.27%
2013	14,771,850	96,543,749	27.166	466,145,510	20.71%
2014	15,758,840	94,445,510	30.274	471,538,955	20.03%
2015	16,308,230	100,922,660	28.977	569,925,138	17.71%
2016	16,490,750	107,000,520	30.766	604,356,199	17.70%
2017	18,680,760	116,156,540	34.859	738,102,106	15.74%

Source: Weld County Assessor

City of Fort Lupton, Colorado

Property Tax Levy from District and Overlapping Governments

Fiscal Years 2008-2017

Weld County								
Levy Year Rates (in mills)	City of Fort Lupton	Weld County	School District RE8	Fort Lupton Fire Protection District	Fort Lupton Fire Bond (2022)	High Plains Library District	Aims Junior College	Central CO Water Conservancy District
2007	25.952	16.804	24.220	8.465		3.260	6.323	0.540
2008	26.359	16.804	22.200	6.112	1.879	3.255	6.312	0.425
2009	28.041	16.804	25.319	6.101	2.380	3.281	6.360	0.425
2010	27.981	16.804	22.780	6.051	1.963	3.271	6.355	0.392
2011	27.767	16.804	22.350	8.524	1.514	3.261	6.318	1.856
2012	27.166	16.804	20.703	9.295	1.239	3.264	6.302	1.887
2013	30.274	15.800	19.563	9.303	1.032	3.267	6.333	1.737
2014	28.977	15.800	15.755	9.343	0.632	3.308	6.325	1.533
2015	30.766	15.800	21.379	9.302	0.583	3.271	6.308	2.004
2016	34.859	15.800	22.066	9.334	0.643	3.256	6.317	1.800
Collection Year								
2008	2,081,006	75,088,043	7,469,531	2,049,586	-	12,727,831	23,740,372	626,277
2009	2,122,038	76,724,097	7,260,190	1,920,185	-	13,012,470	24,212,078	663,436
2010	2,177,270	96,972,420	8,181,861	1,754,847	539,489	16,606,558	31,080,404	758,186
2011	2,283,126	78,999,116	7,075,670	1,359,770	531,610	13,294,958	24,509,558	518,945
2012	2,284,520	91,108,983	7,801,583	1,575,093	513,434	15,555,381	28,430,261	594,635
2013	2,750,987	109,452,573	9,775,936	2,916,831	520,590	18,760,406	34,250,321	3,371,803
2014	2,622,707	119,624,895	11,401,035	3,833,699	512,476	21,087,951	38,349,920	4,064,629
2015	2,859,243	143,469,905	12,588,987	4,648,631	516,853	27,510,678	51,249,131	5,167,759
2016	2,923,180	183,013,032	21,712,180	7,676,851	520,152	35,346,739	63,979,797	5,584,741
2017	3,714,987	144,600,784	23,129,542	8,218,458	517,249	27,051,053	48,264,059	4,689,733

Source: Weld County Assessor

City of Fort Lupton
Property Tax Levy
Fiscal Years 2008-2

Levy Year Rates (in mills)	Central CO Water Sub District	Northern CO Water Conservancy District	Cottonwood Green District #1	Cottonwood Green District #2	Cottonwood Green District #3	Cottonwood Green District #4	Cottonwood Green District #5	Total (excluding metro districts)
2007	1.306	1.000	43.000	43.000	43.000	43.000	43.000	87.870
2008	1.338	1.000	43.000	43.000	43.000	43.000	43.000	85.684
2009	1.339	1.000	43.000	43.000	43.000	43.000	43.000	91.050
2010	1.319	1.000	43.000	43.000	43.000	43.000	43.000	87.916
2011	1.291	1.000	43.000	43.000	43.000	43.000	43.000	90.685
2012	1.301	1.000	43.000	43.000	43.000	43.000	43.000	88.961
2013	1.309	1.000	43.000	43.000	43.000	43.000	43.000	89.618
2014	1.272	1.000	43.000	43.000	43.000	43.000	43.000	83.945
2015	1.583	1.000	43.000	43.000	43.000	43.000	43.000	91.996
2016	1.353	1.000	43.000	43.000	43.000	43.000	43.000	96.428
Collection Year								
2008	724,378	3,430,828	0	0	0	0	-	127,937,851
2009	1,203,894	3,494,476	0	0	0	0	27,268	130,612,865
2010	1,795,272	4,197,907	0	0	0	0	20,758	164,064,214
2011	1,250,025	3,498,148	0	0	0	0	27,137	133,320,926
2012	1,452,128	3,901,547	1	1	1	1	13,016	153,217,564
2013	1,707,595	4,412,136	1	1	1	1	20,102	187,919,177
2014	1,916,219	4,418,338	115	115	115	115	11,714	207,831,869
2015	2,722,329	4,821,505	1	1	1	1	12,475	255,555,022
2016	2,945,435	5,983,037	1	1	1	1	10,992	329,685,144
2017	2,350,258	5,600,144	1	1	1	1	4,210	268,136,267

Source: Weld Cour

City of Fort Lupton, Colorado
Property Tax Levies and Collections
Fiscal Years 2008-2017

Year Levied	Tax Levy	Year Collected	Tax Collected	Percent of Levy Collected	Delinquent Tax Collection	Total Collection	Percent of Total Tax Collected
2008	2,122,038	2009	2,099,385	99%	534	2,099,919	99%
2009	2,177,270	2010	2,164,289	99%	3,822	2,168,111	100%
2010	2,283,126	2011	2,281,596	100%	13	2,281,609	100%
2011	2,284,520	2012	2,276,265	100%	5,516	2,281,781	100%
2012	2,750,987	2013	2,754,890	100%	774	2,755,664	100%
2013	2,622,707	2014	2,624,832	100%	(3,399)	2,621,433	100%
2014	2,859,243	2015	2,869,349	100%	(9,696)	2,859,653	100%
2015	2,923,180	2016	2,920,190	100%	(5,137)	2,915,053	100%
2016	3,714,987	2017	3,677,798	99%	(51)	3,677,746	99%

Source: Fort Lupton Finance Department Source: Fort Lupton Finance Department & Weld County Assessor's Office

Note: Taxes Levied in one year are collected the following year. Years listed above represent the year taxes were

City of Fort Lupton, Colorado
Principal Property Taxpayers
Fiscal Years 2017

	City of Fort Lupton			City of Fort Lupton			City of Fort Lupton			Weld County			Weld County			Weld County		
	2015			2016			2017			2015			2016			2017		
	Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value
Kerr-McGee Oil & Gas Onshore LP	\$ 5,796,790	3	5.74%	\$ 26,654,470	1	24.91%	\$ 12,316,390	1	10.60%	2,742,921,420	1	23.68%	\$ 1,584,580,240	1	17.31%	\$ 1,369,994,390	1	14.57%
Tri-State Cogeneration Partnership	16,922,700	1	16.77%	10,719,800	2	10.02%	11,291,500	2	9.72%									
Halliburton Energy Services Inc	6,185,110	2	6.13%	9,568,470	3	8.94%	6,975,610	3	6.01%									
Golden Aluminum Inc	3,537,880	5	3.51%	4,104,150	5	3.84%	4,819,100	4	4.15%									
Public Service Co Of Colo (Xcel)	4,035,640	4	4.00%	4,389,760	4	4.10%	4,653,700	5	4.01%	236,338,400	6	2.04%	232,083,800	7	2.54%	244,344,900	6	2.60%
Kerr-McGee Gathering LLC	1,969,000	8	1.95%	2,321,000	7	2.17%	2,236,820	6	1.93%	158,389,110	11	1.37%	186,704,400	9	2.04%	184,293,500	8	1.96%
Qwest Corporation	1,690,100	9	1.67%	1,808,870	8	1.69%	1,691,400	7	1.46%									
1011 Fort LLC							1,582,040	8	1.36%									
KLX Energy Services, Inc				1,807,850	9	1.69%	1,578,750	9	1.36%									
Safeway Stores 46 Inc	1,228,460	10	1.22%				1,415,210	10	1.22%									
A&W Water Services Inc	2,613,140	6	2.59%	1,586,180	10	1.48%												
Vision Oil Tools LLC	2,021,050	7	2.00%															
United Power Inc	1,228,460	11	1.22%															
Encana Oil & Gas (USA) Inc	1,133,740	12	1.12%							639,256,280	3	5.52%	414,785,300	3	4.53%			0.00%
Noble Energy Inc										2,115,829,960	2	18.27%	1,097,651,870	2	11.99%	1,049,012,990	2	11.16%
Bonanza Creek Energy Inc										432,940,970	4	3.74%	275,021,570	5	3.01%	183,544,240	9	1.95%
PDC Energy Inc										432,068,270	5	3.73%	355,983,010	4	3.89%	550,342,390	3	5.85%
DCP Midstream LP										202,790,600	7	1.75%	195,420,250	8	2.14%	198,818,400	7	2.11%
DCP Lucerne 2 Plant LLC																165,321,640	10	1.76%
Extraction Oil & Gas LLC										186,796,300	8	1.61%	238,401,360	6	2.60%	350,298,070	4	3.73%
Crestone Peak Resources, LP																249,019,010	5	2.65%
Bill Barrett Corporation										164,266,450	9	1.42%						
Whiting Oil and Gas										162,453,010	10	1.40%	184,679,510	10	2.02%			0.00%
Carrizo Oil & Gas Inc										142,591,950	12	1.23%						
Black Diamond Energy Services Inc				2,741,520	6	2.56%												
	<u>\$ 48,362,070</u>		<u>47.92%</u>	<u>\$ 65,702,070</u>		<u>61.40%</u>	<u>\$ 48,560,520</u>		<u>41.81%</u>	<u>\$ 7,616,642,720</u>		<u>65.76%</u>	<u>\$ 4,765,311,310</u>		<u>52.07%</u>	<u>\$ 4,544,989,530</u>		<u>48.35%</u>

Source: Weld County Assessor's Office

City of Fort Lupton, Colorado
Ratio of Outstanding Debt by Type
Fiscal Years 2008-2017
(Unaudited)

Year	Governmental	Business Type Activities				Total Primary Government	Weld County	Per Capita
	Activities						Percentage of	
		General					Personal	
	Capital Leases	Revenue	Obligation	Construction	Capital Leases		Income	
		Bonded Debt	Bond	Loans				
2008	775,985	19,201,200	5,280,000	5,692,308	109,182	31,058,675	0.466%	4,197
2009	527,414	18,861,800	4,990,000	5,123,965	70,041	29,573,220	0.401%	3,944
2010	268,886	18,503,300	4,690,000	4,527,627	28,886	28,018,699	0.396%	3,798
2011	-	18,125,400	4,560,000	6,015,374	-	28,700,774	0.414%	3,835
2012	-	17,731,800	4,200,000	3,138,014	-	25,069,814	0.323%	3,398
2013	-	17,318,400	3,936,282	2,714,804	-	23,969,486	0.287%	3,249
2014	-	16,882,900	3,542,379	2,608,381	-	23,033,660	0.297%	3,122
2015	-	12,344,045	3,128,466	2,499,833	-	17,972,344	0.215%	2,309
2016	-	11,670,282	2,714,554	2,389,118	-	16,773,906	0.201%	2,155
2017	-	31,727,647	2,285,643	2,276,184	289,931	36,579,357	0.341%	4,700

Source: Fort Lupton Finance Department

City of Fort Lupton, Colorado

Ratio of General Bonded Debt Outstanding

Fiscal Years 2008-2017

(Unaudited)

Year	City Population (1)	Estimated Actual Value (2)	General Obligation Bond (3)	General Bonded Debt to Actual Taxable Valuation	General Bonded Debt Per Capita
2008	7,400	552,852,859	5,280,000	0.96%	714
2009	7,498	439,897,338	4,990,000	1.13%	666
2010	7,377	452,643,407	4,690,000	1.04%	636
2011	7,483	451,060,161	4,560,000	1.01%	609
2012	7,377	435,101,260	4,200,000	0.97%	569
2013	7,377	465,816,142	3,936,282	0.85%	534
2014	7,377	466,145,510	3,542,379	0.76%	480
2015	7,651	471,538,955	3,128,466	0.66%	409
2016	7,651	569,925,138	2,714,554	0.48%	355
2017	7,971	604,356,199	2,285,643	0.38%	287

Source: Fort Lupton Finance Department

(1) Department of Local Affairs / US Census

(2) Weld County Assessors Office

(3) General Obligation Bond Debt equal to the gross general obligation bond debt less obligations associated with proprietary Funds. In this table the gross general obligation debt is equal to net general obligation bond debt

City of Fort Lupton, Colorado

Pledged Revenue Coverage
(Unaudited)

Year	Utility Revenues	Less: Operating Expenditures	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2007	3,145,264	3,149,678	(4,414)	838,249	948,698	(0.00)
2008	3,358,923	2,883,404	475,519	872,951	908,351	0.27
2009	3,506,146	2,856,120	650,026	909,598	866,328	0.37
2010	3,918,328	2,800,607	1,117,721	956,802	822,435	0.63
2011	4,122,995	3,170,747	952,248	1,004,759	774,030	0.54
2012	4,498,327	3,534,405	963,922	1,058,035	723,345	0.54
2013	5,398,703	4,603,944	794,759	836,613	675,520	0.53
2014	4,915,359	4,603,119	312,240	316,420	168,472	0.64
2015	5,218,152	3,778,458	1,439,694	573,512	104,726	2.12
2016	4,549,974	3,333,880	1,216,094	711,902	94,826	1.51
2017	4,966,162	2,660,005	2,306,157	640,000	127,476	5.50

Source: Fort Lupton Finance Department current & prior year financial statements

Operating expenditures are net of depreciation expense

City of Fort Lupton, Colorado

Direct and Overlapping General Bonded Debt

December 31, 2017

(Unaudited)

	Outstanding General Obligation Bond Debt	Percentage Applicable to the City	Share of Debt Applicable to the City
Direct Debt			
City of Fort Lupton	\$ 2,285,644	100%	\$ 2,285,644
Overlapping General Obligation Bond Debt			
Fort Lupton Fire Protection District	2,525,600	14.41%	363,939
Weld County School District RE-8	59,175,000	14.07%	8,325,923
Direct & Overlapping General Obligation Bonded Debt	<u>\$ 63,986,244</u>		<u>\$ 10,975,506</u>

Source: Provided by each entity

Note:

The following governments had no outstanding general obligation bond debt as of December 31, 2017:

Weld County, High Plains Library District, Northern Colorado Water Conservancy District, Central Colorado Water Conservancy District, Aims Community College

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by residents and businesses of The City of Fort Lupton. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

City of Fort Lupton, Colorado
Demographic and Economic Statistics
Fiscal Years 2008-2017
(Unaudited)

Year	City Population (1)	Weld County (2)		
		Personal Income Amounts (expressed in billions)	Per Capita Income	Unemployment Rate
2008	7,400	6.66	27,238	6.30%
2009	7,498	7.38	27,788	8.16%
2010	7,377	7.07	28,503	9.80%
2011	7,483	6.93	27,186	9.10%
2012	7,377	7.76	25,233	8.70%
2013	7,377	8.35	29,986	6.70%
2014	7,783	8.35	31,657	3.90%
2015	7,783	10.74	27,047	3.80%
2016	7,783	10.60	42,787	3.80%
2017	7,971			3.80%

(1) Source: Census Data or State of Colorado Department of Local Affairs, Division of Local Government.

(2) Weld County.

Source: Upstate Colorado in cooperation with University of Northern Colorado and the State of Colorado demographer.

City of Fort Lupton, Colorado

Principal Employers

Fiscal Years 2017

(Unaudited)

	Number of Employees					2017 Rank	% of Total Employment
	2013	2014	2015	2016	2017		
Halliburton	950	950	800	800	1,030	1	37%
Weld School RE8	150	150	246	246	342	2	12%
Golden Aluminum	105	105	159	176	177	3	6%
City of Fort Lupton	126	126	181	159	159	4	6%
Patriot Well Solutions					155	5	6%
Nelson Pipeline Construction, LLC					150	6	5%
A&W Water Supply	500	500	325	117	117	7	4%
Salud Clinic	50			120	101	8	4%
Safeway	71	71	85	80	80	9	3%
Merritt Aluminum				77	80	10	3%
Redi Services	65	96	65				
Leed Energy Services	65	65	53	52			
BMC Truss	65	65	50	53			
San Jel	80	80	111				

Source: City of Fort Lupton Economic Development Department and Upstate Colorado
Information not available for prior years. Data will be accumulated over time.

City of Fort Lupton, Colorado

Full time Equivalent City Government Employees by Function

Fiscal Years 2008-2017

(Unaudited)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Function:										
General Government	21.9	22.15	22.15	16.53	17.65	18.15	19.65	21.69	23.68	25.97
Building & Grounds	8.43	8.43	8.43	8.39	9.39	10.89	10.79	12.95	13.7	14.4
Public Works	12	12	12	11	10	12	12	12	12	13
Public Safety	19	19	19	13	12	13	13	15	15	17
Culture, Parks & Recreation	3.32	3.32	3.32	2.11	1.98	2.23	2.23	2.57	3.49	3.32
Utility	0	0	0	0	0	0	0	1	1	1
Recreation Center	4.53	4.53	4.53	3.44	3.44	3.44	3.44	11.3	10.49	12.22
Golf Course	0	0	0	0	0	0	0	10.53	13.53	13.91
Total	69.18	69.43	69.43	54.47	54.46	59.71	61.11	87.04	92.89	100.82

Source: City of Fort Lupton Finance Department

Miscellaneous Statistics
Fiscal Years 2017
(Unaudited)

	2017	
Number of Employees		
Non-Exempt (hourly)	116	2016
Exempt (salary)	19	2016
Area (sq. miles)	10.91	2017
Miles of streets maintained	50.28	2017
Population (est.)	7,971	
Elected Officials	7	2016
Employees (Full-time equivalents)	87.04	2015
Police Protection:		
Number of Stations	1	2016
Number of Sworn Police Officers	15	2015
Municipal Water and Sewer:		
Miles of Water Mains	45	2016
Miles of Sanitary Sewer Mains	36	2016
Miles of Storm Sewer Mains	26	2016
Municipal Parks and Recreation:		
Number of Indoor Swimming Pools	1	2016
Parks (Developed/Undeveloped)	11/3	2016
Services not included in the reporting entity:		
Fire Protection (Fort Lupton Fire Protection District):	2	2016
Electricity Services (United Power)	-	
Natural Gas Service (Xcel Energy)	-	
School District - Weld County School District RE-8	4	2016

Source: City of Fort Lupton Finance Department

Information not available for prior years. Ten year data will be accumulated over time.

Steps for printing your content and returning to 'Edit Mode'

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

ANNUAL HIGHWAY FINANCE REPORT - CY17

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City/County: Fort Lupton

II - RECEIPTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

A. Receipts from local sources

2. General Fund Appropriations:	\$	0.00
3. Other local imposts: <i>from A.3. 'Total' below</i>	\$	1,200,328.00
4. Miscellaneous local receipts: <i>from A.4. 'Total' below</i>	\$	145,330.00
5. Transfers from toll facilities	\$	0.00
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	0.00
b. Bonds - Refunding Issues:	\$	0.00
c. Notes:	\$	0.00

SubTotal: \$ 1,345,658.00

B. Private Contributions

\$ 25,000.00

II - RECEIPTS FOR ROAD AND STREET PURPOSES (Detail)

Please no commas or dollar signs for the input

A.3. Other local imposts

a. Property Taxes and Assessments	\$	0.00
b. Other Local Imposts		
1. Sales Taxes:	\$	569,638.00
2. Infrastructure and Impact Fees:	\$	249,696.00

3. Liens:	\$ 0.00
4. Licenses:	\$ 0.00
5. Specific Ownership and/or Other:	\$ 380,994.00
Total: (a + b) carried to 'Other local imposts' above	\$ 1,200,328.00

A.4. Miscellaneous local receipts**Please no commas or dollar signs for the input**

a. Interest on Investments:	\$ 6,147.00
b. Traffic fines & Penalties:	\$ 89,411.00
c. Parking Garage Fees:	\$ 0.00
d. Parking Meter Fees:	\$ 0.00
e. Sale of Surplus Property:	\$ 0.00
f. Charges for Services:	\$ 0.00
g. Other Misc. Receipts:	\$ 0.00
h. Other:	\$ 49,772.00
Total: (a through h) carried to 'Misc local receipts' above	\$ 145,330.00

C. Receipts from State Government**Please no commas or dollar signs for the input**

1. Highway User Taxes:	\$ 263,880.00
3. Other State funds:	
c. Motor Vehicle Registrations:	\$ 33,601.00
d. Other (Specify): Comments: Grants	\$ 708,364.00
e. Other (Specify): Comments: undefined	\$ 0.00
Total: (1+3c,d,e)	\$ 1,005,845.00

D. Receipts from Federal Government**Please no commas or dollar signs for the input**

2. Other Federal Agencies	
a. Forest Service:	\$ 0.00
b. FEMA:	\$ 0.00
c. HUD:	\$ 0.00
d. Federal Transit Administration:	\$ 0.00
e. U.S. Corp of Engineers	\$ 0.00
f. Other Federal:	\$ 0.00
Total: (2a-f)	\$ 0.00

III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

A. Local highway disbursements

1. Capital outlay: (from A.1.d. 'Total Capital Outlay' below)	\$ 2,212,360.00
2. Maintenance:	\$ 475,559.00
3. Road and street services	
a. Traffic control operations:	\$ 79,787.00
b. Snow and ice removal:	\$ 9,476.00
c. Other:	\$ 28,886.00
4. General administration & miscellaneous	\$ 0.00
5. Highway law enforcement and safety	\$ 671,131.00

Total: (A.1-5) \$ 3,477,199.00

Please no commas or dollar signs for the input

B. Debt service on local obligations

1. Bonds	
a. Interest	\$ 0.00
b. Redemption	\$ 0.00
2. Notes	
a. Interest	\$ 0.00
b. Redemption	\$ 0.00

SubTotal: (1+2) \$ 0.00

Please no commas or dollar signs for the input

C. Payments to State for Highways:	\$ 0.00
D. Payments to Toll Facilities:	\$ 0.00

Total Disbursements: (A+B+C+D) \$ 3,477,199.00

Please no commas or dollar signs for the input

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

Please no commas or dollar signs for the input

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
A.1. Capital Outlay			
a. Right-Of-Way Costs:	\$ 0.00	\$ 0.00	\$ 0.00
b. Engineering Costs:	\$ 0.00	\$ 145,648.00	\$ 145,648.00
c. Construction			
1. New Facilities:	\$ 0.00	\$ 0.00	\$ 0.00
2. Capacity Improvements:	\$ 0.00	\$ 0.00	\$ 0.00
3. System Preservation:	\$ 0.00	\$ 2,066,712.00	\$ 2,066,712.00
4. System Enhancement:	\$ 0.00	\$ 0.00	\$ 0.00
5. Total Construction:			\$ 2,066,712.00
d. Total Capital Outlay: (Lines A.1.a. + 1.b. + 1.c.5)			\$ 2,212,360.00

IV. LOCAL HIGHWAY DEBT STATUS

Please no commas or dollar signs for the input

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

V - LOCAL ROAD AND STREET FUND BALANCE

Please no commas or dollar signs for the input

A. Beginning Balance	B. Total Receipts	C.Total Disbursements	D. Ending Balance	E. Reconciliation
\$ -2,719,488.00	\$ 2,376,503.00	\$ 3,477,199.00	\$ -3,820,184.00	\$ 0.00