



City of
Golden

Comprehensive Annual Financial Report

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For the Year Ended
December 31, 2017

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Office of the State Auditor

June 27, 2018

Golden, Colorado

CITY OF
GOLDEN, COLORADO



COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR YEAR ENDED DECEMBER 31, 2017

Jason T. Slowinski
City Manager

Prepared
by the
Finance Department

Jeffrey A. Hansen
Finance Director

City of Golden, Colorado
Comprehensive Annual Financial Report
For the Fiscal Year Ended December 31, 2017

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Introductory Section



City of
Golden

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FAX: 303-384-8001
WWW.CITYOFGOLDEN.NET

June 13, 2018

Honorable Mayor Sloan,
Members of City Council, and
Citizens of Golden, Colorado:

By State law, the City of Golden is required to publish a Comprehensive Annual Financial Report (CAFR) within seven months of the close of each fiscal year. The report shall be presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. In conformance with those requirements, we hereby submit the CAFR for the City of Golden for the fiscal year ended December 31, 2017.

This report was prepared by the City's Finance Department. Responsibility for both the accuracy of the prepared data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position of the City and results of the operations of its various funds. All necessary disclosures are included in this document, enabling the reader to gain a full understanding of the City's financial activities.

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

The City Charter requires an annual audit of the books of account, financial records, and transactions of all City administrative departments by independent certified public accountants selected by City Council. The 2017 audit was conducted by CliftonLarsonAllen LLP. 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. The independent auditor concluded that the City of Golden's financial statements for the fiscal year ended December 31, 2017 are fairly presented in conformity with GAAP. The independent auditors report is presented as the first component of the financial section of this report.

Management's discussion and analysis (MD&A) provides a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found in the financial section, immediately following the report of the independent auditors.



PROFILE OF THE CITY

The City of Golden is situated in central Jefferson County, on the west edge of the Denver Metropolitan area at the foot of the Rocky Mountains. Golden is located along Interstate 70, U.S. Highways 6 and 40, and state highways 93 and 470, providing good highway access to the entire region, including Denver to the east, Boulder to the north and the mountains to the west. Its location, accessibility, views of the mountains and mesas, and “small town feel” combine to make Golden a desirable location to visit, live, work, and play.

The City has a rich history as part of the “Old West”. Golden was a mining town established in 1859, and served as the Colorado Territorial Capital from 1862-67. Golden incorporated in 1871 and became a home rule city in 1967. At December 31, 2017, Golden had an estimated population of 20,718 and a land area of 9.7 square miles.

The City operates under the council-manager form of government. Policy-making and legislative authority are vested in the City Council, consisting of the Mayor and six other members. The Council is elected on a non-partisan basis for four-year staggered terms, with elections every two years. Four of the council members are elected by wards, two by districts (each encompassing two wards), and the Mayor is elected at large. The City Council is primarily responsible for passing ordinances and resolutions, adopting the budget, appointing committees, and hiring the City Manager and City Attorney. The City Manager is responsible for carrying out the policies and direction of the Council, overseeing the day-to-day operations of the City, and appointing the heads of the various departments.

The City provides a full range of services including public safety (police and fire), streets, water, wastewater, drainage, public improvements, parks and recreation, planning and development, and general administrative services. The Parks and Recreation, Public Works, and Police Departments are all nationally accredited, with the City having the first municipal parks and recreation department in Colorado to achieve such distinction. The City is the seventh agency in the nation to achieve accreditation in all three departments. These distinctions are an indication of the quality of the City’s employees, operations, and services provided.

Component Units: The Golden Downtown General Improvement District (GDGID) was established to provide additional parking and parking improvements in the downtown area, and the Downtown Development Authority (DDA) was established to provide economic development support in and around the downtown area. Although they are separate legal entities, they function, in essence, as departments of the City and therefore, are included as an integral part of the City’s financial statements. The Golden Capital Leasing Corporation (GCLC) was formed in 2006 to facilitate an annually renewable lease-purchase agreement resulting from the issuance of Certificates of Participation (COP’s) to finance the construction of a new municipal shops facility and the reconstruction of Fire Station #1. The GCLC also functions as an integral part of the City and is reported as a blended component unit. The Golden Urban Renewal Authority (GURA) is included as a discretely presented component unit, as the City Council appoints the members of the GURA board and established the tax increment financing for GURA’s operations, of which sales tax increments are paid by the City.

Budget: The budget serves as the foundation for the City’s financial planning and control. While the City prepares a biennial budget document, the City Council formally adopts an annual budget and is required by the City Charter to adopt the final budget no later than the close of the prior fiscal year. The budget is prepared at the fund and department levels. Expenditures may not exceed appropriations at the fund level.

Management may make transfers within a fund. Any budget revisions that change the total expenditures of any fund must be approved by the City Council.

Economic Condition and Outlook

Local Economy: Compared to most of the nation, the City has experienced a quicker and stronger recovery from the recession of 2008-09. That recovery has continued in 2017 as sales tax revenues were up 5.8% after increasing 6.3% in 2016. Use tax collections were up 10.8% in 2017, rebounding from a couple down years that were anticipated after an extraordinarily large increase of 26.3% in 2014.

The City maintains a good mix of retail, commercial, and industrial businesses. With Colorado School of Mines, Jefferson County offices, Interplaza, the Golden Town Center, Corporate Center, Coors Technology Center, and Gateway Village within the City's borders, and MillerCoors as our neighbor, Golden has a very strong and diversified employment base.

Major retailers include Home Depot, Kohl's, King Soopers, Safeway, Natural Grocers, Petco, and Walgreens, as well as several Starbucks and many of the major fast food chains. In addition, some of the larger local retail businesses include Table Mountain Inn, the Golden Hotel, Bent Gate, Woody's Woodfired Pizza, several automotive dealerships and a Harley-Davidson dealership.

In the non-retail arena, the City has a wide variety of commercial, manufacturing and industrial businesses, especially in areas of energy and technology, including: Steelhead Composites, a manufacturer of hydraulic accumulators for hybrid trucks; NFT, a manufacturer in the space and materials sector; an Audi test facility and offices; CoorsTek, Rocky Mountain Metal Container, and other businesses that support and complement the operations of the MillerCoors facility; Outlast Technologies, the leader in phase change materials to regulate temperature; Master Tech Services, a manufacturer of cooling towers/ventilation systems; bicycle manufacturers Yeti and Maverick; and several environmental engineering firms. Traxion, an accelerator for start-up businesses, was established in 2016 with facilities in downtown Golden.

Economic development efforts in the past that have proven successful in the strengthening of the City's revenue base continue to make a significant impact on the City's sales tax revenues, both keeping Golden citizens shopping in Golden and also bringing in customers from surrounding areas. On-going economic development efforts include small tax incentive shareback grants to assist commercial and industrial businesses move to Golden, expand their existing facilities, or invest in needed capital equipment.

Business activity in Golden in 2017 included: CoorsTek, a world leader in industrial ceramics, continued with improvements at two locations at the Coors Tech Center and began relocating some of their operations from the current facility in the downtown area; Harley-Davidson completed construction of a new dealership at Gateway Village; Accel at Golden Ridge, a transitional senior living and care facility providing both in-patient and outpatient care, open in June 2017; construction at Interplaza of a CarMax Auto Superstore began in 2017 and was completed in early 2018; and, also at Gateway Village, construction began on an Origins Hotel, various shops, and a gas station/convenience store which will serve concert goers at Red Rocks, along with traffic from I-70.

Year after year, Downtown Golden continues to be a regional draw for shopping and dining, as well as a gathering place for community events including Buffalo Bill Days, Fine Arts Festival, Christmas Candlelight Walk and caroling, car shows, kayak competitions, and 4th of July events and fireworks, among others. These events also result in additional business for the downtown retailers and restaurants. Sales tax



revenues in the downtown area increased 2.56% in 2017, on top of a 2.56% increase in 2016 and 10.03% in 2015.

In 2013, voters approved the formation of the DDA to take over in 2015 for GURA, whose tax-increment financing expired for the downtown area at the end of 2014. GURA has established other urban renewal projects in the City, including a stretch of West Colfax Avenue and a commercial area near Golden High School that now houses the Natural Grocers store. Both GURA and DDA receive tax increment financing from the City.

The completion of the West Line of the metro area light rail system, which began operating in April 2013 and begins in Golden along the U.S. Highway 6 corridor, with various stops between Golden and Downtown Denver has had a positive impact on Golden. To complement the light rail and help move tourists and others between the light rail station and Downtown Golden, the City partnered with the Regional Transportation District (RTD) to provide a circulator bus and call-n-ride service in Golden.

City facilities also contribute significantly to the local economy, providing job opportunities (especially for the local youth) and bringing people to the Golden area where they might also frequent other local establishments. The City has several park complexes that host numerous baseball, softball, soccer, and lacrosse tournaments each year. The Splash at Fossil Trace is a very popular outdoor family aquatics park that operates from Memorial Day weekend through mid-to-late August. Fossil Trace Golf Club, designed by Jim Engh, provides a challenging golf experience as well as scenic views of the surrounding mesas, foothills and Rocky Mountains. The clubhouse, which includes an outdoor wedding area and a banquet/meeting room facility in addition to the restaurant area, provides sufficient room to allow catered events to be held year round. Fossil Trace opened in late July 2003 to rave reviews and has annually earned local and national recognition. Recent honors include: several People's Choice awards, including Best Denver/Front Range Course and Best Charity Tournament Venue (2013 and 2014), Best Service and Best Finishing Hole (2014) in *Colorado Avid Golfer Magazine*; Best Course in Denver by *Denver A-List* (2014-2017); Head Pro Jim Hajek was named the 2015 National PGA Merchandiser of the Year for public courses and also the Colorado Golf Hall of Fame's 2016 Person of the Year; and merchandiser Jane Schwab received the 2016 Platinum Award from the Association of Golf Merchandisers. On May 4, 2016, Fossil Trace was one of 6 courses nationally to host a live instruction hour on the Golf Channel, with nationally recognized instructor Hank Haney providing the instruction at Fossil Trace.

Property tax revenues continue to increase on an annual basis, primarily due to increases in assessed valuations, along with some new construction. The City has a growth restriction in place, limiting the number of residential building permits issued per year to .9% of the current number of residential units. Builders are allowed to accumulate permit allocations for larger projects to allow for cost efficiencies in the construction of the projects. The biennial reassessment that occurred in 2017 resulted in an increase of 12.7% over the 2016 valuation and resulted in an additional \$830,000 in property tax revenues to be received in 2018.

The City's diverse revenue structure has successfully seen the City through the tough economic recession and allows it to retain the small town character and high quality living environment, while continuing to maintain existing infrastructure and provide high level services.

Long-Term Financial Planning: The City's budget process includes the preparation of a 10-year capital improvement plan (CIP). The CIP identifies major construction and equipment needs that are on the horizon, as well as projections of those revenues dedicated for capital purchases. One-third of the City's three percent sales tax rate is dedicated to capital improvements. In addition, highway user's tax, lottery

funds, and the majority of the City's share of the county open space tax are all dedicated to capital improvements.

A key component of the CIP is the City's commitment to maintaining its current infrastructure. Streets, curbs, gutters, sidewalks, and the utility system are evaluated annually, with resources dedicated to keeping infrastructure at acceptable quality levels and avoiding more costly major repairs and reconstruction. The City adopted this infrastructure maintenance program over 20 years ago with Council's commitment that funding for the program is the highest priority in the CIP. Major repairs, reconstructions, and other capital needs are then prioritized from any remaining resources.

While the 10-year CIP is a planning tool that is subject to change, it allows the City to prepare for major capital needs and match those needs with the appropriate projected revenue sources. This process also helps the City plan for potential debt issuances to finance needed projects.

Relevant Financial Policies: The Colorado Constitutional Amendment passed in November 1992, commonly known as the Taxpayer Bill of Rights (TABOR), restricts growth in governmental spending and revenues, with those amounts adjusted annually for inflation and a local growth factor. In November 1995, Golden's voters approved a referendum that allowed the City to retain revenues that might otherwise have been refundable to citizens under the TABOR limits. As a result, the City is able to retain any "excess" revenues and spend them for capital improvements, municipal operations and services, and other public purposes. The City continues to be subject to other provisions of TABOR, including maintaining an emergency reserve equal to 3% of annual spending and the requirement for elections to approve any tax increase or debt issuance (except related to enterprise funds, *i.e.*, Water, Wastewater, or Drainage Utility operations).

Major Initiatives: The City dedicates a significant amount of resources toward maintaining and improving the quality of life for the citizens and visitors in Golden. Major initiatives in 2017 included:

The City received a grant award of \$20 million in funding from the State Department of Transportation for the construction of a grade separated interchange along Highway 6 at 19th Street. The project includes a \$5 million local match requirement, with the City contributing \$4 million and the Colorado School of Mines contributing \$1 million. Design and engineering was completed in 2015, with construction starting in February 2016. The project was completed and a ribbon cutting occurred in August 2017.

In March 2017, construction was completed on the \$1 million replacement/expansion of the Ulysses Skate Park. This was a high priority of the Parks and Recreation Board to provide amenities for the youth in the community.

Construction was also completed in 2017 on the 44th Avenue trail, connecting downtown Golden to Grampsas Park and also providing another trail connection into Denver.

To alleviate cramped working conditions at City Hall, the City purchased an office building across the street and created a City Hall Annex. The Annex is home to several administrative departments including the City Manager's office, human resources and communications.

The City was also able to purchase the DeLong property, a parcel coveted for many years, in order to provide a future neighborhood park in the central neighborhood area.



Other Projects – The City invested in several other large capital construction projects during 2017. Investments in water, sewer, and storm drainage system improvements (\$3.4 million); street improvements (\$2.9 million); park and trail improvements (\$2.6 million); and curb-gutter-sidewalks (\$975,000) reflect the City’s commitment to maintaining the existing infrastructure. In addition, the City invested \$1.4 million in replacement vehicles and heavy equipment and \$581,000 in technology equipment and software.

Looking Ahead – Future projects include the continuation of infrastructure maintenance/replacements, park and trail improvements, information technology and communication systems improvements, investments for energy savings and sustainability, vehicle replacements, and public safety equipment replacements. In 2018, the major project for the City will be the “complete street” project on North Washington Avenue.

Awards and Acknowledgements

Awards: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Golden for its Comprehensive Annual Financial Report for the fiscal year December 31, 2016. This was the 26th consecutive year that the City of Golden has achieved this prestigious award. 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 legal requirements.

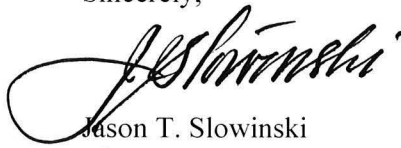
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

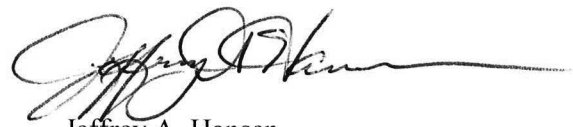
The City also received the GFOA Distinguished Budget Presentation Award for its 2017-2018 Biennial Budget. This marked the 14th consecutive period that the City has received this award.

Acknowledgments: The timely preparation of this report was made possible by the efficient and dedicated service of Assistant Finance Director Stephanie Novello, Accountant Maureen Wallen, Accounting Technician Jessica Sallee, and the entire Finance Department staff. Each member of the department has our sincere appreciation for their contributions in the preparation of this report.

In closing, without the leadership and support of the City Council, preparation of this report would not have been possible.

Sincerely,


Jason T. Slowinski
City Manager


Jeffrey A. Hansen
Finance Director



City of
Golden

ELECTED AND APPOINTED OFFICIALS

2017 Elected Officials

Mayor
Council Member – Ward 1
Council Member – Ward 2
Council Member – Ward 3
Council Member – Ward 4
Council Member - District 1
Mayor Pro-Tem – District 2

Marjorie Sloan
Marcia Claxton
Joe Behm
Pamela Gould
Laura Weinberg
Saoirse Charis-Graves
Casey Brown

Appointed Officials

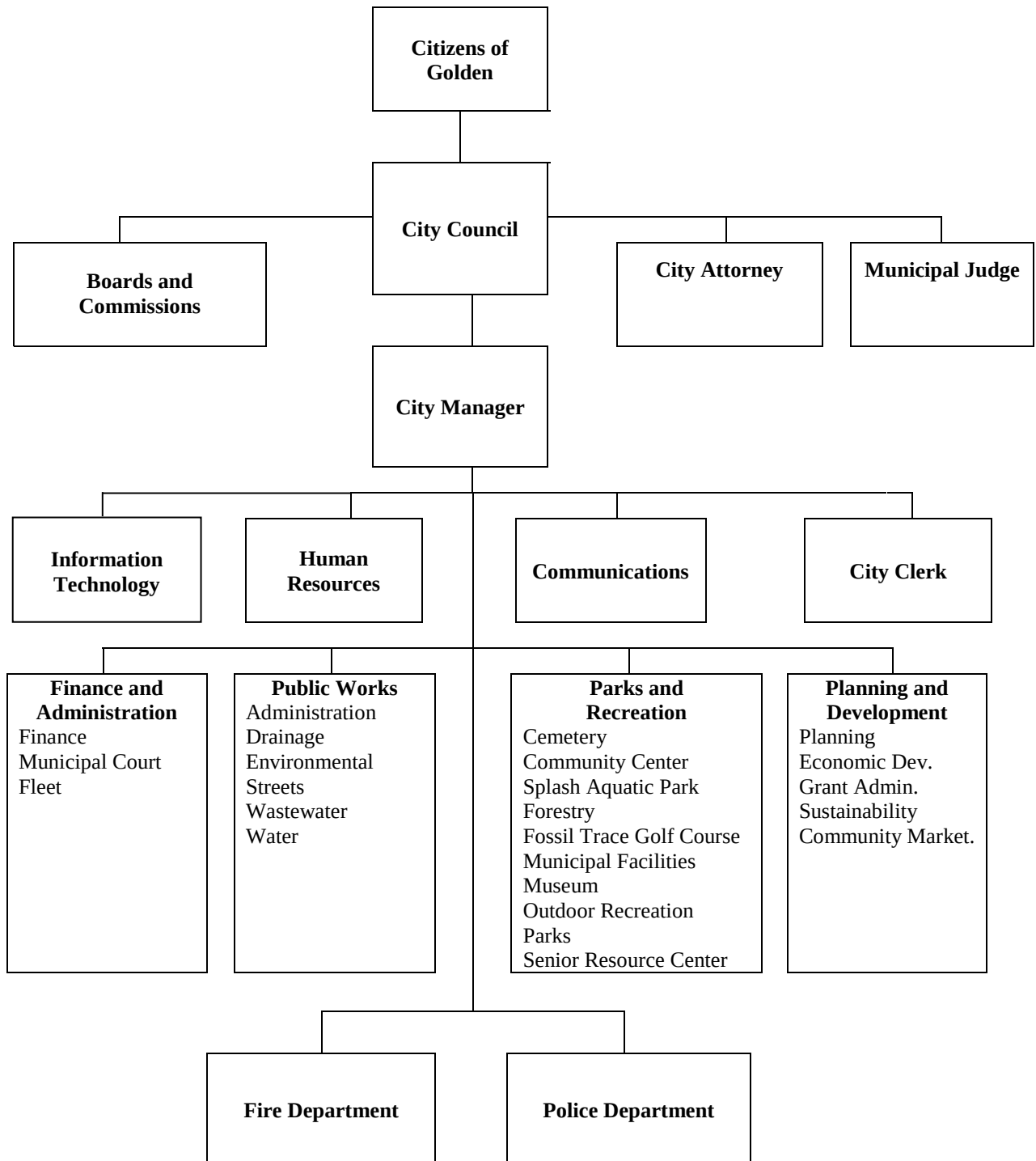
City Manager
City Attorney
City Clerk
Finance Director
Fire Chief
Human Resources Director
Planning and Development Director
Parks and Recreation Director
Police Chief
Public Works Director

Jason Slowinski
David Williamson, Esq
Susan Brooks
Jeff Hansen
John Bales
Teresa Reilly
Steve Glueck
Rod Tarullo
Bill Kilpatrick
Dan Hartman





Organizational Chart





Government Finance Officers Association

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

Presented to

**City of Golden
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morill

Executive Director/CEO







Financial Section

INDEPENDENT AUDITORS' REPORT

City Council
City of Golden
Golden, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Golden, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Golden as of December 31, 2017, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison statement for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously reported on the City of Golden's 2016 financial statements, and we expressed unmodified audit opinions on those financial statements in our report dated June 13, 2017. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2016 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis pension information on pages 4 - 16 and 61 - 62 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 Golden's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules and the local highway finance report are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparison schedules, the local highway finance report, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 13, 2018, on our consideration of the City of Golden's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on effectiveness of the City of Golden's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Golden's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Broomfield, Colorado
June 13, 2018

MANAGEMENT'S DISCUSSION & ANALYSIS

This discussion and analysis of the City of Golden'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 of Golden's financial position continues to be strong and improved during 2017.
- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of 2017 by \$215.9 million (net position). Of this amount, \$21.3 million or 9.9% is unrestricted and may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$10.3 million in 2017. Governmental Activities increased \$8.6 million, primarily related to the City's Net Investment in Capital Assets, which increased \$6.0 million. In addition, unrestricted net position increased \$2.2 million. In the Governmental activities, Current and Other Assets increased by \$2.4 million primarily due to an increase in cash and investments from operations and an increase in property taxes receivable from an increase in the assessed valuation of properties within the City. Capital assets increased \$3.1 million primarily related to purchase of the City Hall Annex and the purchase of the DeLong property for a neighborhood park. Total net position for Business-type activities increased \$1.7 million, primarily related to system development fees in the Water and Wastewater Funds that increased the unrestricted net position.
- At December 31, 2017, the combined fund balance for the City's governmental funds was \$12.8 million, an increase of \$1.4 million. The fund balance of the General Fund decreased \$552,000 as a result of operations. The Sales and Use Tax Capital Improvement Fund (SUT Fund) increased \$1.5 million, partially from the sale of two parcels of land at Catamount. Fund balance in the other governmental funds increased \$413,000 as a result of on-going operations.
- The unassigned fund balance for the General Fund was \$5.6 million, or 19.9% of the total General Fund expenditures. Total fund balance for the General Fund was 31.0% of expenditures.
- Total sales and use tax revenues, which include audit revenue and on-going sales and use tax remittances, increased 13.2% from 2016. Sales tax revenues increased 5.8% due to a robust local economy. Use tax was up 10.8% compared to 2016, due to larger than normal use tax collections from a couple of manufacturers in 2017. Building use tax increased 239% from a combination of new construction and re-roofs and other repairs from a major hailstorm in the spring of 2017.
- For the year, the City's total debt principal decreased \$3.7 million to \$19.3 million.

USING THIS ANNUAL REPORT

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

Government-wide Financial Statements

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

The **statement of net position** presents the financial condition of the City as a whole at the end of the fiscal year by presenting information on all of the City's assets, deferred outflows and inflows of resources, and liabilities. The difference between the City's assets and deferred outflows of resources, less deferred inflows of resources and liabilities is reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The **statement of activities** presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event



giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses reported in this statement for some items will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*Governmental Activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*Business-type Activities*). The Governmental Activities of the City include general government, public safety (police and fire), public works, planning and economic development, parks and recreation. The Business-type Activities of the City include Water, Wastewater, Drainage, Fossil Trace Golf Club, Splash Aquatic Park, Community Center, Cemetery Operations, Rooney Road Sports Complex, and Museums.

The government-wide financial statements include not only the City of Golden, but also three component units, the Golden Downtown General Improvement District (GDGID), the Downtown Development Authority (DDA), and the Golden Urban Renewal Authority (GURA). Financial activities for the GDGID, which was formed to provide for parking improvements and maintenance in downtown Golden, and the DDA, which was formed to provide economic development support in the downtown area, are blended with the City activities. Financial information for GURA is reported separately from the financial information presented for the City itself. The Golden Capital Leasing Corporation (GCLC), which issued Certificates of Participation (COP's) for the construction of municipal facilities, is another component unit of the City. However, the GCLC is not reported in the financial statements as it has no financial balances or transactions outside of those reported by the City.

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. Some funds are required to be established by State law and bond covenants, however, City Council establishes other funds to help control and manage spendable resources for particular purposes (i.e. Community Center Fund). All of the City's funds can be divided into two categories: governmental funds and proprietary funds. The City does not currently have any fiduciary funds.

Governmental funds – Most of the City's basic services are reported in governmental funds, which focus on how spendable resources flow into and out of those funds and the balances left at year-end that are available for future years. The funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statements provide a detailed short-term view to cash, the governmental fund operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation at the bottom of the fund financial statements.

Proprietary funds – When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds. Internal service funds (the other component of proprietary funds) are used to report activities that provide supplies and services for the City's other programs and activities - such as the City's Fleet Management, Information Technology, and Insurance Funds.



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 after the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents the combining statements referred to earlier in connection with non-major Governmental Funds and Internal Service Funds. Schedules that compare actual revenues and expenditures/expenses to budget amounts are also included. Combining and individual fund statements and schedules can be found after the Notes in the financial section.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$215.9 million at the close of 2017.

	Net Position (in Thousands)				Total Primary Government	
	Governmental Activities		Business-type Activities			
	2017	2016	2017	2016	2017	2016
Current and other assets	\$28,778	\$26,404	\$15,003	\$11,620	\$43,781	\$38,024
Capital assets	94,128	90,978	114,126	116,136	208,254	207,114
Total assets	122,906	117,382	129,129	127,756	252,035	245,138
Deferred outflows of resources	828	940	106	127	934	1,067
Long-term debt outstanding	11,650	14,580	3,855	4,755	15,505	19,335
Other liabilities	10,745	11,728	3,002	2,415	13,747	14,143
Total liabilities	22,395	26,308	6,857	7,170	29,252	33,478
Deferred inflows of resources	7,836	7,143	0	0	7,836	7,143
Net position:						
Net investment in capital assets	79,505	73,515	109,465	110,591	188,970	184,106
Restricted	4,785	4,358	806	799	5,591	5,157
Unrestricted	9,213	6,998	12,107	9,323	21,320	16,321
Total net position	\$93,503	\$84,871	\$122,378	\$120,713	\$215,881	\$205,584

By far the largest portion of the City of Golden's net position (87.5%) reflect its investment in capital assets (e.g. land, buildings, rec. campus, equipment, etc.), less any related debt still outstanding (current and long-term), that was used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Although the City's investment in its capital assets is reported net of the related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors.

The restricted portion of net position (2.6%) represents resources that are subject to external restrictions as to how they may be used. The remaining balance of net position (\$21.3 million) is unrestricted and may be used to meet the City's ongoing obligations to citizens and creditors.

The changes in Governmental Activities from 2016 to 2017 are primarily a result of normal operations, the well above average construction activity, and the aforementioned changes to capital assets and net investment in capital assets as a result of the City Hall Annex and DeLong property purchases. Current



and other assets increased, capital assets increased; liabilities decreased as debt and other liabilities were paid; net investment in capital assets increased and unrestricted net position increased as a result of the above factors.

In the Business-Type Activities, the increase in unrestricted net position is primarily due to an increase in current and other assets from on-going operations and system development fees from new construction; and the reduction of long-term debt outstanding.

CHANGES IN NET POSITION

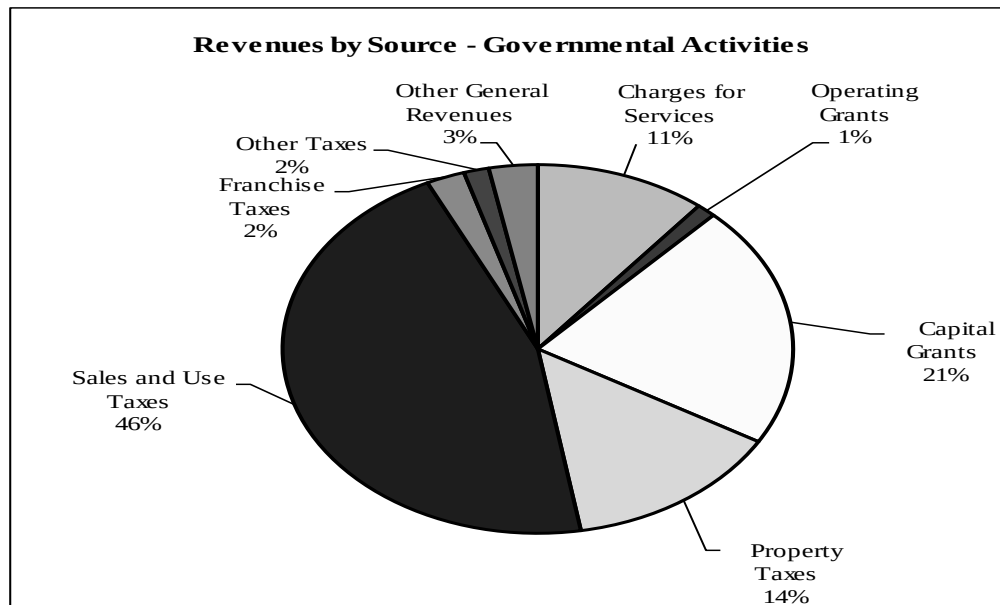
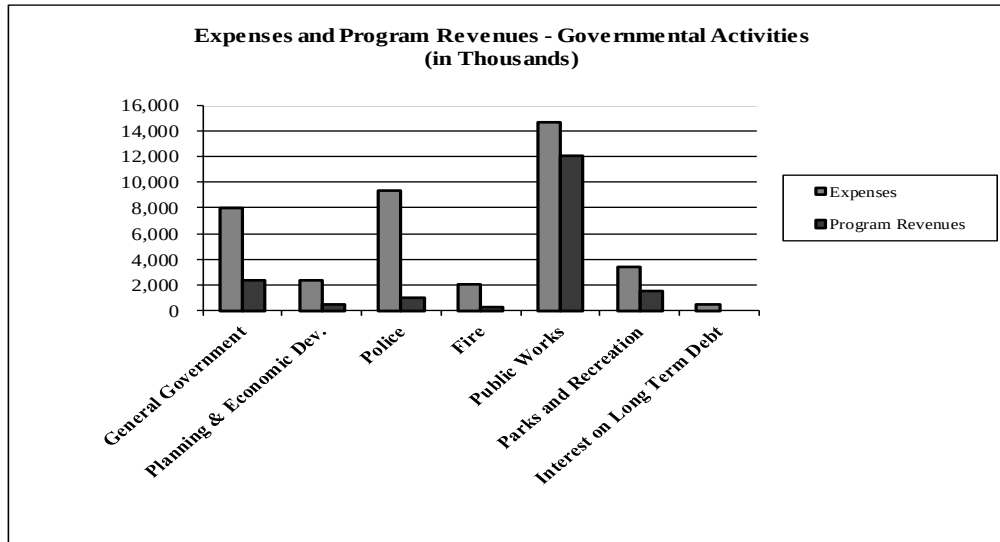
The City's total revenues of \$69.6 million exceeded program expenses of \$59.3 million. The total increase in net position for 2017 is \$10.3 million, primarily as a result of increased sales and use taxes, and a decrease in expenses, mostly related to the costs in 2016 for the Highway 6 and 19th Street Project.

	Changes in Net Position (in Thousands)					
	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Program revenues:						
Charges for services	\$5,332	\$4,630	\$16,390	\$16,270	\$21,722	\$20,900
Operating grants	598	501	71	74	669	575
Capital grants/Contributions	10,465	12,556	3,595	2,615	14,060	15,171
General revenues:						
Property taxes	6,831	6,719	0	0	6,831	6,719
Sales and use taxes	22,384	19,770	0	0	22,384	19,770
Franchise fees	1,197	1,176	0	0	1,197	1,176
Other taxes	780	566	0	0	780	566
Other general revenues	1,516	1,590	413	400	1,929	1,990
Total revenues	<u>49,103</u>	<u>47,508</u>	<u>20,469</u>	<u>19,359</u>	<u>69,572</u>	<u>66,867</u>
Program expenses:						
General Government	7,982	6,608	0	0	7,982	6,608
Planning & Economic Development	2,362	2,199	0	0	2,362	2,199
Police	9,353	9,121	0	0	9,353	9,121
Fire	2,058	1,968	0	0	2,058	1,968
Public Works	14,671	20,430	0	0	14,671	20,430
Parks and Recreation	3,454	3,615	0	0	3,454	3,615
Interest on Long-Term Debt	536	894	0	0	536	894
Water	0	0	7,735	5,853	7,735	5,853
Wastewater	0	0	1,879	2,058	1,879	2,058
Drainage	0	0	877	791	877	791
Fossil Trace Golf Course	0	0	3,518	3,343	3,518	3,343
Community Center	0	0	2,809	2,726	2,809	2,726
Aquatic Park	0	0	708	677	708	677
Cemetery Operations	0	0	533	497	533	497
Rooney Road Sports Complex	0	0	208	212	208	212
Museums	0	0	592	586	592	586
Total expenses	<u>40,416</u>	<u>44,835</u>	<u>18,859</u>	<u>16,743</u>	<u>59,275</u>	<u>61,578</u>
Excess before transfers	8,687	2,673	1,610	2,616	10,297	5,289
Transfers	(55)	(101)	55	101	0	0
Increase in net position	<u>8,632</u>	<u>2,572</u>	<u>1,665</u>	<u>2,717</u>	<u>10,297</u>	<u>5,289</u>
Beginning net position	84,871	80,706	120,713	117,996	205,584	198,702
Prior Period Adjustment	0	1,593	0	0	0	1,593
Ending net position	<u>\$93,503</u>	<u>\$84,871</u>	<u>\$122,378</u>	<u>\$120,713</u>	<u>\$215,881</u>	<u>\$205,584</u>



Governmental Activities

Total expenses exceeded Program Revenues for Governmental Activities by \$24.0 million for 2017, compared to \$27.1 million in 2016. The change in net position after transfers was an increase of \$8.6 million after an increase of \$2.6 million in 2016. The following illustrates the Governmental Activities revenues and expenses:



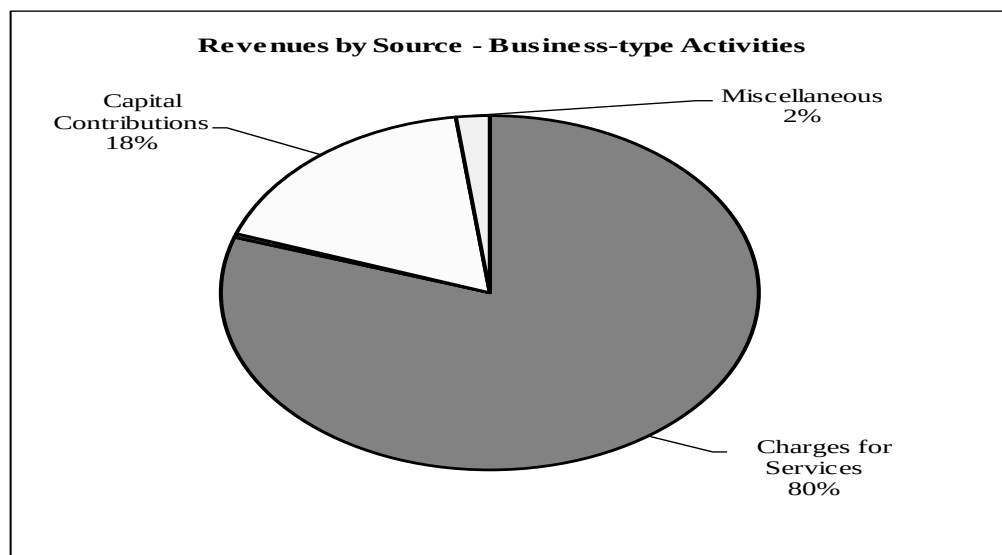
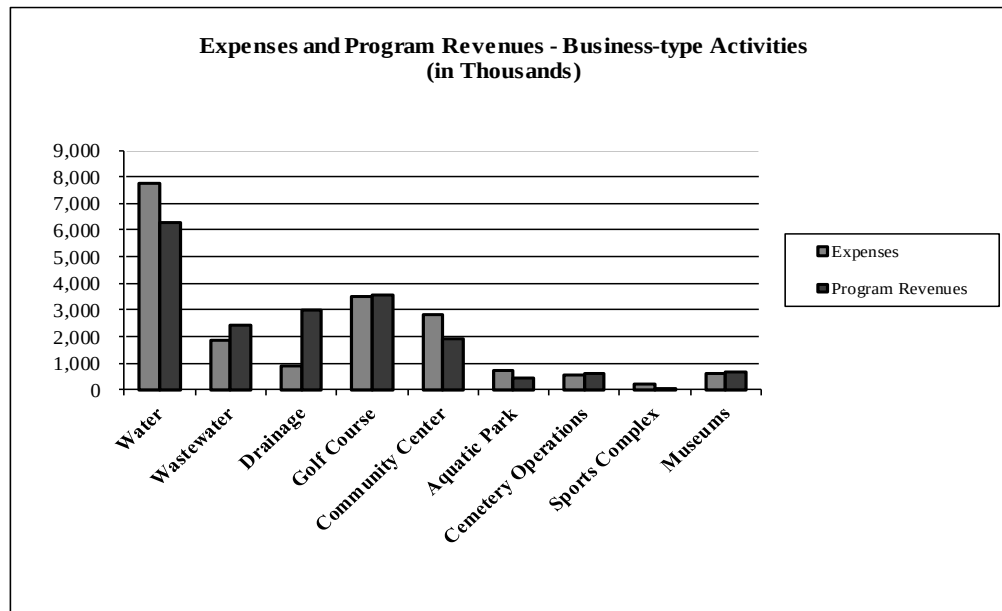
Sales and use tax revenue increased 13.2% in 2017, primarily due to an improved local economy and a big increase in construction activity. Charges for services increased primarily due to plan check fees and other construction related revenues. Capital grants revenue was primarily from the State grant for the Highway 6 & 19th Street project, which decreased as the majority of the project was completed in 2016. Changes in all the other revenue sources were minimal.

Program expenses decreased \$4.4 million from 2016. The decrease in Public Works expenses is related to the portion of the Highway 6 and 19th Street project completed in 2016 versus 2017. The increase in

General Government is a result of the City Hall Annex purchase, increased investments in information technology, and on-going personnel and benefits cost increases. Other changes are minimal and the result of normal operations.

Business-type Activities

Net position in Business-type Activities increased by \$1.7 million in 2017 compared to a \$2.7 million increase in 2016. The following illustrates the Business-type Activities revenues and expenses:



Charges for services for business-type activities increased \$120,000 compared to 2016, as a result of normal operations. Capital contributions increased \$980,000 from system development fees paid into the Water and Wastewater Funds from new construction.

Program expenses for business-type activities increased \$2.1 million, primarily as a result of a loss on the disposal of capital assets in the Water Fund related to a system improvement project that spanned 2016/17. At the completion of the project, an evaluation determined a portion of the project did not meet the City's capitalization thresholds.



The Community Center, Splash Aquatic Park Fund, and Museums funds received transfers of \$310,000, \$40,000, and \$310,000 respectively, from the General Fund to subsidize operations.

THE CITY'S FUNDS

At year end, the City's Governmental Funds reported a combined fund balance of \$12.8 million, an increase of \$1.4 million from 2016. The primary changes are a decrease of \$552,000 in the General Fund, as a result of an \$822,000 transfer to the Open Space Fund late in the year for the purchase of the DeLong property; an increase of \$1.5 million in the SUT Fund, which included an increase of \$879,000 in tax revenues and a decrease in capital outlay costs incurred by the City and not covered by grant reimbursements; and a cumulative increase of \$413,000 from the other governmental funds, primarily as a result of operations in the various funds. Fund balances in the Governmental Funds are as follows (rounded):

General Fund:	
Unassigned	\$5,592,000
Assigned	518,000
Restricted	1,230,000
Nonspendable	1,397,000
Sales and Use Tax Capital Improvement Fund:	
Restricted	505,000
Other Governmental Funds:	
Assigned	82,000
Restricted	1,806,000
Nonspendable	1,667,000

The Enterprise Funds ended 2017 with a total unrestricted net position of \$12.1 million, an increase of \$2.8 million from 2016. The major changes occurred in the Water and Wastewater Funds, which increased \$1.7 million and \$1.1 million respectively, primarily as a result of system development fees collected from new construction. The changes in the other Enterprise Funds are a result of normal operations. Unrestricted net position balances in the Enterprise Funds are as follows (rounded):

Water Fund	\$4,739,000
Wastewater Fund	5,162,000
Drainage Fund	382,000
Fossil Trace Golf Course Fund	193,000
Community Center Fund	80,000
Other Proprietary Funds	1,550,000

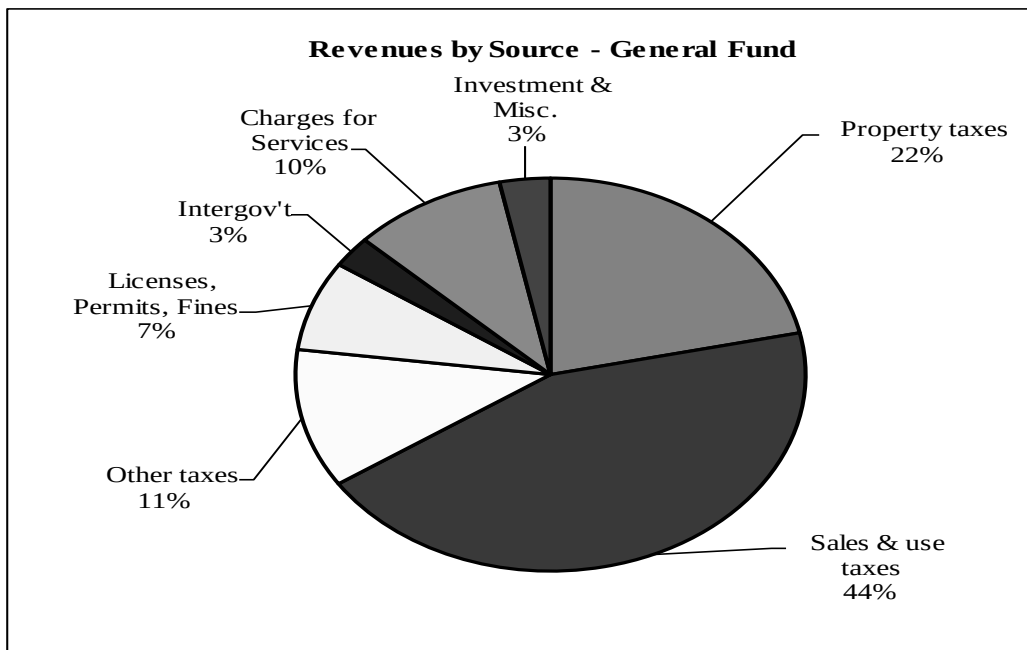
GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund accounts for all of the general services provided by the City of Golden. The 2017 Original and Final Budgets anticipated a use of fund balance of \$1.9 million and \$4.6 million respectively. However, at the end of 2017, the fund balance totaled \$8.7 million, a decrease from 2016 of only \$552,000. The year end fund balance is 28.3% of General Fund expenditures, including transfers out. The City's Budget Policy recommends a 20% level, but above 10% is considered acceptable. Given the recent challenges in the economy, low interest rates, the ever increasing costs for personnel and insurance benefits, and continual pressure to subsidize the community's desires for improvements to

infrastructure and other capital projects, the City's General Fund ended 2017 in a very strong financial position.

2017 General Fund revenues increased \$2.9 million from 2016. Tax revenues increased \$2.0 million; licenses and permits increased \$860,000; intergovernmental revenues increased \$93,000; charges for services decreased \$73,000; fines and forfeitures decreased \$67,000; investment income increased \$24,000; and miscellaneous revenues increased \$58,000. The overall increase in General Fund revenues is an indicator of a strong local economy.

The following illustrates revenues by source for the General Fund:

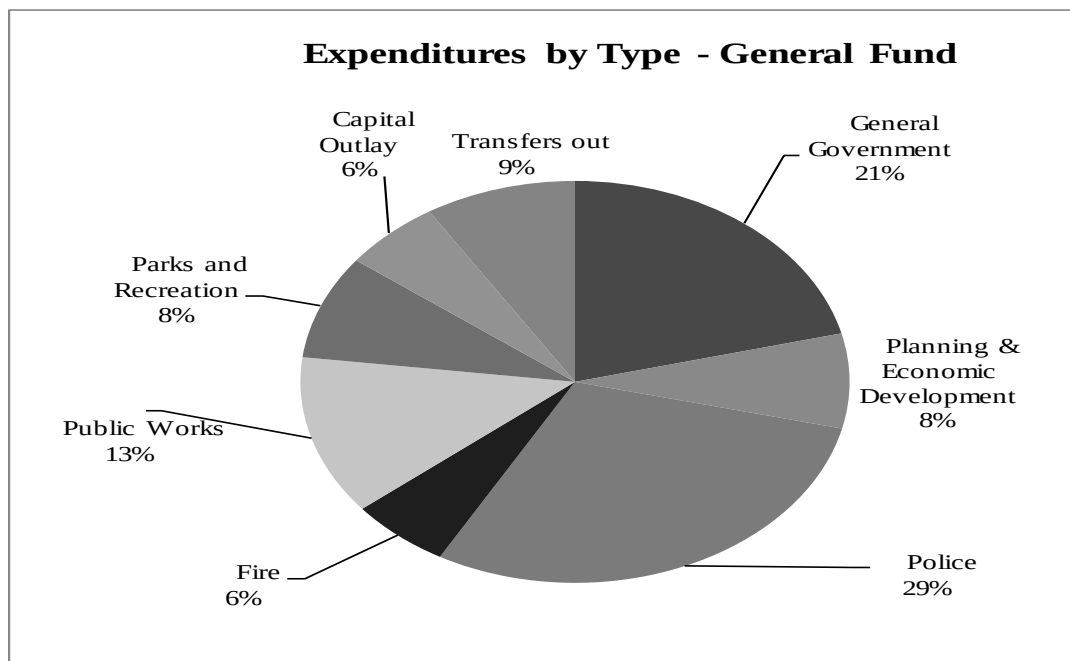


General Fund expenditures include all administrative functions of the City (i.e. Council, Clerk, Manager, Finance, Attorney, Human Resources, Municipal Facilities); public safety; streets and public works administration; planning and economic development; parks, outdoor recreation and administration; as well as a tax increment paid to the DDA and GURA for development projects and economic incentives/sharebacks.

Total General Fund expenditures (excluding transfers out) increased \$3.2 million in 2017. The largest portion of the increase is \$1.8 million for the purchase of the City Hall Annex building. Other increases are directly related to additions to staff and other increased personnel costs, as well as other operating costs in several areas. Transfers out increased in 2017, primarily from a \$1 million transfer to the SUT Fund of excess fund balance, and the \$822,000 transfer to the Open Space Fund for the purchase of the DeLong property. General Fund expenditures (including transfers out) increased \$4.9 million compared to 2016.



The following illustrates expenditures by type for the General Fund:



All recommended amendments to the budget come through the Finance Department to the City Council via Ordinance as required by the City's Municipal Code. Ordinance enactment requires public hearing and the opportunity for public discussion. The Code does allow management to move budget amounts between departments and between line items within departments within the same fund, as long as the total budget for the fund remains unchanged.

For 2017, City Council approved two budget amendments that impacted various operating and capital funds. The amendments totaled \$8.7 million, spread over 12 different funds, primarily for projects and expenditures carried over from 2016, the purchases of the City Hall Annex and DeLong property, and some small adjustments at year-end based on expenditure projections. The net change to the General Fund was \$2.8 million. The original and final budgeted revenues (including transfers in) for the General Fund were \$27.0 and \$27.1 million respectively. Actual revenues of \$30.4 million were \$3.3 million greater than the final budget. Original and final budgeted expenditures (including transfers out) were \$28.9 and \$31.7 million respectively. Actual General Fund expenditures (including transfers out) totaled \$30.9 million. The year-end fund balance was \$4.1 million greater than the final budgeted amount.

CAPITAL ASSETS

In 2017, the City invested in a broad range of capital assets, including streets, water system, wastewater lines, storm drainage and other infrastructure improvements; various municipal facilities improvements; park and trail improvements; and various equipment and vehicles.

The following table provides a comparative summary of total capital assets at December 31, 2017 and 2016:

Capital Assets at Year-end
(Net of Depreciation, in Thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Land	\$12,726	\$12,291	\$7,329	\$7,329	\$20,055	\$19,620
Land Improvements	11,689	9,864	7,910	8,820	19,599	18,684
Buildings	12,043	10,703	18,071	18,597	30,114	29,300
Artwork	967	926	7	7	974	933
Vehicles, Machinery & Equipment	7,798	7,537	6,253	5,443	14,051	12,980
Water rights	0	0	14,779	14,779	14,779	14,779
Infrastructure	47,688	43,081	58,539	58,761	106,227	101,842
Construction in progress	1,217	6,576	1,238	2,400	2,455	8,976
Totals	<u>\$94,128</u>	<u>\$90,978</u>	<u>\$114,126</u>	<u>\$116,136</u>	<u>\$208,254</u>	<u>\$207,114</u>

Major capital expenses during 2017 included:

Street Improvements	\$10,639,310
Park and Trail Improvements	2,570,731
Building Improvements	2,415,846
Water System Improvements	2,393,693
Replacement Vehicles & Heavy Equipment	1,362,581
Curb, Gutter and Sidewalks	975,437
Storm Drainage System Improvements	684,005
I.T. Equipment/Software	581,280
Wastewater System Improvements	308,866
Public Safety Equipment	238,088

The City remains committed to the upkeep and maintenance of the City's largest assets. More detailed information about the City's capital assets is presented in Notes 1 and 4 to the financial statements.

DEBT

Note 6 of the financial statements provides a summary of the City's long-term debt. At the end of 2017, the City had total debt outstanding of \$19.3 million. \$11.4 million is in revenue bonds, to be repaid only by specific tax and fee revenues. The capital lease, which covers the debt on the COP's, is to be repaid from sales and use tax revenues. The City's total debt decreased \$3.7 million in 2017 as a result of payments on the existing debt.

Outstanding Debt, at Year-end
(in Thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenue bonds and notes (backed by specific tax and fee revenues)	6,600	8,630	4,755	5,655	11,355	14,285
Certificates of Participation	7,980	8,795	0	0	7,980	8,795
Totals	<u>\$14,580</u>	<u>\$17,425</u>	<u>\$4,755</u>	<u>\$5,655</u>	<u>\$19,335</u>	<u>\$23,080</u>



ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City of Golden continues to maintain a strong financial position. City-wide reserves are at or above the levels required in the City's Budget Policy. In preparing the 2018 Budget, the City was conservatively optimistic in projecting revenue increases for sales and use taxes. The City continues to be cautious with its spending, delaying discretionary purchases as necessary and monitoring revenues to continually assess the City's financial position. The 2018 Budget reflects the City's continued commitment to capital replacement with maintenance of City infrastructure as a top priority.

The 2018 Budget anticipated sales and use tax revenues to increase 4.0% over projected 2017 amounts. Through May 2018 receipts, sales tax revenue is up 5.4%, with use tax up 4.3%. With other revenues projected to have modest increases and fund balance well above required levels, the 2018 General Fund budget continues to project solid financial footing, anticipating to end 2018 with a fund balance at 27.0% of operating expenditures.

The City's utility funds also remain in strong financial condition. Utility rates continue to remain at 2015 levels. Looking forward, the City has enough water resources, even in drought situations, to serve its citizens for many years to come. Rate increases are anticipated periodically for both the Water and Wastewater Funds as needed to cover operating costs and capital needs.

Rates for the Managerial Enterprise Funds - Community Center, the Splash Aquatic Park, Fossil Trace Golf Course, Rooney Road Sports Complex, and the Cemetery - are set to balance between competition and cost. The 2018 Budget includes funding for operations subsidy of the Community Center, Splash, and Museums. The City's golf course, Fossil Trace Golf Club, has a full tournament schedule for 2018 and continues to sell out tee times on a daily basis during the prime golfing season. Generally, rates for these enterprises are adjusted with each biennial budget. As such, some increases were implemented in 2017 and then held steady for 2018 as part of the 2017-18 biennial budget.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers and investors and creditors with a general overview of the City's finances and to show the City's accountability for the funds and assets it receives. If you have questions about this report, or should you need additional financial information, contact the City's Finance Department at City of Golden, 911 10th Street, Golden, CO 80401, or at www.cityofgolden.net.





BASIC FINANCIAL STATEMENTS



City of Golden, Colorado
STATEMENT OF NET POSITION
December 31, 2017
With Comparative Totals for December 31, 2016

	Primary Government				
	Governmental	Business-Type	Totals		Component
	Activities	Activities	2017	2016	Unit
ASSETS					
Cash and Investments	\$ 15,860,276	\$ 12,176,730	\$ 28,037,006	\$ 22,915,389	\$ 2,238,869
Property Taxes Receivable	7,679,588	-	7,679,588	6,820,311	609,407
Accounts Receivable	4,655,640	1,777,303	6,432,943	6,737,197	6,108
Prepaid Expenses	32,174	520	32,694	22,097	-
Inventory	33,285	241,915	275,200	157,387	-
Restricted Cash and Investments	517,548	805,985	1,323,533	1,371,416	-
Capital Assets not being depreciated	14,910,016	23,352,637	38,262,653	44,308,583	-
Capital Assets (Net of Accumulated Depreciation)	79,217,536	90,773,711	169,991,247	162,805,864	-
TOTAL ASSETS	122,906,063	129,128,801	252,034,864	245,138,244	2,854,384
DEFERRED OUTFLOWS OF RESOURCES					
Amount on Refunding of Bonds	400,897	105,625	506,522	721,464	-
Change in Investment Earnings	153,295	-	153,295	142,640	-
Change in Experience	31,587	-	31,587	53,325	-
Change in Experience	92,113	-	92,113	-	-
Contributions Subsequent to the Measurement Date	150,000	-	150,000	150,000	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	827,892	105,625	933,517	1,067,429	-
LIABILITIES					
Accounts Payable and Accrued Liabilities	\$ 2,767,830	\$ 1,260,950	\$ 4,028,780	\$ 4,703,230	75,293
Accrued Interest Payable	16,106	23,541	39,647	28,031	-
Escrow Deposits and Other	520,033	170,630	690,663	735,562	-
Claims Payable	325,671	-	325,671	352,750	-
Unearned Revenue	243,109	259,784	502,893	339,090	-
Noncurrent Liabilities					
Due Within One Year	2,955,000	917,541	3,872,541	3,828,914	-
Due in More Than One Year	13,389,140	4,224,379	17,613,519	21,469,594	-
Net Pension Liability	2,178,119	-	2,178,119	2,021,568	-
TOTAL LIABILITIES	22,395,008	6,856,825	29,251,833	33,478,739	75,293
DEFERRED INFLOWS OF RESOURCES					
Property Tax Revenue	7,679,588	-	7,679,588	6,820,311	609,407
Change in Assumptions	156,351	-	156,351	322,564	-
TOTAL DEFERRED INFLOWS OF RESOURCES	7,835,939	-	7,835,939	7,142,875	609,407
NET POSITION					
Net Investment in Capital Assets	79,504,761	109,465,284	188,970,045	184,105,599	-
Restricted for					
Parks & Recreation	269,094	-	269,094	356,394	-
Capital Projects	441,551	-	441,551	352,112	-
Cemetery Perpetual Care (Nonexpendable)	1,667,246	-	1,667,246	1,559,109	-
Cemetery Perpetual Care (Expendable)	293,495	-	293,495	262,689	-
Downtown Improvements	883,915	-	883,915	668,126	-
Debt Service	-	805,985	805,985	799,406	-
Emergency	1,230,000	-	1,230,000	1,160,000	-
Unrestricted	9,212,946	12,106,332	21,319,278	16,320,624	2,169,684
TOTAL NET POSITION	\$ 93,503,008	\$ 122,377,601	\$ 215,880,609	\$ 205,584,059	\$ 2,169,684

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



City of Golden, Colorado
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2017
With Comparative Totals for December 31, 2016

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General Government	\$ 7,981,596	\$ 3,131,284	\$ -	\$ 50,000
Planning & Economic Development	2,362,023	344,537	-	-
Police	9,352,856	714,085	246,231	-
Fire	2,057,702	336,291	-	-
Public Works	14,671,104	111,675	351,466	8,961,638
Parks and Recreation	3,454,438	693,846	-	1,453,675
Unallocated Interest on Long-Term Debt	536,284	-	-	-
Total Governmental Activities	<u>40,416,003</u>	<u>5,331,718</u>	<u>597,697</u>	<u>10,465,313</u>
Business-Type Activities				
Water	7,735,332	6,112,819	-	2,796,290
Wastewater	1,878,713	2,383,757	-	573,172
Drainage	876,788	1,218,098	-	-
Fossil Trace Golf Course	3,517,779	3,455,374	-	-
Community Center	2,809,391	1,855,581	2,226	224,942
Splash Aquatic Park	707,952	424,600	-	-
Cemetery Operations	532,814	688,884	-	-
Rooney Road Sports Complex	208,553	124,823	-	-
Museums	592,024	126,349	69,050	-
Total Business-Type Activities	<u>18,859,346</u>	<u>16,390,285</u>	<u>71,276</u>	<u>3,594,404</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 59,275,349</u>	<u>\$ 21,722,003</u>	<u>\$ 668,973</u>	<u>\$ 14,059,717</u>
COMPONENT UNIT				
Golden Urban Renewal Authority	<u>\$ 558,058</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
GENERAL REVENUES				
Taxes				
Property				
Sales and Use				
Franchise Fees				
Other				
Grants and Contributions not Restricted to Specific Programs				
Investment Income				
Miscellaneous				
TRANSFERS				
TOTAL GENERAL REVENUES AND TRANSFERS				
CHANGE IN NET POSITION				
NET POSITION, Beginning				
Prior Period Adjustments (see Note 14), for 2016 only				
NET POSITION, Beginning as restated, for 2016				
NET POSITION, Ending				

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

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Business-Type Activities	Totals		Component Unit
		2017	2016	
\$ (4,800,312)	\$ -	\$ (4,800,312)	\$ (4,290,843)	\$ -
(2,017,486)	-	(2,017,486)	(1,679,293)	-
(8,392,540)	-	(8,392,540)	(8,155,575)	-
(1,721,411)	-	(1,721,411)	(1,651,197)	-
(5,246,325)	-	(5,246,325)	(8,384,229)	-
(1,306,917)	-	(1,306,917)	(2,093,394)	-
(536,284)	-	(536,284)	(894,056)	-
<u>(24,021,275)</u>	<u>-</u>	<u>(24,021,275)</u>	<u>(27,148,587)</u>	<u>-</u>
-	1,173,777	1,173,777	411,935	-
-	1,078,216	1,078,216	358,858	-
-	341,310	341,310	2,207,849	-
-	(62,405)	(62,405)	209,039	-
-	(726,642)	(726,642)	(808,892)	-
-	(283,352)	(283,352)	(219,553)	-
-	156,070	156,070	112,288	-
-	(83,730)	(83,730)	(163,038)	-
-	(396,625)	(396,625)	107,483	-
-	1,196,619	1,196,619	2,215,969	-
<u>(24,021,275)</u>	<u>1,196,619</u>	<u>(22,824,656)</u>	<u>(24,932,618)</u>	<u>-</u>
-	-	-	-	(558,058)
6,831,275	-	6,831,275	6,719,185	406,681
22,384,210	-	22,384,210	19,769,759	75,092
1,197,069	-	1,197,069	1,176,729	-
779,454	-	779,454	565,893	-
232,824	-	232,824	181,303	-
179,046	95,245	274,291	237,913	20,770
1,104,023	318,060	1,422,083	1,571,066	276
(54,924)	54,924	-	-	-
<u>32,652,977</u>	<u>468,229</u>	<u>33,121,206</u>	<u>30,221,848</u>	<u>502,819</u>
8,631,702	1,664,848	10,296,550	5,289,230	(55,239)
84,871,306	120,712,753	205,584,059	198,701,706	2,224,923
-	-	-	1,593,123	-
<u>84,871,306</u>	<u>120,712,753</u>	<u>205,584,059</u>	<u>200,294,829</u>	<u>2,224,923</u>
<u>\$ 93,503,008</u>	<u>\$ 122,377,601</u>	<u>\$ 215,880,609</u>	<u>\$ 205,584,059</u>	<u>\$ 2,169,684</u>

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



City of Golden, Colorado
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2017
With Comparative Totals for December 31, 2016

	General	Sales and Use Tax Capital Improvement	Other Governmental Funds	Total Governmental Funds	
				2017	2016
ASSETS					
Cash and Investments	\$ 6,820,363	\$ 1,630,314	\$ 2,368,747	\$ 10,819,424	\$ 10,290,383
Property Taxes Receivable	7,380,937	-	298,651	7,679,588	6,820,311
Accounts and Taxes Receivable	2,200,763	775,234	112,257	3,088,254	2,726,114
Prepaid Items	13,396	-	-	13,396	13,397
Inventories	33,285	-	-	33,285	19,626
Advance to Other Funds	1,350,524	-	1,125,436	2,475,960	2,667,316
Due from Other Funds	40,000	-	-	40,000	-
Due from Other Governments	103,190	1,280,663	163,550	1,547,403	2,283,203
Restricted Cash and Investments	517,548	-	-	517,548	572,010
Total Assets	<u>\$ 18,460,006</u>	<u>\$ 3,686,211</u>	<u>\$ 4,068,641</u>	<u>\$ 26,214,858</u>	<u>\$ 25,392,360</u>
LIABILITIES					
Liabilities					
Accounts Payable and Retainage Payable	1,359,784	681,543	174,689	2,216,016	3,571,235
Accrued Liabilities	242,544	-	-	242,544	160,643
Escrow Deposits and Other	520,033	-	-	520,033	574,197
Due from Other Funds	-	-	40,000	40,000	2,709,932
Advances from Other Funds	-	2,475,960	-	2,475,960	-
Unearned Revenue	219,335	23,774	-	243,109	120,061
Total Liabilities	<u>2,341,696</u>	<u>3,181,277</u>	<u>214,689</u>	<u>5,737,662</u>	<u>7,136,068</u>
DEFERRED INFLOWS OF RESOURCES					
Property Tax Revenue	<u>7,380,937</u>	<u>-</u>	<u>298,651</u>	<u>7,679,588</u>	<u>6,820,311</u>
Total Deferred Inflows of Resources	<u>7,380,937</u>	<u>-</u>	<u>298,651</u>	<u>7,679,588</u>	<u>6,820,311</u>
Fund Balance					
Nonspendable:					
Prepaid Items	13,396	-	-	13,396	13,397
Inventories	33,285	-	-	33,285	19,626
Permanent Fund Principal	-	-	1,667,246	1,667,246	1,559,109
Advance to Other Funds	1,350,524	-	-	1,350,524	1,454,900
Restricted for:					
TABOR Reserve	1,230,000	-	-	1,230,000	1,160,000
Parks & Recreation	-	-	269,094	269,094	356,394
Parking Improvements	-	-	359,614	359,614	352,112
Cemetery Maintenance	-	-	293,495	293,495	262,689
Downtown Improvements	-	-	883,915	883,915	668,126
Capital Projects	-	504,934	-	504,934	-
Assigned for:					
Street Improvements	-	-	81,937	81,937	-
Future Year Expenditures	518,469	-	-	518,469	1,897,571
Unassigned	5,591,699	-	-	5,591,699	3,692,057
Total Fund Balance	<u>8,737,373</u>	<u>504,934</u>	<u>3,555,301</u>	<u>12,797,608</u>	<u>11,435,981</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u>\$ 18,460,006</u>	<u>\$ 3,686,211</u>	<u>\$ 4,068,641</u>	<u>\$ 26,214,858</u>	<u>\$ 25,392,360</u>

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

City of Golden, Colorado
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET
TO THE STATEMENT OF NET POSITION
December 31, 2017

FUND BALANCE - TOTAL GOVERNMENTAL FUNDS	\$ 12,797,608
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. Capital assets for internal service funds of \$5,250,398 have been deducted from total governmental Net Capital Assets of \$94,127,552.	88,877,154
Internal Service Funds are used by management to charge the costs of certain activities to individual funds, such as insurance, fleet and information technology management. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. The compensated absences for internal service funds have been removed from this section and shown below for presentation purposes.	9,695,070
Long-term liabilities, including bonds payable (\$6,600,000), bond premium (\$473,999), certificates of participation (\$7,980,000), compensated absences (\$1,320,452), accrued interest on long-term debt (\$16,106), deferred refunding \$400,897, bond discount \$30,311 are not due and payable in the current period and therefore are not reported in the funds.	(15,959,349)
Net pension liability is not due and payable in the current period and , therefore, is not reported in the funds.	(2,178,119)
Deferred outflows of resources used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Change in investment earnings	153,295
Change in Experience	31,587
Change in Assumptions	92,113
Contributions subsequent to the measurement date	150,000
Deferred inflows of resources used in governmental activities are not due and payable in the current year and, therefore, are not reported in the funds.	
Change in assumptions	(156,351)
	<u>\$ 93,503,008</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	

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



City of Golden, Colorado
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2017
With Comparative Totals for December 31, 2016

	General	Sales and Use Tax Capital Improvement	Other Governmental Funds	Total Governmental Funds	
				2017	2016
REVENUES					
Taxes	\$ 23,296,910	\$ 7,459,808	\$ 435,290	\$ 31,192,008	\$ 28,231,566
Licenses and Permits	1,530,843	-	-	1,530,843	670,890
Intergovernmental	775,617	8,416,354	2,048,958	11,240,929	14,613,471
Charges for Services	2,955,546	-	138,312	3,093,858	3,185,546
Fines and Forfeitures	707,017	-	-	707,017	773,612
Investment Income	102,312	8,310	37,609	148,231	133,088
Miscellaneous	869,110	189,770	45,143	1,104,023	1,244,916
TOTAL REVENUES	30,237,355	16,074,242	2,705,312	49,016,909	48,853,089
EXPENDITURES					
Current					
General Government	6,527,979	-	416,846	6,944,825	6,388,736
Planning & Economic Development	2,352,934	-	-	2,352,934	2,182,856
Police	9,103,204	-	-	9,103,204	8,571,358
Fire	1,833,210	-	-	1,833,210	1,765,554
Public Works	3,971,497	-	-	3,971,497	3,673,183
Parks and Recreation	2,585,817	-	-	2,585,817	2,667,961
Debt Service					
Principal	-	2,845,000	-	2,845,000	2,620,000
Interest and Other Charges	-	556,417	-	556,417	924,600
Capital Outlay	1,782,843	12,175,055	4,063,773	18,021,671	21,563,101
TOTAL EXPENDITURES	28,157,484	15,576,472	4,480,619	48,214,575	50,357,349
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,079,871	497,770	(1,775,307)	802,334	(1,504,260)
OTHER FINANCING SOURCES (USES)					
Transfers In	120,510	1,959,980	2,569,189	4,649,679	2,958,830
Transfers (Out)	(2,751,993)	(1,717,421)	(380,490)	(4,849,904)	(3,026,742)
Proceeds from Sale of Assets	-	759,518	-	759,518	1,476,581
Proceeds from Debt	-	-	-	-	8,795,000
Payment to Refunded Bond Escrow Agent	-	-	-	-	(8,655,000)
TOTAL OTHER FINANCING SOURCES (USES)	(2,631,483)	1,002,077	2,188,699	559,293	1,548,669
NET CHANGE IN FUND BALANCES	(551,612)	1,499,847	413,392	1,361,627	44,409
FUND BALANCES, Beginning	9,288,985	(994,913)	3,141,909	11,435,981	11,391,572
FUND BALANCES, Ending	\$ 8,737,373	\$ 504,934	\$ 3,555,301	\$ 12,797,608	\$ 11,435,981

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



City of Golden, Colorado
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2017

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$	1,361,627
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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. This is the amount by which capital additions \$9,121,967, developer contributions \$54,905, and transfers \$4,648, plus book value of dispositions (\$1,036,070) and Internal Service Fund capital additions (\$1,619,066), exceed depreciation (\$4,826,350), less Internal Service Fund depreciation \$1,075,608.

2,775,642

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term debt liabilities in the Statement of Net Position. These include bond payments \$2,030,000, Certificate of participation \$815,000, amortization of bond premium \$199,185, amortization of loss on refunding (\$193,618), accrued interest on outstanding debt \$(13,794), amortization of bond discount (\$10,095) and a decrease in accrued compensated absences of (\$71,144).

2,755,534

Internal Service Funds are used by management to charge the costs of certain activities to funds, such as insurance, fleet and information technology management. The net revenue (expense) of the internal service funds is reported with governmental activities.

1,648,207

Some items reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. The (increases) decreases in these activities consist of:
Pension (expense) income

90,692

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES

\$ 8,631,702

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





City of Golden, Colorado
BUDGETARY COMPARISON STATEMENT
GENERAL FUND
For the Year Ended December 31, 2017
With Comparative Totals for December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)	Actual 2016
	Original	Final			
Budgetary Fund Balance, Beginning	\$ 6,211,407	\$ 9,288,985	\$ 9,288,985	\$ -	\$ 7,900,338
Resources (Inflows)					
Taxes	21,487,630	21,487,630	23,296,910	1,809,280	21,265,482
Licenses and Permits	517,300	517,300	1,530,843	1,013,543	670,890
Intergovernmental	656,760	656,760	775,617	118,857	682,472
Charges for Services	2,783,350	2,803,350	2,955,546	152,196	3,028,700
Fines and Forfeitures	746,600	746,600	707,017	(39,583)	773,612
Investment Income	75,000	75,000	102,312	27,312	78,046
Miscellaneous	649,121	649,121	869,110	219,989	810,847
Transfers In	120,000	120,510	120,510	-	117,000
Total Resources	27,035,761	27,056,271	30,357,865	3,301,594	27,427,049
AMOUNTS AVAILABLE FOR APPROPRIATION	<u>\$ 33,247,168</u>	<u>\$ 36,345,256</u>	<u>\$ 39,646,850</u>	<u>\$ 3,301,594</u>	<u>\$ 35,327,387</u>
Charges to Appropriations (Outflows)					
Current					
General Government	6,459,908	8,249,741	6,527,979	1,721,762	6,044,578
Planning & Economic Development	2,341,521	2,531,335	2,352,934	178,401	2,182,856
Police	9,556,007	9,215,228	9,103,204	112,024	8,571,358
Fire	1,829,257	1,829,258	1,833,210	(3,952)	1,765,554
Public Works	3,957,120	3,957,120	3,971,497	(14,377)	3,673,183
Parks and Recreation	2,987,494	2,987,494	2,585,817	401,677	2,667,961
Capital Outlay	-	-	1,782,843	(1,782,843)	2,667,961
Transfers Out	1,802,025	2,917,805	2,751,993	165,812	1,132,912
Total Charges to Appropriations	28,933,332	31,687,981	30,909,477	778,504	26,038,402
Budgetary Fund Balance, Ending	4,313,836	4,657,275	8,737,373	4,080,098	9,288,985
TOTAL APPROPRIATIONS	<u>\$ 33,247,168</u>	<u>\$ 36,345,256</u>	<u>\$ 39,646,850</u>	<u>\$ 3,301,594</u>	<u>\$ 35,327,387</u>
BUDGET-TO-GAAP RECONCILIATION					
Resources (Inflows)					
Actual amounts (budgetary basis) available for appropriation			\$ 39,646,850		\$ 35,327,387
Differences - budget to GAAP					
The fund balance at the beginning of the year is a budgetary resource but is not a current-year revenue for financial reporting purposes			(9,288,985)		(7,900,338)
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.			(120,510)		(117,000)
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds			<u>\$ 30,237,355</u>		<u>\$ 27,310,049</u>
Charges to Appropriations (Outflows)					
Actual amount (budgetary basis) of total charges to appropriations			30,909,477		26,038,402
Differences - budget to GAAP					
Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes			(2,751,993)		(1,132,912)
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds			<u>\$ 28,157,484</u>		<u>\$ 24,905,490</u>

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



City of Golden, Colorado
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2017
With Comparative Totals for December 31, 2016

		Business-Type Activities - Enterprise Funds		
		Water Fund	Wastewater Fund	Drainage Fund
ASSETS				
Current Assets				
Cash and Cash Equivalents		\$ 4,534,713	\$ 4,959,731	\$ 196,772
Accounts Receivable		1,023,297	450,454	221,795
Prepaid Expenses		407	-	-
Inventory		168,528	-	-
Restricted Cash and Cash Equivalents		630,985	-	175,000
Total Current Assets		6,357,930	5,410,185	593,567
Non-Current Assets				
Advances to Other Funds		-	-	-
Capital Assets Not Being Depreciated		19,451,644	-	1,511,117
Capital Assets (Net of Accumulated Depreciation)		45,286,025	11,914,933	13,828,705
Total Non-Current Assets		64,737,669	11,914,933	15,339,822
TOTAL ASSETS		71,095,599	17,325,118	15,933,389
DEFERRED OUTFLOWS OF RESOURCES				
Amount on Refunding of Bonds		84,967	-	20,658
TOTAL DEFERRED OUTFLOWS OF RESOURCES		84,967	-	20,658
LIABILITIES				
Current Liabilities				
Accounts Payable and Retainage Payable		801,759	195,670	10,638
Accrued Liabilities		48,793	763	-
Accrued Interest Payable		21,066	-	2,475
Claims Payable		-	-	-
Unearned Revenue		-	-	-
Compensated Absences, Current Portion		20,995	9,278	4,194
Bonds Payable, Current Portion		540,000	-	310,000
Total Current Liabilities		1,432,613	205,711	327,307
Non-Current Liabilities				
Accrued Compensated Absences		95,644	42,265	19,107
Bonds Payable, Long-Term Portion (Net of Unamortized Premium)		3,735,000	-	181,689
Total Non-Current Liabilities		3,830,644	42,265	200,796
TOTAL LIABILITIES		5,263,257	247,976	528,103
NET POSITION				
Net Investment in Capital Assets		60,547,636	11,914,933	14,868,791
Restricted for Debt Service		630,985	-	175,000
Unrestricted		4,738,688	5,162,209	382,153
TOTAL NET POSITION		\$ 65,917,309	\$ 17,077,142	\$ 15,425,944

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



Fossil Trace Golf Course Fund	Community Center Fund	Total Nonmajor Proprietary Funds	Totals		Governmental Activities - Internal Service Funds
			2017	2016	
\$ 332,547	\$ 305,992	\$ 1,846,975	\$ 12,176,730	\$ 8,921,313	\$ 5,040,852
41,095	7,665	32,997	1,777,303	1,719,046	19,983
-	-	113	520	-	18,778
70,637	-	2,750	241,915	137,761	-
-	-	-	805,985	799,406	-
444,279	313,657	1,882,835	15,002,453	11,577,526	5,079,613
-	-	-	-	42,616	-
2,024,661	182,890	182,325	23,352,637	24,514,897	-
6,035,513	6,527,167	7,181,368	90,773,711	91,621,259	5,250,398
8,060,174	6,710,057	7,363,693	114,126,348	116,178,772	5,250,398
8,504,453	7,023,714	9,246,528	129,128,801	127,756,298	10,330,011
-	-	-	105,625	126,949	-
-	-	-	105,625	126,949	-
74,982	109,811	68,090	1,260,950	777,408	309,270
83,464	36,985	625	170,630	161,365	-
-	-	-	23,541	25,719	-
-	-	-	-	-	325,671
8,971	19,908	230,905	259,784	219,029	-
15,071	12,058	5,945	67,541	58,914	-
-	-	-	850,000	900,000	-
182,488	178,762	305,565	2,632,446	2,142,435	634,941
68,658	54,930	27,086	307,690	255,525	74,987
-	-	-	3,916,689	4,772,534	-
68,658	54,930	27,086	4,224,379	5,028,059	74,987
251,146	233,692	332,651	6,856,825	7,170,494	709,928
8,060,174	6,710,057	7,363,693	109,465,284	110,590,571	5,250,398
-	-	-	805,985	799,406	-
193,133	79,965	1,550,184	12,106,332	9,322,776	4,369,685
\$ 8,253,307	\$ 6,790,022	\$ 8,913,877	\$ 122,377,601	\$ 120,712,753	\$ 9,620,083

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



City of Golden, Colorado
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended December 31, 2017
With Comparative Totals for December 31, 2016

	Business-Type Activities - Enterprise Funds		
	Water Fund	Wastewater Fund	Drainage Fund
OPERATING REVENUES			
Charges for Services	\$ 6,112,819	\$ 2,383,757	\$ 1,218,098
Miscellaneous	144,088	153	2,799
TOTAL OPERATING REVENUES	6,256,907	2,383,910	1,220,897
OPERATING EXPENSES			
Personnel Services	1,669,794	465,958	235,635
Operating	2,301,910	1,004,604	170,102
Depreciation and Amortization	1,636,552	405,501	442,163
Claims	-	-	-
Premiums	-	-	-
TOTAL OPERATING EXPENSES	5,608,256	1,876,063	847,900
Operating Income (Loss)	648,651	507,847	372,997
NONOPERATING REVENUES (EXPENSES)			
Investment Income	31,011	36,590	5,297
Intergovernmental	-	-	-
Interest Expense	(105,521)	-	(28,888)
Gain (Loss) on Disposal of Capital Assets	(2,021,555)	(2,650)	-
TOTAL NONOPERATING REVENUES (EXPENSES)	(2,096,065)	33,940	(23,591)
Income (Loss) Before Transfers and Capital Contributions	(1,447,414)	541,787	349,406
Transfers In	-	-	-
Transfers (Out)	(13,200)	(8,800)	-
Capital Contributions	2,796,290	573,172	-
Change in Net Position	1,335,676	1,106,159	349,406
NET POSITION, Beginning	64,581,633	15,970,983	15,076,538
NET POSITION, Ending	\$ 65,917,309	\$ 17,077,142	\$ 15,425,944

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

Fossil Trace Golf Course Fund	Community Center Fund	Total Nonmajor Proprietary Funds	Totals		Governmental Activities - Internal Service Funds
			2017	2016	
\$ 3,455,374	\$ 1,855,581	\$ 1,364,656	\$ 16,390,285	\$ 16,269,867	\$ 7,249,841
149,119	1,446	20,455	318,060	326,153	853,511
3,604,493	1,857,027	1,385,111	16,708,345	16,669,739	8,103,352
1,383,707	1,504,622	903,480	6,163,196	5,640,476	1,238,378
1,398,134	915,688	660,800	6,451,238	6,775,433	1,552,915
735,938	361,911	472,279	4,054,344	3,979,918	1,075,608
-	-	-	-	-	2,338,576
-	-	-	-	-	1,264,551
3,517,779	2,782,221	2,036,559	16,668,778	16,395,827	7,470,028
86,714	(925,194)	(651,448)	39,567	273,912	633,324
4,471	3,639	14,237	95,245	74,204	30,815
-	2,226	69,050	71,276	73,719	-
-	-	-	(134,409)	(157,784)	-
-	(27,170)	(4,784)	(2,056,159)	(41,154)	227,732
4,471	(21,305)	78,503	(2,024,047)	(124,734)	258,547
91,185	(946,499)	(572,945)	(1,984,480)	149,178	891,871
-	426,924	350,000	776,924	800,456	191,525
(700,000)	-	-	(722,000)	(700,000)	(46,224)
-	224,942	-	3,594,404	2,467,148	611,035
(608,815)	(294,633)	(222,945)	1,664,848	2,716,782	1,648,207
8,862,122	7,084,655	9,136,822	120,712,753	117,995,971	7,971,876
\$ 8,253,307	\$ 6,790,022	\$ 8,913,877	\$ 122,377,601	\$ 120,712,753	\$ 9,620,083

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



City of Golden, Colorado
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2017
Increase (Decrease) in Cash and Cash Equivalents
With Comparative Totals for December 31, 2016

	Business-Type Activities - Enterprise Funds		
	Water Fund	Wastewater Fund	Drainage Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers/Users	\$ 6,157,172	\$ 2,335,351	\$ 1,228,538
Cash Paid to Suppliers	(1,835,428)	(979,067)	(242,737)
Cash Paid to Employees	(1,631,623)	(459,465)	(232,857)
Cash Paid to Providers	-	-	-
Cash Paid to Claimants	-	-	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	2,690,121	896,819	752,944
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers to Other Funds	(13,200)	(8,800)	-
Transfers from Other Funds	-	-	-
Repayment of Interfund Loan	-	42,616	-
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	(13,200)	33,816	-
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES			
Purchase of Capital Assets	(2,518,336)	(375,462)	(648,560)
Proceeds from Sale of Capital Assets	7,500	-	-
Interest Paid	(106,887)	-	(29,701)
Principal Payments	(600,000)	-	(300,000)
Contributed Capital	2,449,383	557,381	-
NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES	(768,340)	181,919	(978,261)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	31,011	36,590	5,297
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	31,011	36,590	5,297
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,939,592	1,149,144	(220,020)
CASH AND CASH EQUIVALENTS, Beginning	3,226,106	3,810,587	591,792
CASH AND CASH EQUIVALENTS, Ending	\$ 5,165,698	\$ 4,959,731	\$ 371,772
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 648,651	\$ 507,847	\$ 372,997
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Depreciation Expense	1,636,552	405,501	442,163
Changes in Assets and Liabilities			
Accounts Receivable	(99,735)	(48,559)	7,641
Prepaid Expenses	(407)	-	-
Inventory	-	-	-
Accounts Payable	454,444	25,537	(72,635)
Accrued Liabilities	12,445	-	-
Claims Payable	-	-	-
Unearned Revenue	-	-	-
Accrued Compensated Absences	38,171	6,493	2,778
Total Adjustments	2,041,470	388,972	379,947
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 2,690,121	\$ 896,819	\$ 752,944
NON-CASH TRANSACTIONS			
Capital Assets Contributed	\$ 346,907	\$ 15,791	\$ -

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



Fossil Trace Golf Course Fund	Community Center Fund	Total Nonmajor Proprietary Funds	Totals		Governmental Activities - Internal Service Funds
			2017	2016	
\$ 3,589,329	\$ 1,855,800	\$ 1,524,656	\$ 16,690,846	\$ 16,884,281	\$ 8,092,204
(1,340,407)	(885,665)	(618,163)	(5,901,467)	(6,583,601)	(1,447,667)
(1,389,951)	(1,489,916)	(898,516)	(6,102,328)	(5,665,375)	(1,242,826)
-	-	-	-	-	(1,264,551)
-	-	-	-	-	(2,365,655)
858,971	(519,781)	7,977	4,687,051	4,635,305	1,771,505
(700,000)	-	-	(722,000)	(700,000)	(46,224)
-	426,924	350,000	776,924	800,456	191,525
-	-	-	42,616	1,476,581	-
(700,000)	426,924	350,000	97,540	1,577,037	145,301
(82,886)	(29,925)	(13,685)	(3,668,854)	(4,646,146)	(1,008,032)
-	2,065	-	9,565	149,400	397,570
-	-	-	(136,588)	(155,842)	-
-	-	-	(900,000)	(920,000)	-
-	-	-	3,006,764	278,201	-
(82,886)	(27,860)	(13,685)	(1,689,113)	(5,294,387)	(610,462)
4,471	3,639	14,234	95,242	74,204	30,815
4,471	3,639	14,234	95,242	74,204	30,815
80,556	(117,078)	358,526	3,190,720	992,159	1,337,159
251,991	420,844	1,419,399	9,720,719	8,728,560	3,703,693
\$ 332,547	303,766	\$ 1,777,925	\$ 12,911,439	\$ 9,720,719	\$ 5,040,852
\$ 86,714	(925,194)	\$ (651,448)	\$ 39,567	\$ 273,912	\$ 633,324
735,938	361,911	472,279	4,054,344	3,979,918	1,075,608
(13,838)	(2,810)	99,047	(58,254)	64,518	(11,148)
-	-	(113)	(520)	-	(10,078)
53,387	-	4,173	57,560	9,451	115,326
14,933	22,686	38,577	483,542	193,921	-
(10,593)	7,337	76	9,265	(11,517)	-
-	-	-	-	-	(27,079)
(1,326)	1,583	40,498	40,755	150,024	-
(6,244)	14,706	4,888	60,792	(24,922)	(4,448)
772,257	405,413	659,425	4,647,484	4,361,393	1,138,181
\$ 858,971	(519,781)	\$ 7,977	\$ 4,687,051	\$ 4,635,305	\$ 1,771,505
\$ -	224,942	\$ -	\$ 587,640	\$ 2,188,947	\$ 611,035

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



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Golden (the City) is a Colorado Home Rule City operating under a charter provided by the authority of the Constitution of the State of Colorado, and adopted by its citizens on November 7, 1967. The City operates under a Council-Manager form of government as authorized by its charter. The City provides the following services: public safety (police and fire), street maintenance, water treatment and distribution, wastewater and storm drainage transmission, parks and recreation, cemetery, planning and development, public improvements, historic preservation and general administrative services.

The accounting policies of the City conform to generally accepted accounting principles (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies:

A. Reporting Entity

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 Golden (the primary government) and its component units. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City:

Blended Component Units

The Golden Downtown General Improvement District (GDGID) (Special Revenue Fund) was established by City ordinance on May 12, 1963, for the purpose of constructing certain parking improvements in and around the Golden downtown area. Although it is legally separate from the City, the Golden Downtown General Improvement District is reported as if it were part of the primary government because the City Council is the Board of Directors for GDGID. Additionally, the City provides financial support to GDGID.

The Golden Capital Leasing Corporation (GCLC) was established by City ordinance on December 8, 2005, for the purpose of issuing Certificates of Participation for the construction of municipal shop facilities and fire station #1. The majority of its board is comprised of City staff that is appointed by City Council and City staff is responsible for operations of GCLC. Although it is legally separate from the City, GCLC is reported as if it were part of the primary government because it provides services solely to the City. GCLC has no financial balances or transactions outside of those reported by the City, and therefore, are not reported separately in the financial statements. GCLC does not issue separate financial statements.

The Downtown Development Authority (DDA) (Special Revenue Fund) accounts for monies received from the City of Golden and from collection of incremental sales and property tax revenues generated within the DDA boundaries. Expenditures are used to provide economic development support in and around the Golden downtown area. While the DDA is a separate legal entity from the City, it is blended with the City's financial statements per the requirements of state statute that the City control its budget. City Council appoints the DDA Board of Directors and must approve the annual budget. Additionally, the City provides financial support to DDA and DDA provides its services primarily to the City.

Discretely Presented Component Unit The component unit column in the government-wide financial statements includes the financial data of the Golden Urban Renewal Authority (GURA); the City's only other component unit. It is reported in a separate column to emphasize that it is legally separate from the City. However, all nine members of GURA's governing body are appointed by the Mayor and the diversion of incremental sales



CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2017

taxes from the City to GURA constitutes a financial burden on the City. GURA was established in accordance with Colorado State Statute by City resolution on June 26, 1989, for the purpose of revitalizing the downtown core. GURA does not issue separate financial statements.

B. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide and Fund Financial Statements The City's government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present financial information for the City as a whole, excluding fiduciary activity. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

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

The government-wide financial statements are presented with an economic resources measurement focus and the accrual basis of accounting, as are the proprietary and trust fund financial statements. Accordingly, all of the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources, including capital assets, as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, intergovernmental revenues and other taxes. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

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



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

Sales and Use Tax Capital Improvement Fund This fund accounts for revenues collected from a 1-cent sales and use tax restricted for capital improvements by citizen election.

Proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities and deferred inflows of resources (whether current or non-current) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred. Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. The City also recognizes as operating revenue in the Water Fund the portion of tap fees intended to recover the cost of connecting new customers to the system. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The City reports the following major proprietary funds:

Water Fund This fund accounts for all activities necessary for the provision of water services to City residents.

Wastewater Fund This fund accounts for all activities necessary for the provision of wastewater (sewer) services to City residents.

Drainage Fund This fund accounts for capital improvements for storm water drainage funded by a charge for all impervious property within City limits.

Fossil Trace Golf Course Fund This fund accounts for all activities necessary for the operation of the City's golf course.

Community Center Fund This fund accounts for all activities necessary for the operation of the City's community center.

Additionally, the City reports the following fund types:

Internal Service Funds These funds account for the risk management, information technology and fleet management services provided to other departments or agencies of the City on a cost reimbursement basis.

Certain eliminations have been made in regard to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

Reconciliation of the Governmental Fund financial statements to the Government-Wide financial statements is provided within the statements to explain the differences created by the integrated approach of GASB Statement No. 34.

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



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

C. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 each year. Taxes are payable in two installments, on February 28 and June 15, or in total on April 30. Property taxes are billed and collected by Jefferson County, Colorado. Taxes for the following year are levied January 1 and are recorded as a receivable with a corresponding offset to deferred inflows of resources at December 31.

D. Budgets and Budgetary Accounting

The City follows these procedures each year in establishing the budget as reflected in the financial statements:

1. In early fall, the City Manager submits to City Council a proposed operating and capital budget for the fiscal year commencing the following January 1. The budget is prepared by fund, department and division and includes actual data from the prior year, current year budget, revenue estimates and requested appropriations. City departments are subject to this Council-appropriated budget exclusively. No other budget is utilized.
2. The City Council holds public hearings at regular Council meetings to obtain taxpayer comments prior to adoption.
3. On or before December 15, the budget is legally enacted and the required mill levy is adopted through the passage of a resolution. The mill levy is then certified to the County Commissioners.
4. On or before December 31, the expenditures are appropriated for the ensuing year. The appropriation is at the total fund level and lapses at year end.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Capital Projects Funds, Permanent Fund and the Proprietary Funds.
6. Budgets for the General, Special Revenue, Capital Projects (except for the Sales and Use Tax Fund), and Permanent Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP). The budgets for the Proprietary Funds are adopted on a basis consistent with GAAP except that capital expenditures and debt principal are treated as expenditures, and depreciation is not budgeted. The budgets for the Sales and Use Tax Fund is adopted on an available resources basis. This is in accordance with Colorado Budget Law.
7. Management may approve budget revisions except those that change total appropriations at the fund level. Appropriations revising the total expenditures of any fund must be approved by the City Council.
8. Colorado Budget Law and the Golden City Charter require that expenditures of a fund not exceed the appropriations for that fund. Appropriations for contingencies may not be expended or transferred except by ordinance approved by City Council.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2017

E. Cash and Investments

For purposes of the statement of cash flows, the City defines cash and cash equivalents as amounts in demand deposits as well as short-term, highly liquid investments with original maturities of three months or less. Cash equivalents are both readily convertible to cash and are so near their maturity that they present insignificant risk of change in value due to interest rate changes. Investments are stated at fair value and amortized cost.

F. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "interfund receivables" or "interfund payables" on the balance sheet. Residual balances between governmental activities and business-type activities are reported as internal balances on the statement of net position.

G. Inventories

In governmental-type funds, inventories (when they exist) are valued at cost using the first-in, first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed, rather than when purchased. In proprietary-type funds, inventories are valued at the lower of cost or market using the FIFO method.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond the fiscal year-end are recorded as prepaid items. Prepaid items are recorded as expenditures when consumed rather than when purchased. Prepaid items are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

I. Capital Assets

All purchased capital assets are valued at cost where historical records are available, or at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated acquisition value on the date received. The City's policy is to record all assets over \$5,000. Interest costs for governmental funds are expensed as incurred and therefore, not capitalized. Significant interest costs in proprietary funds are capitalized.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. All public domain ("infrastructure") capital assets consisting of roads, streets and sidewalks, bridges, drainage systems, and lighting and traffic signal systems are capitalized as a separate category.

Assets are depreciated using the straight-line method. Depreciation expense is reflected as an operating expense in the government-wide statement of activities.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

Estimated useful lives for asset types are as follows:

Land Improvements	20 years
Buildings	45 years
Machinery, Equipment and Vehicles	5 to 20 years
Infrastructure	20 to 45 years
Water Line Infrastructure	70 years
Sewer Line Infrastructure	80 years

J. Deferred Outflows of Resources

The City reports deferred outflows of resources, which are future decreases in net position or fund equity that relate to future periods, in a separate section of its government-wide and proprietary funds statements of net position or governmental fund balance sheet. The City has deferred losses on refunding bonds that will be amortized over time. The City also reports certain items in this category related to its defined benefit pension plan (Note 9).

K. Deferred Inflows of Resources

The City's governmental activities and governmental fund financial statements report a separate section for deferred inflows of resources, which are future increases in net position or fund equity that apply to future periods. The City will not recognize the related revenue until a future event occurs. The City has two types of items which occur related to revenue recognition. The first occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year. The second type occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the City's year) under the modified accrual basis of accounting. The City also reports certain items in this category related to its defined benefit pension plan (Note 9).

L. Compensated Absences

City employees are allowed to accumulate unused vacation leave, compensatory time and vested sick leave. Employees are limited in the amount of vacation time they are allowed to accrue, depending on years of service. Sick leave may accrue to 480 hours. If more than 480 hours of sick leave is accrued, it must be converted to retirement health savings at the rate of 3 for 1. These compensated absences are recognized as current salary costs when earned in the proprietary fund types and when due in the government fund types. A long-term liability has been recorded in the government-wide financial statements for the accrued compensated absences. The liability includes the related FICA and pension benefits.

M. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums and discounts are deferred and amortized over the life of the debt using the straight-line method, which approximates the effective interest method.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures/expenses.

CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

N. Net Pension Liability

The City reports a net pension liability for its unfunded pension liability (see Note 9).

O. Fund Balances

In the government-wide financial statements, net position is restricted when constraints placed on the net position are externally imposed. In the fund financial statements, the governmental fund balance is presented in five possible categories:

- a) Nonspendable—resources which cannot be spent because they are either 1) not in spendable form or; 2) legally or contractually required to be maintained intact.
- b) Restricted—resources with constraints placed on the use of resources which are either 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or 2) imposed by law through constitutional provisions or enabling legislation.
- c) Committed—resources which are subject to limitations the City imposes upon itself by action of the City Council. Commitments may be established, modified, or rescinded only through ordinances approved by City Council.
- d) Assigned—resources neither restricted nor committed for which a City has a stated intended use as established by the City Council or the City Manager to which the City Council has delegated the authority to assign amounts for specific purposes pursuant to the budgetary and fund balance policies.
- e) Unassigned—resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless City Council has provided otherwise in its commitment or assignment actions.

P. Summarized Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, complete comparative data has not been reported since its inclusion would make the financial statements unduly complex and difficult to read.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

NOTE 2: DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by all funds of the City.

Cash and investments at December 31, 2017, consisted of the following:

Petty Cash	\$ 7,770
Deposits	3,931,081
Investments	27,660,557
Total	<u>\$ 31,599,408</u>

Cash and investments are reported in the financial statements as follows:

Primary Government Cash and Investments	\$ 28,037,006
Primary Government Restricted Cash and Investments	1,323,533
Component Unit Cash and Investments (the Authority)	2,238,869
Total	<u>\$ 31,599,408</u>

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible depositories. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held. Each eligible depository with deposits in excess of the insured levels must pledge a collateral pool of defined eligible assets maintained by another institution or held in trust for all of its local government depositors as a group with a fair value equal to at least 102 percent of the uninsured deposits. The State Regulatory Commission for banks and savings and loan associations are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. The carrying amount of the cash deposits are \$1,692,212 and \$2,238,869 at December 31, 2017 for the City and the Authority respectively.

Cash and Investments

The City's investment policies generally require the investment activities to be in accordance with State Statutes. The policy further defines authorized investments for use by the City as follows: certificates of deposit, government obligations and securities, repurchase agreements, commercial paper, corporate notes and bonds, bankers' acceptances, certain money market and mutual funds, and local government investment pools.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

At December 31, 2016, the City had the following investments:

Investment Type	S&P Rating	Investment Maturities (in Years)		Fair Value
		Less Than 1 Year	1 - 5 Years	
CSAFE Investment Pool	AAAm	\$ 8,494,559	\$ -	\$ 8,494,559
Corporate Bonds	AA+	499,790	-	499,790
Corporate Bonds	AA	499,875	-	499,875
Corporate Bonds	AA-	999,533	1,555,768	2,555,301
Corporate Bonds	A+	997,406	496,925	1,494,331
Commercial Paper	A-1	798,819	-	798,819
International	AA-	999,382	1,477,891	2,477,273
International	A+	-	501,553	501,553
U.S. Treasury Notes	AA+	2,491,192	1,162,721	3,653,913
FHLB	AA+	-	599,292	599,292
FHLMC	AA+	500,000	2,127,570	2,627,570
FFCB	AA+	499,660	495,290	994,950
FNMA	AA+	-	1,961,919	1,961,919
Certificates of Deposit	NR	501,412	-	501,412
Total		<u>\$ 17,281,628</u>	<u>\$ 10,378,929</u>	<u>\$ 27,660,557</u>

Credit Risk – State statute limits investments in commercial paper so that at the time of purchase, it is rated in its highest rating category and corporate bonds must be at least AA- or Aa3 by two or more nationally recognized organizations (NRSROs). It is the City’s policy to limit investments at the time of purchase in these types of instruments to ratings of at least A1 and A+ respectively. The City also requires that U.S. Agency Securities have the highest possible rating. Money Market Funds must have a rating of AAAm, AAA or AAA/V-1.

Interest Rate Risk – State statute limits investments in U.S. Agency Securities to a maximum 5 year maturity and Corporate Bonds to 3 years. The City of Golden is a Home Rule City and its investment policy is less restrictive than the State statutes and allows investments in Corporate Bonds with maturities not exceeding five years from the date of trade settlement.

Custodial Risk – At December 31, 2017, the City’s investments were held in safekeeping at Wells Fargo Brokerage Services. To be eligible for designation as the City’s safekeeping and custodian bank, a financial institution shall qualify as a depository of public funds in the State of Colorado as defined in CRS 24-75-603 et seq. and be a Federal Reserve member financial institution. Furthermore, the City prefers the financial institution to have a Highline Data Bank Credit Rating of 30 or higher, Wells Fargo’s rating as of December 31, 2017 was 45.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

Concentration of Credit Risk – State statutes generally do not limit the amount the City may invest in one issuer. At December 31, 2017, the City’s investment in FHLMC and FNMA represented 9.50% and 7.09% of total investments respectively.

Local Government Investment Pool – At December 31, 2017, the City had \$8,494,559 invested in the Colorado Surplus Asset Fund Trust (CSAFE), an investment vehicle established by State statute for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces the requirements of creating and operating CSAFE. CSAFE operates similarly to money market funds and each share is equal in value to \$1.00. CSAFE is rated AAAM by Standard and Poor’s. Investments are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian’s internal records identify the investments owned by the participating governments. The City’s investment in CSAFE is measured at amortized cost.

Restricted Cash and Investments

Cash and investments of \$295,589, \$335,396 and \$175,000 representing debt service required reserves, are restricted in the Water Enterprise Fund and Drainage Enterprise Fund respectively, and \$517,548 representing escrow deposits held by the City are restricted in the General Fund.

Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The City has the following fair value measurements as of December 31, 2017:

Investments by Fair Value Level	12/31/2017	Fair Value Measurement Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Treasury Notes	\$ 3,653,913	\$ 3,653,913	\$ -	\$ -
Commercial Paper	798,819	-	798,819	-
Mortgage-Backed Securities	6,183,731	-	6,183,731	-
Corporate Bonds	8,028,123	-	8,028,123	-
Certificates of Deposit	501,412	-	501,412	-
Total Investments Measured at Fair Value Level	<u>\$ 19,165,998</u>	<u>\$ 3,653,913</u>	<u>\$ 15,512,085</u>	<u>\$ -</u>

For investments categorized as Level 1, prices are determined using quoted prices in active markets for identical securities. For investments categorized as level 2, prices are determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use by pricing a security and are developed based on market data obtained from sources independent of the reporting entity. These may include quoted market prices for similar assets, quotes prices for identical or similar assets in markets that are not active or other quotes prices that are not observable. For investments categorized as Level 3, prices are determined using inputs that are unobservable, of which the City has none for the year ended December 31, 2017.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

NOTE 3: INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of inter-fund balances as of December 31, 2017, is as follows:

	Payable Fund:		
	Sales & Use Tax Capital Imp. Fund	Open Space Fund	Total
Receivable Fund:			
General Fund	\$ 1,350,524	\$ 40,000	\$ 1,390,524
Cemetery Perpetual Care Fund	1,125,436		1,125,436
Total	<u>\$ 2,475,960</u>	<u>\$ 40,000</u>	<u>\$ 2,515,960</u>

The composition of interfund receivables and payables are;

- 1) The balance of an advance from the General Fund and the Cemetery Perpetual Care Fund is for the solar project. The Sales and Use Tax Fund will repay the advance. The Sales and Use Tax Fund is paying interest annually to the General Fund and Cemetery Perpetual Care Fund that is calculated based on the annualized return year-to-date net of fees of the Insight Investment portfolio. The interest rate for 2017 was .98%.
- 2) A loan from the General Fund to the Open Space Fund to cover a temporary negative cash position as of December 31, 2017.

Interfund Transfers:

	Transfers Out:						
	General Fund	Sales and Use Tax Capital Fund	Water Fund	Wastewater Fund	Fossil Trace Golf Course Fund	Other Governmental Funds	Internal Services Funds
Transfers In:							
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 120,510	\$ -
Sales and Use Tax Capital Improvement Fund	1,000,000	-	-	-	700,000	259,980	-
Community Center Fund	310,000	70,700	-	-	-	-	46,224
Other Governmental Funds	922,468	1,646,721	-	-	-	-	-
Nonmajor Proprietary Funds	350,000	-	-	-	-	-	-
Internal Service Funds	169,525	-	13,200	8,800	-	-	-
Total	<u>\$ 2,751,993</u>	<u>\$ 1,717,421</u>	<u>\$ 13,200</u>	<u>\$ 8,800</u>	<u>\$ 700,000</u>	<u>\$ 380,490</u>	<u>\$ 46,224</u>



CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2017

Transfers are used to;

- 1) Move revenues from the Open Space Fund and Fossil Trace Golf Course Fund for proportionate share of debt obligations to the Sales and Use Tax Capital Improvement Fund, which is responsible for the payment of principal and interest on outstanding debt.
- 2) Move unrestricted funds from the General Fund to the Community Center Fund and Museum Fund to assist with costs not covered by charges for services.
- 3) Move funds from the Open Space Fund to cover ongoing maintenance of parks, trails and open space in the General Fund.
- 4) Move revenues from the Sales and Use Tax Capital Improvement Fund to the Capital Programs Fund for use in on-going capital projects.
- 5) Move unrestricted funds from the General Fund to the Sales and Use Tax Capital Improvement Fund for capital projects.
- 6) Move revenues from the Medical Benefit Fund to the Community Center Fund for employee annual passes as part of the City's wellness program.
- 7) Move unrestricted funds from the General Fund to the Fleet Fund to cover the purchase of additional police vehicles.
- 8) Move unrestricted funds from the General Fund to the DDA Fund to provide initial financial support.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

NOTE 4: CAPITAL ASSETS

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

	Balance 12/31/2016	Transfers In	Additions	Deletions	Balance 12/31/2017
Governmental Activities					
Capital Assets, Not Being Depreciated					
Land	\$ 12,290,543	\$ -	\$ 840,257	\$ 404,610	\$ 12,726,190
Construction in Progress	6,576,429	-	1,004,661	6,364,110	1,216,980
Artwork	926,714	-	40,132	-	966,846
Total Capital Assets, Not Being Depreciated	19,793,686	-	1,885,050	6,768,720	14,910,016
Capital Assets, Being Depreciated					
Land Improvements	20,355,198	5,287	2,743,709	46,725	23,057,469
Buildings	17,620,695	-	1,832,976	-	19,453,671
Vehicles	8,986,010	-	1,113,687	913,567	9,186,130
Machinery and Equipment	11,908,353	-	909,766	318,451	12,499,668
Infrastructure	63,450,506	-	7,055,794	974,257	69,532,043
Total Capital Assets, Being Depreciated	122,320,762	5,287	13,655,932	2,253,000	133,728,981
Total Capital Assets	142,114,448	5,287	15,540,982	9,021,720	148,638,997
Less Accumulated Depreciation For					
Land Improvements	10,491,345	639	923,473	46,725	11,368,732
Buildings	6,918,156	-	492,377	-	7,410,533
Vehicles	6,278,879	-	843,408	807,461	6,314,826
Machinery and Equipment	7,078,039	-	717,829	222,536	7,573,332
Infrastructure	20,369,738	-	1,849,263	374,979	21,844,022
Total Accumulated Depreciation	51,136,157	639	4,826,350	1,451,701	54,511,445
Total Capital Assets, Being Depreciated, Net	71,184,605	4,648	8,829,582	801,299	79,217,536
Total Capital Assets, Net	\$ 90,978,291	\$ 4,648	\$ 10,714,632	\$ 7,570,019	\$ 94,127,552

The transfers reported are for assets paid for by the business-type funds to be used in the governmental-type operations.

CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

	Balance 12/31/2016	Transfers Out	Additions	Deletions	Balance 12/31/2017
Business-Type Activities					
Capital Assets, Not Being Depreciated					
Land	\$ 7,328,813	\$ -	\$ -	\$ -	\$ 7,328,813
Construction in Progress	2,400,069	-	1,037,810	2,200,070	1,237,809
Water Rights	14,779,180	-	-	-	14,779,180
Artwork	6,835	-	-	-	6,835
Total Capital Assets, Not Being Depreciated	24,514,897	-	1,037,810	2,200,070	23,352,637
Capital Assets, Being Depreciated					
Land Improvements	21,156,027	5,287	-	-	21,150,740
Buildings	29,696,609	-	161,023	100,000	29,757,632
Machinery and Equipment	11,119,620	-	1,557,579	981,745	11,695,454
Infrastructure	90,285,489	-	1,603,081	99,237	91,789,333
Total Capital Assets, Being Depreciated	152,257,745	5,287	3,321,683	1,180,982	154,393,159
Total Capital Assets	176,772,642	5,287	4,359,493	3,381,052	177,745,796
Less Accumulated Depreciation For					
Land Improvements	12,336,081	639	904,847	-	13,240,289
Buildings	11,099,490	-	646,858	59,586	11,686,762
Machinery and Equipment	5,676,885	-	684,252	918,779	5,442,358
Infrastructure	31,524,030	-	1,802,913	76,904	33,250,039
Total Accumulated Depreciation	60,636,486	639	4,038,870	1,055,269	63,619,448
Total Capital Assets, Being Depreciated, Net	91,621,259	4,648	(717,187)	125,713	90,773,711
Total Capital Assets, Net	\$ 116,136,156	\$ 4,648	\$ 320,623	\$ 2,325,783	\$ 114,126,348



CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2017

	<u>Balance</u> <u>12/31/2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/2017</u>
Component Unit Activities				
Capital Assets, Being Depreciated				
Office Equipment	14,365	-	14,365	-
Signage	16,980	-	16,980	-
Total Capital Assets,				
Being Depreciated	31,345	-	31,345	-
 Less Accumulated Depreciation For				
Office Equipment	14,365	-	14,365	-
Signage	16,980	-	16,980	-
Total Accumulated Depreciation	31,345	-	31,345	-
 Total Capital Assets,				
Being Depreciated, Net	-	-	-	-
 Total Capital Assets, Net	\$ -	\$ -	\$ -	\$ -



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

Depreciation expense was charged to programs of the primary government as follows:

Governmental Activities

General Government	\$	325,579
Police		99,608
Fire		292,340
Public Works		2,293,094
Parks and Recreation		740,121
Internal Service Funds		
Fleet Service		944,924
Information Technology		130,684
Total Governmental Activities	\$	<u>4,826,350</u>

Business-Type Activities

Water	\$	1,625,559
Wastewater		405,501
Drainage		437,678
Golf Course		735,938
Community Center		361,911
Splash Aquatic Park		228,260
Cemetery Operations		32,341
Rooney Road Sports Complex		178,721
Museum		32,957
Total Business-Type Activities	\$	<u>4,038,866</u>

NOTE 5: CONSTRUCTION COMMITMENTS

As of December 31, 2017, the City has several construction projects in progress. These include on-going road and pedestrian projects, and other Parks and Recreation projects.

Public Works Construction Projects	\$	1,184,309	\$	3,838,566	\$	5,022,875
Parks and Recreation On-going Projects		470,061		652,824		1,122,885
City Hall Improvements		30,631		74,369		105,000
Police/Fire Software		35,620		467,045		502,665
Total	\$	<u>1,720,621</u>	\$	<u>5,032,804</u>	\$	<u>6,753,425</u>



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

NOTE 6: LONG-TERM DEBT

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

	Balance 12/31/16	Additions	Payments/ Reductions	Balance 12/31/17	Due within one year
Governmental-Type Activities					
Revenue Bonds	\$ 8,630,000	\$ -	\$ 2,030,000	\$ 6,600,000	\$ 2,100,000
Premium	673,184	-	199,185	473,999	-
Discount	(40,406)	-	(10,095)	(30,311)	-
Certificates of Participation	8,795,000	-	815,000	7,980,000	830,000
Compensated Absences	1,253,757	1,632,009	1,565,313	1,320,452	25,000
Total	\$ 19,311,535	\$ 1,632,009	\$ 4,599,403	\$ 16,344,140	\$ 2,955,000

Compensated absences are expected to be liquidated primarily with revenues of the General Fund.

	Balance 12/31/16	Additions	Payments/ Reductions	Balance 12/31/17	Due within one year
Business-Type Activities					
Revenue Bonds	\$ 5,655,000	\$ -	\$ 900,000	\$ 4,755,000	\$ 850,000
Premium	17,533	-	5,845	11,688	-
Compensated Absences	312,434	459,186	396,388	375,232	67,541
Total	\$ 5,984,967	\$ 459,186	\$ 1,302,233	\$ 5,141,920	\$ 917,541

Revenue Bonds

The City issued revenue bonds in its Sales and Use Tax Capital Improvement Fund, Water Utility Enterprise Fund and Drainage Utility Enterprise Fund to provide funds for major capital acquisitions and construction. Sales and Use Tax Refunding Revenue bonds pledge 1-cent of the City's 3-cent sales tax for debt service. During the year ended December 31, 2017, pledged sales and use tax revenues of \$7,459,808 were available to pay annual debt service of \$2,405,150. Remaining Sales and Use Tax Revenue Bonds debt service at December 31, 2017 was \$7,225,123. The Drainage Utility Refunding Bonds pledge drainage utility fees for payment of debt service; net drainage utility revenues of \$812,361 were available to pay annual debt service of \$329,700. Remaining Drainage Utility Refunding Bond debt service at December 31, 2017 was \$506,000. The Water Revenue Bonds pledge water utility fees for payment of debt service. During the year ended December 31, 2017, net water revenues of \$1,391,441 were available to pay annual debt service of \$706,887. Remaining Water Revenue Bond debt service at December 31, 2017 was \$4,673,315.

CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

Revenue bonds outstanding at December 31, 2017, are as follows:

2010 Sales and Use Tax Refunding Revenue Bonds; interest ranging from 2.5% to 5.0% payable semiannually; bond principal payable annually beginning in 2010 with final payment in 2020.	\$ 6,600,000
2009 Drainage Utility Enterprise Revenue Refunding Bonds; interest ranging from 2.0% to 4.0% payable semiannually; bond principal payable annually beginning in 2009 with final payment in 2019.	480,000
2013 Water Revenue Bonds; interest 2.45% payable semiannually; bond principal payable annually beginning in 2014 with final payment in 2022.	1,545,000
2015 Water Revenue Bonds; interest 2.03% payable semiannually; bond principal payable annually beginning in 2016 with final payment in 2025	<u>2,730,000</u>
Total Revenue Bonds	<u>\$ 11,355,000</u>

The following schedule represents the City's debt service requirements to maturity for outstanding revenue bonded debt at December 31, 2017:

Year Ending December 31	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2018	\$ 2,100,000	\$ 308,000	\$ 850,000	\$ 112,471
2019	2,200,000	213,500	715,000	88,080
2020	2,300,000	103,500	555,000	69,188
2021	-	-	565,000	56,871
2022	-	-	870,000	44,331
2023-2027	-	-	1,200,000	53,389
	<u>\$ 6,600,000</u>	<u>\$ 625,000</u>	<u>\$ 4,755,000</u>	<u>\$ 424,330</u>



CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2017

Certificates of Participation

In March, 2006, the City entered into an annually-renewable lease purchase agreement with Golden Capital Leasing Corporation (GCLC) for the purpose of financing City shop facilities and improvements to a fire station. Certificates of Participation in the lease, representing assignments of GCLC's interest in the City's rental payments, were sold to investors, with the net proceeds of \$14,360,000 being used for construction of the improvements. GCLC also assigned its interest in the leased property to the trustee for the Certificate holders. While the lease does not constitute an indebtedness of the City for state law purposes because it is subject to annual appropriation, it is treated as a capital lease for financial reporting purposes pursuant to generally accepted accounting principles applicable to governmental units. The rentals under the lease consist of separately identified principal and interest components. Payments of the principal component are due semiannually on December 1, through 2026. The interest component accrues at rates ranging from 4.0% to 4.5% and is payable semiannually on June 1 and December 1. The City issued \$8,655,000 of Certificates of Participation in December of 2016, to current refund the remaining 2006 COPs, realizing a present value savings of \$1,221,075 and a total savings of \$1,325,788 on the transaction.

The following schedule represents the City's debt service requirements to maturity for outstanding certificates of participation debt at December 31, 2017:

Year Ending December 31	Governmental Activities	
	Principal	Interest
2018	\$ 830,000	\$ 128,478
2019	845,000	115,115
2020	860,000	101,510
2021	870,000	87,665
2022	885,000	73,658
2023-2026	3,690,000	149,730
	<u>\$ 7,980,000</u>	<u>\$ 656,156</u>

Net book value of capital assets acquired as part of the Certificates of Participation are as follows:

Asset Type	Governmental Activities
Land Improvements	\$ 2,471,796
Building and Building Improvements	6,325,632
Furniture & Fixtures	61,244
Total	<u>\$ 8,858,672</u>



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

NOTE 7: POLICE SEIZURE FUNDS

The Colorado Contraband Forfeiture Act allows law enforcement agencies to retain proceeds from the seizure of contraband. The law further provides that these funds are not subject to appropriation by City Council. The City of Golden Police Department may spend the funds of law enforcement activities at its discretion. On December 31, 2017, the City had \$15,335 in trust for police seizure funds, which was recorded as unearned revenue in the General Fund.

NOTE 8: COMMITMENTS AND CONTINGENCIES

A. Water and Sewage Treatment Agreement with the Adolph Coors Company

The City entered into an agreement with the Adolph Coors Company (Coors) on December 27, 1979, whereby the City of Golden and Coors agreed to maximize the use of and yield from its respective Clear Creek water rights and minimize cash outlay by the City. Coors treats all of the City's sewage deliverable to the Coors wastewater treatment system and the City provides Coors as much developed nontributary or reusable storage water as possible. This agreement has been modified by subsequent amendments and, in general, provides that the amount of payment Coors receives, whether by the provision of water or by the payment of money for the provision of sewage treatment and disposal, shall be determined by component prices as originally accepted and adjusted quarterly. The adjustment is made on the basis of the value of money at the adjustment date as reflected by the consumer price index of the U.S. Department of Commerce. The term of this agreement extends for so long as Coors continues to operate a brewery near Golden, Colorado. In the unlikely event that Coors should not maintain a brewery near the City, the City would be obligated to purchase the wastewater treatment system from the company. For the year ended December 31, 2017, the City sold \$564,658 of water under this agreement and incurred \$470,683 in sewage treatment expense. The City reflects the revenue from these transactions in its Water Enterprise Fund and the expense in its Wastewater Enterprise Fund.

B. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City uses Internal Service Funds to account for these various risks. Property and liability self-insurance is accounted for in the Insurance Fund. The Medical Benefit Plan Fund accounts for self-insurance of employee medical claims. The Workers' Compensation Insurance Fund accounts for employee workers' compensation claims. Each fund reduces loss exposure by purchasing individual and aggregate stop-loss insurance. On December 31, 2017 there were claims liabilities of \$21,215 in the Insurance Fund, \$74,457 in the Workers' Compensation Insurance Fund, and \$229,999 in the Medical Benefit Plan Fund which reflect incurred but not reported claims that may be expected to be paid out of future resources but represent liabilities to the fund in the current year. Each reserve was computed based on a historical review of claim experience.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

Changes in claims payable for the years ended December 31, 2016, and 2017, were as follows:

	Property & Liability Insurance	Medical Benefit Plan	Workers' Compensation Insurance
Claims Payable 12/31/2015	\$ 5,950	\$ 252,398	\$ 118,477
2016 Claims and Changes in Estimate	127,100	2,105,437	119,532
Claim Payments	(101,120)	(2,145,092)	(129,932)
Claims Payable 12/31/2016	31,930	212,743	108,077
2017 Claims and Changes in Estimate	202,185	2,050,280	86,111
Claim Payments	(212,900)	(2,033,024)	(119,731)
Claims Payable, 12/31/2017	\$ 21,215	\$ 229,999	\$ 74,457

The City self-insures for health benefit claims up to a maximum of \$75,000 per claim and up to an annual aggregate of \$2,000,000. Insurance policies have been purchased to cover losses above these limits. Settled claims have not exceeded this coverage in any of the past three fiscal years.

The City participates in the Colorado Intergovernmental Risk Sharing Agency (CIRSA) for property, liability and workers' compensation coverage. CIRSA is a separate and legal entity that was formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-10-115.5, 29-1-201 et. seq., 29-13-102, 84-44-101(1)(c) and (3), and 84-44-204, C.R.S., as amended, and Colorado Constitution, Article XIV, Section 18(2). Membership is generally restricted to Colorado municipalities that are members of the Colorado Municipal League.

The purposes of CIRSA are to provide property, liability and workers' compensation coverages and related services for its member municipalities through joint self-insurance and excess insurance.

It is the intent of the members of CIRSA to create an entity in perpetuity that will administer and use funds contributed by the members to defend and indemnify, in accordance with the Bylaws, any member of CIRSA against stated liability or loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverages at reasonable costs.

All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. The board of directors may credit member municipalities' future contributions in the event of a surplus. Although it has never occurred, CIRSA member municipalities are subject to a supplemental assessment in the event of a deficiency.

The deductible paid by the City for property and liability per occurrence is \$5,000 and \$100,000, respectively. The auto liability deductible is \$50,000 and the auto physical damage deductible is \$2,500 per occurrence.

The deductible paid by the City for workers' compensation in each incident is \$100,000. The excess of loss contract for workers' compensation coverage limits CIRSA's per occurrence exposure to \$400,000 and provides coverage to statutory limits for the State of Colorado. The statutory limit for employer liability is \$1,000,000.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

D. Litigation

The City is a defendant in several lawsuits. The City attorney estimates that the potential claims against the City not covered by insurance resulting from such litigation would not materially affect the financial statements of the City.

NOTE 9: RETIREMENT COMMITMENTS

A. City of Golden Police and Fire Pension Plan

The City of Golden contributes to a single-employer defined contribution money purchase plan on behalf of certain designated police and fire department employees who have reached the age of 21-years and are full-time, paid, sworn police officers or who are full-time, paid firefighters. The City contributes 13% and employees contribute 10% of the employee's base salary. This contribution rate and other provisions are established and may be amended by City Council. During the year ended December 31, 2017, the City's pension contribution was \$692,266. The five-year vesting schedule is as follows: 0% at 1 year full-time service; 40% at 2 years; 60% at 3 years; 80% at 4 years; and 100% at 5 years. In 1988, an amendment was made to the Plan Document to incorporate loans as an investment option. Participants may borrow up to 50% of vested balances as an investment option. Loans outstanding at December 31, 2017, are \$269,607. Authority for establishing or amending the plan's provisions rests with the City Council.

All of the Police and Fire Pension Plan investments as of December 31, 2017 totaling \$22,709,553 are managed and administered by the International City Managers Association Retirement Corporation and are invested in mutual funds.

B. City of Golden City Pension Plan

All City employees outside of sworn Police and Fire personnel participate in social security. Additionally, the City of Golden contributes to a single-employer defined contribution money purchase plan on behalf of all full-time permanent employees outside of the Police and Fire departments. The City contributes 5% and employees contribute 2% of the employee's base salary. The City also contributes a matching percentage for employees that participate in the deferred compensation plan up to 3%. The contribution rates and other provisions are established and may be amended by City Council. During the year ended December 31, 2017, employees and the City made the required contributions to the plan of \$205,938 and \$766,097 respectively. The vesting schedule is as follows: a plan participant will be vested 20% from the date of hire, 40% after one full year of service, 60% after two full years of service, 80% after three full years of service and 100% after four full years of service for the City's contribution. Additionally, loans to participants of up to 50% of vested balances are available for hardship withdrawals. Loans outstanding at December 31, 2017, are \$223,146. Authority for establishing or amending the plan's provisions rests with the City Council.

All of the City Pension Plan cash and investments as of December 31, 2017 totaling \$18,019,557 are managed and administered by the International City Managers Association Retirement Corporation and are invested in mutual funds.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

C. City of Golden Volunteer Firefighters Pension Plan

Plan Description - The City has established an agent multi employer defined benefit pension plan for volunteer firefighters as authorized by State of Colorado statute. The plan is administered by the Fire and Police Pension Association (FPPA). Any firefighter who has both reached the age of 50 and completed 20 years of active service shall be eligible for a monthly pension. The Plan has 80 retirees and beneficiaries; 7 inactive and non-retired and 31 active, for a total of 118 members. Vesting for reduced monthly pension benefits begins at 10 years of service, with full pension after 20 years. A firefighter who is disabled in the line of duty and whose disability is considered permanent shall be compensated in an amount determined by the Board of Trustees to be reasonable and proper considering the financial condition of the fund. The plan also provides for a lump-sum burial benefit upon the death of an active or retired firefighter. Spouses of deceased firefighters may receive benefits as authorized by State statute. Effective January 1, 2011, the plan was closed to new volunteer firefighters. The annual financial report of FPPA may be obtained by contacting FPPA at www.fppaco.org.

Funding Policy - The Volunteer Firefighters Pension Plan receives contributions from the City in an amount not to exceed one-half mill of property tax revenue. As established by the Legislature, the State of Colorado contributes up to 90% of the City's contribution and the City recognizes the State's contribution as an on-behalf payment of fringe benefits. The contributions are not actuarially determined. An actuary is used to determine the adequacy of contributions. The actuarial study as of January 1, 2016, indicated that the current levels of contributions to the fund are not adequate to support the prospective benefits for the present plan on an actuarially sound basis. The City has since increased its annual contribution.

Contributions - For the year ended December 31, 2017, the City and State actual contributions were \$150,000 and \$77,940, respectively. The required contribution was determined as part of the January 1, 2017, actuarial valuation using the entry age normal cost method.

Actuarial assumptions included the following:

- Interest rate – 7.5% per annum, compounded annually, net of operating expenses
- Inflation rate – 2.5%
- Retirement - Age 50 and 20 years of service, minimum vesting at 10 years
- Disability - Graduated rates for all disabilities
- Mortality – RP-2014 Mortality Tables for Blue Collar Employees
- Separation - Graduated rates for all withdrawals
- Marital Status - 90% married
- Asset Valuation – Five year smoothed fair value method

Based on an amortization period of 20 years using the level dollar method on an open basis, the plan's expected contributions exceed the amount recommended to eliminate the unfunded actuarial accrued liability. For 2018, the City budgeted to increase the contribution to the recommended amount, with the annual contributions made from the General Fund.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.

At December 31, 2017, the City reported a net pension liability of \$2,178,119. The net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

determined by an actuarial valuation as of December 31, 2016. Standard update procedures were used to roll forward the total pension liability to December 31, 2016.

For the year ended December 31, 2017, the City recognized the following changes in the net pension liability:

Measurement period ending December 31,	<u>2016</u>	<u>2015</u>
Total Pension Liability		
Service Cost	\$ 39,930	\$ 39,930
Interest on the Total Pension Liability	346,870	346,874
Difference between Expected and Actual Experience	7,968	-
Assumption Changes	127,898	-
Benefit Payments	<u>(393,525)</u>	<u>(380,417)</u>
Net Change in Total Pension Liability	129,141	6,387
Total Pension Liability - Beginning	<u>4,798,538</u>	<u>4,792,151</u>
Total Pension Liability - Ending (a)	<u>\$4,927,679</u>	<u>\$4,798,538</u>

For the year ended December 31, 2017, the City recognized pension expense of \$59,308. At December 31, 2017 the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferred Outflows/(Inflows) of Resources</u>
Differences between expected and actual experience	\$ 31,587	\$ -	\$ 31,587
Assumption Changes	92,113	(156,351)	\$ (64,238)
Net Difference between projected and actual earnings on pension plan investments	153,295	-	\$ 153,295
Contributions Subsequent to Measurement Date	<u>150,000</u>	<u>-</u>	<u>\$ 150,000</u>
Total	<u>\$ 426,995</u>	<u>\$ (156,351)</u>	<u>\$ 270,644</u>

The City's contributions subsequent to the measurement date of \$150,000 reported as deferred outflows of resources related to pensions will be recognized as a reduction of the net pension liability in the year ended December 31, 2018.

The amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:



CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2017

Year Ending December 31	Net Deferred Outflows/(Inflows) of Resources
2018	\$ (43,829)
2019	\$ 86,675
2020	\$ 65,935
2021	\$ 11,863
2022	\$ -
Thereafter	\$ -
Total	\$ 120,644

As of the most recent analysis of the long-term expected rate of return, the target allocation and 5 year real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Annualized 5 Year Return Percentage
Global Equity	36%	6.75%
Illiquid Alternatives	10%	4.85%
Fixed Income	23%	8.25%
Absolute Return	15%	0.50%
Equity Long/Short	10%	4.05%
Managed Futures	4%	3.00%
Cash	2%	0.00%

The following presents the net pension liability calculated using the discount rate of 7.5%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

1% Decrease 6.5%	Current Single Discount Rate Assumption	1% Increase 8.5%
\$ 2,750,623	\$ 2,178,119	\$ 1,705,479



CITY OF GOLDEN, COLORADO

Notes to Financial Statements

December 31, 2017

D. Deferred Compensation Plan

The City offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans are available to all City employees and permit them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Investments are held in trust exclusively for the benefit of the employees and are managed by the trustees under a number of investment options. The choice of investment option(s) is made by the participant. The plan is managed and administered by the International City Managers Association Retirement Corporation and are invested in mutual funds.

E. Retirement Health Saving Plan (VantageCare)

The City enrolls employees into the Retirement Health Savings upon eligibility. VantageCare RHS is a retirement health benefit savings vehicle that gives participants the opportunity to accumulate assets to pay for medical expenses (e.g., health insurance and prescription expenses) in retirement on a tax-free basis. The plan utilizes excess sick leave placed into an employee's account at the end of each year and upon separation from employment. Funds are available for use upon separation from employment to pay for medical expenses. Investments are held in trust exclusively for the benefit of the employees and are managed by the trustees under a number of investment options. The choice of investment option(s) is made by the participant. The plan is managed and administered by the International City Managers Association Retirement Corporation and are invested in mutual funds.

F. Volunteer Firefighter Length of Service Award Defined Contribution Plan

The City of Golden contributes to a Volunteer Firefighter Length of Service Award Plan (LOSAP), which accumulates resources for benefit payments to qualified volunteer firefighters. The LOSAP is considered a defined contribution plan according to GASB Statement No. 67. An individual account is provided for each member, the plan terms define the amount of contributions that the employer is required to make to an active plan member's account for the periods in which the plan member renders service, and the award that the plan member receives depends only on the contributions to the plan.

During the year ended December 31, 2017, the City's pension expenditures/expense was \$107,382.

NOTE 10: TAXPAYER BILL OF RIGHTS (TABOR) AMENDMENT TO THE COLORADO CONSTITUTION

On November 3, 1992, Colorado voters approved the Taxpayer Bill of Rights (TABOR) amendment to the Colorado Constitution. This measure contains both revenue and spending limits.

Annual property tax increases and spending increases are limited to the increase in the Consumer Price Index for the Denver - Boulder area plus a local annual growth factor determined by net new construction on real property. Additionally, the measure requires voter approval for any new bonded debt. The measure applies to all City funds except the Conservation Trust Fund, the Water Enterprise Fund, the Wastewater Enterprise Fund, and the Drainage Enterprise Fund.

On November 7, 1995, Golden voters approved the retention by the City of all revenues generated and received during 1995 and subsequent years from sales and use taxes, property taxes, fees, fines, charges, grants, donation



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

and interest earnings notwithstanding the revenue and spending limits contained in the TABOR Amendment to the Colorado Constitution. Management believes the City is in compliance with the TABOR Amendment.

For 2017, the City was required to reserve 3% of its fiscal year spending as “emergency reserves.” The TABOR emergency reserve of \$1,230,000 has been recorded as restricted fund balance in the General Fund.

NOTE 11: DISCRETELY PRESENTED COMPONENT UNIT

The Golden Urban Renewal Authority (the Authority) is a body corporate and politic of the State of Colorado. Organized on June 26, 1989, the Authority was created by Part 1 of Article 25 of Title 13 C.R.S. to acquire, clear, rehabilitate, conserve and develop or redevelop one or more slum or blighted areas existing within the City of Golden (the City).

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 each year. Taxes are payable the following year in two installments, on February 28 and June 15, or in total on April 30. Property taxes are billed and collected by Jefferson County, Colorado. Taxes for the following year are levied January 1 and recorded as a receivable with a corresponding offset to deferred revenue at December 31.

Budgets and Budgetary Accounting

An annual budget is adopted on the modified accrual basis of accounting. In accordance with Colorado State Budget Law, expenditures may not exceed appropriations for the fund.

Cash and Investments

The Authority’s cash and investments are both readily convertible to cash and are so near their maturity that they present insignificant risk of change in value due to interest rate changes.

Deferred Inflow of Resources

The Authority’s governmental activities and governmental fund financial statements report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position or fund equity that applies to a future period. The Authority will not recognize the related revenue until a future event occurs. Property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year.

Deposits and Investments

The Authority pools its cash deposits with the City of Golden. As such, at December 31, 2017, all cash deposits are covered by federal depository insurance and collateralized with securities held by a third party in the name of the Public Depository Protection Act, as the agent for the City of Golden.

The Authority pools its investments with the City of Golden. Colorado revised statutes and the City’s investment policy specifies investment instruments meeting defined rating and risk criteria in which the City may invest.



CITY OF GOLDEN, COLORADO

Notes to Financial Statements December 31, 2017

Commitments

Effective September 1, 2014, the Authority entered into an intergovernmental agreement with the Downtown Development Authority (DDA) in which the Authority shall assist DDA with the initial financial support totaling \$500,000. The Authority made an initial \$300,000 payment in January 2015, with annual payments of \$50,000 payable on or before January 10 from 2016 to 2019. The remaining commitment is \$100,000 as of December 31, 2017.

Risk Management

The Authority is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions; injuries to employees; and natural disasters. The City carries insurance that covers the Authority. Settled claims have not exceeded this coverage during the past three years.

Other Agreements

Owner Participation Agreements – The Authority has entered into various agreements to assist in carrying out the Golden Downtown Redevelopment Plan. Under these agreements, the Authority agrees to reimburse certain developers (of developers lenders) from that portion of the revenue produced by the ad valorem property tax valuation or municipal sales tax increments in excess of the base valuation for such tax valuation and sales tax proceeds (as determined by the Authority) to be produced and available from eligible improvements made to the development sites. The developers agree to develop the approved property according to the plans and specification prepared and submitted by the developer and approved by the Authority and the City. Due to the nature of these agreements, no liability is recorded in the financial statements until the related increment taxes have been received by the Authority. As of December 31, 2017, the Authority has entered into agreements with a total value of \$6,954,988 and had remitted \$376,821 under such agreements. The remaining potential obligation under the owner participation agreements at December 31, 2017 is \$6,578,167.

Intergovernmental Co-Operating Agreement

On June 1, 2014, the Authority entered into an agreement with the City, whereby the City performs certain administrative tasks and shares costs of those city employees that serve roles within the Authority, from the agreement date through December 31, 2017. Throughout the term of this agreement and extensions thereof, the City Director of Community and Economic Development shall serve as the Executive Director and Secretary to the Board for the Authority. Commencing January 1, 2015, the City Finance Department has provided all auditing, accounting. Accounts payable and receivable and budget monitoring services for the Authority. The Authority will continue to fund all other direct operational, programming and project costs out of its operating budget.

NOTE 12: COMPLIANCE AND ACCOUNTABILITY

During the year ended December 31, 2017, actual expenses exceeded appropriations for the Fossil Trace Golf Course Fund by \$78,585, the Information Technology Fund by \$57,091, the Water Fund by \$10,295 and the Cemetery Fund by \$113 due to operating expenses. These over-expense were funded with available net position in each fund.



Required Supplementary Information

City of Golden, Colorado
SCHEDULE OF CHANGES IN NET PENSION LIABILITY/ (ASSET) AND RELATED RATIOS MULTIYEAR
VOLUNTEER FIREFIGHTERS' PENSION PLAN
For the Year Ended December 31, 2017*

Measurement period ending December 31,	2016	2015	2014*
Total Pension Liability			
Service Cost	\$ 39,930	\$ 39,930	\$ 78,811
Interest on the Total Pension Liability	346,870	346,874	326,723
Difference between Expected and Actual Experience	7,968	-	108,279
Assumption Changes	127,898	-	(654,990)
Benefit Payments	(393,525)	(380,417)	(389,110)
Net Change in Total Pension Liability	129,141	6,387	(530,287)
Total Pension Liability - Beginning	4,798,538	4,792,151	5,322,438
Total Pension Liability - Ending (a)	<u>\$ 4,927,679</u>	<u>\$ 4,798,538</u>	<u>\$ 4,792,151</u>
Plan Fiduciary Net Position			
Employer Contributions	\$ 150,000	\$ 120,000	\$ 120,000
Pension Plan Net Investment Income	142,694	50,420	189,147
Benefit Payments	(393,525)	(380,417)	(389,110)
Pension Plan Administrative Expense	(4,519)	(5,516)	(4,714)
State of Colorado supplemental discretionary payment	77,940	77,940	77,940
Net Change in Polan Fiduciary Net Position	(27,410)	(137,573)	(6,737)
Plan Fiduciary Net Position - Beginning	2,776,970	2,914,543	2,921,280
Plan Fiduciary Net Position - Ending (b)	<u>\$ 2,749,560</u>	<u>\$ 2,776,970</u>	<u>\$ 2,914,543</u>
Net Pension Liability/(Asset) - Ending (a) - (b)	<u>\$ 2,178,119</u>	<u>\$ 2,021,568</u>	<u>\$ 1,877,608</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	55.80%	57.87%	60.82%
Covered Employee Payroll	N/A	N/A	N/A
Net Pension Liability as a Percentage of Covered Employee Payroll	N/A	N/A	N/A

* The amount presented for the fiscal year was determined as of December 31 based on the measurement date of the Plan. Information earlier than 2014 was not available.

Required Supplementary Information

City of Golden, Colorado SCHEDULE OF CONTRIBUTIONS MULTIYEAR

For the Year Ended December 31, 2017

FY Ending December 31,*	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
(a)	(b)	(c)	(d) = (b) - (c)	(e)	(f)
2014	\$ 254,207	\$ 197,940	\$ 56,267	N/A	N/A
2015	\$ 254,207	\$ 197,940	\$ 56,267	N/A	N/A
2016	\$ 225,331	\$ 227,940	\$ (2,609)	N/A	N/A

* The amounts presented for each fiscal year were determined as of December 31. Information earlier than 2014 was not available.





GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Conservation Trust Fund - accounts for lottery proceeds received from the State government. Spending is restricted to the development or improvement of City parks. The City's share is determined primarily by population data.

Golden Downtown General Improvement District (GDGID) Fund - accounts for monies received from the collection of tax revenues generated through the assessment of an annual mill levy. Expenditures are for the purchase of parking lots and the construction of parking improvements in and around the Golden downtown area. While a separate legal entity from the City, the GDGID is blended with the City's financial statements since City Council acts as the GDGID Board of Directors.

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for revenues and expenditures dedicated to capital improvements projects.

Capital Programs Fund - accounts for capital projects and resources which are not required to be accounted for in another fund.

Open Space Fund - accounts for parkland acquisition and development projects funded from the City's attributable share of Jefferson County's Open Space Program. Funding for the Program comes from a 1/2 cent county wide sales tax.

Sales and Use Tax Capital Improvements Fund - accounts for revenues collected from a 1 cent sales and use tax earmarked for capital improvements voted in by electors in 1991.

PERMANENT FUND

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Cemetery Perpetual Care Fund – This fund is used to account for principal trust amounts received and related interest income. The interest portion of the trust can be used to maintain the City's cemetery.



City of Golden, Colorado
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2017

		Special Revenue Funds			
		Conservation	Golden Downtown General Improvement District	Downtown Development Authority	Total
ASSETS		Trust			
Cash and Investments		\$ 205,902	\$ 356,306	\$ 895,460	\$ 1,457,668
Accounts Receivable		226	3,318	4,195	7,739
Property Taxes Receivable		-	33,757	264,894	298,651
Due from Other Governments		-	-	-	-
Interfund Receivable		-	-	-	-
TOTAL ASSETS		<u>\$ 206,128</u>	<u>\$ 393,381</u>	<u>\$ 1,164,549</u>	<u>\$ 1,764,058</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable and Retainage Payable		-	10	15,740	15,750
Due to Other Funds		-	-	-	-
Total Liabilities		<u>-</u>	<u>10</u>	<u>15,740</u>	<u>15,750</u>
Deferred Inflows of Resources					
Deferred Property Taxes		-	33,757	264,894	298,651
Total Deferred Inflows of Resources		<u>-</u>	<u>33,757</u>	<u>264,894</u>	<u>298,651</u>
Fund Balances					
Nonspendable:					
Permenent fund principal		-	-	-	-
Restricted for:					
Parks & Recreation		206,128	-	-	206,128
Parking Improvements		-	359,614	-	359,614
Cemetery Maintenance		-	-	-	-
Downtown Improvements		-	-	883,915	883,915
Assigned for:					
Street Improvements		-	-	-	-
Total Fund Balances		<u>206,128</u>	<u>359,614</u>	<u>883,915</u>	<u>1,449,657</u>
TOTAL LIABILITIES AND FUND BALANCES		<u>\$ 206,128</u>	<u>\$ 393,381</u>	<u>\$ 1,164,549</u>	<u>\$ 1,764,058</u>

Capital Projects Funds			Permanent Fund	Total Nonmajor Governmental Funds
Capital Programs	Open Space	Total	Cemetery Perpetual Care	2017
\$ 74,384	\$ 3,159	\$ 77,543	\$ 833,536	\$ 2,368,747
102,749	-	102,749	1,769	112,257
-	-	-	-	298,651
42,674	120,876	163,550	-	163,550
-	-	-	1,125,436	1,125,436
<u>\$ 219,807</u>	<u>\$ 124,035</u>	<u>\$ 343,842</u>	<u>\$ 1,960,741</u>	<u>\$ 4,068,641</u>
137,870	21,069	158,939	-	174,689
-	40,000	40,000	-	40,000
<u>137,870</u>	<u>61,069</u>	<u>198,939</u>	<u>-</u>	<u>214,689</u>
-	-	-	-	298,651
-	-	-	-	298,651
-	-	-	1,667,246	1,667,246
-	62,966	62,966	-	269,094
-	-	-	-	359,614
-	-	-	293,495	293,495
-	-	-	-	883,915
<u>81,937</u>	<u>-</u>	<u>81,937</u>	<u>-</u>	<u>81,937</u>
<u>81,937</u>	<u>62,966</u>	<u>144,903</u>	<u>1,960,741</u>	<u>3,555,301</u>
<u>\$ 219,807</u>	<u>\$ 124,035</u>	<u>\$ 343,842</u>	<u>\$ 1,960,741</u>	<u>\$ 4,068,641</u>



City of Golden, Colorado
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2017

	Special Revenue Funds			
	Conservation Trust	Golden Downtown General Improvement District	Downtown Development Authority	Total
REVENUES				
Taxes	\$ -	\$ 34,088	\$ 401,202	\$ 435,290
Intergovernmental	200,596	-	50,000	250,596
Charges for Services	-	-	-	-
Investment Income	444	2,750	6,954	10,148
Miscellaneous	-	44,743	400	45,143
TOTAL REVENUES	<u>201,040</u>	<u>81,581</u>	<u>458,556</u>	<u>741,177</u>
EXPENDITURES				
Current				
General Government	-	74,079	342,767	416,846
Capital Outlay	82,443	-	-	82,443
TOTAL EXPENDITURES	<u>82,443</u>	<u>74,079</u>	<u>342,767</u>	<u>499,289</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>118,597</u>	<u>7,502</u>	<u>115,789</u>	<u>241,888</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	100,000	100,000
Transfers (Out)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>100,000</u>
NET CHANGE IN FUND BALANCES	118,597	7,502	215,789	341,888
FUND BALANCES, Beginning	<u>87,531</u>	<u>352,112</u>	<u>668,126</u>	<u>1,107,769</u>
FUND BALANCES, Ending	<u>\$ 206,128</u>	<u>\$ 359,614</u>	<u>\$ 883,915</u>	<u>\$ 1,449,657</u>

Capital Projects Funds			Permanent Fund	Total Nonmajor Governmental Funds
Capital Programs	Open Space	Total	Cemetery Perpetual Care	Funds 2017
\$ -	\$ -	\$ -	\$ -	\$ 435,290
545,284	1,253,078	1,798,362	-	2,048,958
22,646	-	22,646	115,666	138,312
3,480	704	4,184	23,277	37,609
-	-	-	-	45,143
571,410	1,253,782	1,825,192	138,943	2,705,312
-	-	-	-	416,846
2,079,673	1,901,657	3,981,330	-	4,063,773
2,079,673	1,901,657	3,981,330	-	4,480,619
(1,508,263)	(647,875)	(2,156,138)	138,943	(1,775,307)
1,646,721	822,468	2,469,189	-	2,569,189
-	(380,490)	(380,490)	-	(380,490)
1,646,721	441,978	2,088,699	-	2,188,699
138,458	(205,897)	(67,439)	138,943	413,392
(56,521)	268,863	212,342	1,821,798	3,141,909
\$ 81,937	\$ 62,966	\$ 144,903	\$ 1,960,741	\$ 3,555,301



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
SALES AND USE TAX CAPITAL PROJECTS FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Taxes	\$ 6,588,550	\$ 6,635,550	\$ 7,459,808	\$ 824,258
Intergovernmental	9,025,000	11,541,388	8,416,354	(3,125,034)
Investment Income	7,000	7,000	8,310	1,310
Miscellaneous	190,215	190,215	189,770	(445)
TOTAL REVENUES	<u>15,810,765</u>	<u>18,374,153</u>	<u>16,074,242</u>	<u>(2,299,911)</u>
EXPENDITURES				
Debt Service	3,634,226	3,634,226	3,401,417	232,809
Capital Outlay	15,543,350	16,793,829	12,175,055	4,618,774
TOTAL EXPENDITURES	<u>19,177,576</u>	<u>20,428,055</u>	<u>15,576,472</u>	<u>4,851,583</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(3,366,811)</u>	<u>(2,053,902)</u>	<u>497,770</u>	<u>2,551,672</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	2,732,808	1,959,980	1,959,980	-
Transfers Out	(100,000)	(1,717,421)	(1,717,421)	-
Proceeds from Sale of Assets	396,767	396,767	759,518	362,751
TOTAL OTHER FINANCING SOURCES (USES)	<u>3,029,575</u>	<u>639,326</u>	<u>1,002,077</u>	<u>362,751</u>
(USE)/ACCUMULATION OF SURPLUS FUNDS	(337,236)	(1,414,576)	1,499,847	2,914,423
AVAILABLE RESOURCES, Beginning Budgetary Basis	<u>659,459</u>	<u>3,334,930</u>	<u>1,481,047</u>	<u>(1,853,883)</u>
AVAILABLE RESOURCES, Ending Budgetary Basis	<u>\$ 322,223</u>	<u>\$ 1,920,354</u>	<u>2,980,894</u>	<u>\$ 1,060,540</u>
BUDGET-TO-GAAP RECONCILIATION				
AVAILABLE RESOURCES, Beginning Budgetary Basis			1,481,047	
Advances from other funds for the year ended December 31, 2016			(2,475,960)	
FUND BALANCE, Beginning per GAAP			(994,913)	
(USE)/ACCUMULATION OF SURPLUS FUNDS			<u>1,499,847</u>	
FUND BALANCE, Ending per GAAP			<u>\$ 504,934</u>	

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
CONSERVATION TRUST FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Intergovernmental	\$ 199,000	\$ 199,000	\$ 200,596	\$ 1,596
Investment Income	500	500	444	(56)
TOTAL REVENUES	<u>199,500</u>	<u>199,500</u>	<u>201,040</u>	<u>1,540</u>
EXPENDITURES				
Capital Outlay	<u>200,000</u>	<u>200,000</u>	<u>82,443</u>	<u>117,557</u>
TOTAL EXPENDITURES	<u>200,000</u>	<u>200,000</u>	<u>82,443</u>	<u>117,557</u>
NET CHANGE IN FUND BALANCE	(500)	(500)	118,597	119,097
FUND BALANCE, Beginning	<u>84,777</u>	<u>87,531</u>	<u>87,531</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 84,277</u>	<u>\$ 87,031</u>	<u>\$ 206,128</u>	<u>\$ 119,097</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
GOLDEN DOWNTOWN GENERAL IMPROVEMENT DISTRICT
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Taxes	\$ 34,952	\$ 34,952	\$ 34,088	\$ (864)
Investment Income	1,000	1,000	2,750	1,750
Miscellaneous	62,400	62,400	44,743	(17,657)
TOTAL REVENUES	<u>98,352</u>	<u>98,352</u>	<u>81,581</u>	<u>(16,771)</u>
EXPENDITURES				
Current				
General Government	80,670	80,670	74,079	6,591
TOTAL EXPENDITURES	<u>80,670</u>	<u>80,670</u>	<u>74,079</u>	<u>6,591</u>
NET CHANGE IN FUND BALANCE	17,682	17,682	7,502	(23,362)
FUND BALANCE, Beginning	<u>357,096</u>	<u>352,112</u>	<u>352,112</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 374,778</u>	<u>\$ 369,794</u>	<u>\$ 359,614</u>	<u>\$ (23,362)</u>

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
GOLDEN DOWNTOWN DEVELOPMENT AUTHORITY
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Taxes	\$ 322,000	\$ 322,000	\$ 401,202	\$ 79,202
Investment Income	1,800	1,800	6,954	5,154
Intergovernmental	50,000	50,000	50,000	-
Miscellaneous	1,000	1,000	400	(600)
TOTAL REVENUES	<u>374,800</u>	<u>374,800</u>	<u>458,556</u>	<u>83,756</u>
EXPENDITURES				
Current				
General Government	569,630	636,630	342,767	293,863
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	<u>569,630</u>	<u>636,630</u>	<u>342,767</u>	<u>293,863</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	100,000	100,000	100,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(94,830)	(161,830)	215,789	(210,107)
FUND BALANCE, Beginning	<u>601,128</u>	<u>668,126</u>	<u>668,126</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 506,298</u>	<u>\$ 506,296</u>	<u>\$ 883,915</u>	<u>\$ (210,107)</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
CAPITAL PROGRAMS FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Intergovernmental	\$ 555,500	\$ 555,500	\$ 545,284	\$ (10,216)
Charge for Services	-	25,000	22,646	(2,354)
Investment Income	2,000	2,000	3,480	1,480
TOTAL REVENUES	<u>557,500</u>	<u>582,500</u>	<u>571,410</u>	<u>(11,090)</u>
EXPENDITURES				
Capital Outlay	<u>2,067,200</u>	<u>2,172,700</u>	<u>2,079,673</u>	<u>93,027</u>
TOTAL EXPENDITURES	<u>2,067,200</u>	<u>2,172,700</u>	<u>2,079,673</u>	<u>93,027</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,509,700)</u>	<u>(1,590,200)</u>	<u>(1,508,263)</u>	<u>81,937</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>1,446,980</u>	<u>1,646,721</u>	<u>1,646,721</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,446,980</u>	<u>1,646,721</u>	<u>1,646,721</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(62,720)	56,521	138,458	81,937
FUND BALANCE, Beginning	<u>62,720</u>	<u>(56,521)</u>	<u>(56,521)</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,937</u>	<u>\$ 81,937</u>

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
OPEN SPACE FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Intergovernmental	\$ 1,184,707	\$ 1,184,707	\$ 1,253,078	\$ 68,371
Investment Income	6,000	6,000	704	(5,296)
TOTAL REVENUES	<u>1,190,707</u>	<u>1,190,707</u>	<u>1,253,782</u>	<u>63,075</u>
EXPENDITURES				
Capital Outlay	705,000	1,954,250	1,901,657	52,593
TOTAL EXPENDITURES	<u>705,000</u>	<u>1,954,250</u>	<u>1,901,657</u>	<u>52,593</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>485,707</u>	<u>(763,543)</u>	<u>(647,875)</u>	<u>115,668</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	980,000	822,468	157,532
Transfers Out	(380,490)	(380,490)	(380,490)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(380,490)</u>	<u>599,510</u>	<u>441,978</u>	<u>157,532</u>
NET CHANGE IN FUND BALANCE	105,217	(164,033)	(205,897)	(41,864)
FUND BALANCE, Beginning	<u>(387)</u>	<u>268,863</u>	<u>268,863</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 104,830</u>	<u>\$ 104,830</u>	<u>\$ 62,966</u>	<u>\$ (41,864)</u>

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
CEMETERY PERPETUAL CARE FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 53,530	\$ 53,530	\$ 115,666	\$ 62,136
Investment Income	35,070	35,070	23,277	(11,793)
TOTAL REVENUES	<u>88,600</u>	<u>88,600</u>	<u>138,943</u>	<u>50,343</u>
NET CHANGE IN FUND BALANCE	88,600	88,600	138,943	50,343
FUND BALANCE, Beginning	<u>1,459,264</u>	<u>1,821,798</u>	<u>1,821,798</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ 1,547,864</u>	<u>\$ 1,910,398</u>	<u>1,960,741</u>	<u>\$ 50,343</u>
BUDGET-TO-GAAP RECONCILIATION				

PROPRIETARY FUNDS

Proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or non-current) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The City reports the following Non-major proprietary funds:

Splash Aquatic Park Fund - accounts for all activities necessary for the operation of the City's aquatic park.

Cemetery Operations Fund - accounts for all activities necessary for the operation of the City's cemetery.

Rooney Road Sports Complex Fund - accounts for all activities necessary for the construction and operation of the City's sports complex.

Museum Fund - accounts for all activities necessary for the operation of the City's museums.



City of Golden, Colorado
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
December 31, 2017

	Splash Aquatic Fund	Cemetery Operations Fund	Rooney Road Sports Complex Fund	Museum Operations Fund	Totals 2017
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 8,575	\$ 466,342	\$ 1,047,983	\$ 324,075	\$ 1,846,975
Accounts Receivable	123	(6,930)	39,119	685	32,997
Inventory	-	-	-	2,750	2,750
Prepaid Expense	113	-	-	-	113
Total Current Assets	<u>8,811</u>	<u>459,412</u>	<u>1,087,102</u>	<u>327,510</u>	<u>1,882,835</u>
Non-Current Assets					
Capital Assets Not Being Depreciated	182,325	-	-	-	182,325
Capital Assets (Net of Accumulated Depreciation)	3,996,907	444,839	1,767,462	972,160	7,181,368
Total Non-Current Assets	<u>4,179,232</u>	<u>444,839</u>	<u>1,767,462</u>	<u>972,160</u>	<u>7,363,693</u>
TOTAL ASSETS	<u>4,188,043</u>	<u>904,251</u>	<u>2,854,564</u>	<u>1,299,670</u>	<u>9,246,528</u>
LIABILITIES					
Current Liabilities					
Accounts Payable	5,058	17,102	1,799	44,131	68,090
Accrued Liabilities	625	-	-	-	625
Compensated Absences, Current Portion	-	1,606	-	4,339	5,945
Interfund Payable					
Unearned Revenue	-	9	-	230,896	230,905
Total Current Liabilities	<u>5,683</u>	<u>18,717</u>	<u>1,799</u>	<u>279,366</u>	<u>305,565</u>
Non-Current Liabilities					
Accrued Compensated Absences	-	7,317	-	19,769	27,086
TOTAL LIABILITIES	<u>5,683</u>	<u>26,034</u>	<u>1,799</u>	<u>299,135</u>	<u>332,651</u>
NET POSITION					
Investment in Capital Assets	4,179,232	444,839	1,767,462	972,160	7,363,693
Unrestricted	3,128	433,378	1,085,303	28,375	1,550,184
TOTAL NET POSITION	<u>\$ 4,182,360</u>	<u>\$ 878,217</u>	<u>\$ 2,852,765</u>	<u>\$ 1,000,535</u>	<u>\$ 8,913,877</u>

COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
For the Year Ended December 31, 2017

	Splash Aquatic Fund	Cemetery Operations Fund	Rooney Road Sports Complex Fund	Museum Operations Fund	Totals 2017
OPERATING REVENUES					
Charges for Services	\$ 424,600	\$ 688,884	\$ 124,823	\$ 126,349	\$ 1,364,656
Miscellaneous	98	2,433	-	17,924	20,455
TOTAL OPERATING REVENUES	<u>424,698</u>	<u>691,317</u>	<u>124,823</u>	<u>144,273</u>	<u>1,385,111</u>
OPERATING EXPENSES					
Personnel Services	220,847	253,397	13,106	416,130	903,480
Operating	258,845	247,076	16,726	138,153	660,800
Depreciation and Amortization	228,260	32,341	178,721	32,957	472,279
TOTAL OPERATING EXPENSES	<u>707,952</u>	<u>532,814</u>	<u>208,553</u>	<u>587,240</u>	<u>2,036,559</u>
Operating Income (Loss)	<u>(283,254)</u>	<u>158,503</u>	<u>(83,730)</u>	<u>(442,967)</u>	<u>(651,448)</u>
NONOPERATING REVENUES (EXPENSES)					
Investment Income	307	2,856	8,951	2,123	14,237
Intergovernmental	-	-	-	69,050	69,050
Gain (Loss) on Sale of Capital Assets	-	-	-	(4,784)	(4,784)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>307</u>	<u>2,856</u>	<u>8,951</u>	<u>66,389</u>	<u>78,503</u>
Income (Loss) Before Transfers and Capital Contributions	<u>(282,947)</u>	<u>161,359</u>	<u>(74,779)</u>	<u>(376,578)</u>	<u>(572,945)</u>
Transfers In	<u>40,000</u>	<u>-</u>	<u>-</u>	<u>310,000</u>	<u>350,000</u>
Change in Net Position	<u>(242,947)</u>	<u>161,359</u>	<u>(74,779)</u>	<u>(66,578)</u>	<u>(222,945)</u>
NET POSITION, Beginning	<u>4,425,307</u>	<u>716,858</u>	<u>2,927,544</u>	<u>1,067,113</u>	<u>9,136,822</u>
NET POSITION, Ending	<u>\$ 4,182,360</u>	<u>\$ 878,217</u>	<u>\$ 2,852,765</u>	<u>\$ 1,000,535</u>	<u>\$ 8,913,877</u>



City of Golden, Colorado
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS
 For the Year Ended December 31, 2017
 Increase (Decrease) in Cash and Cash Equivalents

	Splash Aquatic Fund	Cemetery Operations Fund	Rooney Road Sports Complex Fund	Museum Operations Fund	Totals 2017
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Customers/Users	\$ 429,582	\$ 700,562	85,704	308,808	\$ 1,524,656
Cash Paid to Suppliers	(256,288)	(238,710)	(16,616)	(106,549)	(618,163)
Cash Paid to Employees	(220,771)	(244,474)	(13,106)	(420,165)	(898,516)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(47,477)	217,378	55,982	(217,906)	7,977
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers from Other Funds	40,000	-	-	310,000	350,000
Repayment of Interfund Loan	-	-	-	-	-
NET CASH PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES	40,000	-	-	310,000	350,000
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES					
Purchase of Capital Assets	-	(6,730)	-	(6,955)	(13,685)
NET CASH (USED) BY CAPITAL FINANCING ACTIVITIES	-	(6,730)	-	(6,955)	(13,685)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest Received	307	2,856	8,950	2,121	14,234
NET CASH PROVIDED BY INVESTING ACTIVITIES	307	2,856	8,950	2,121	14,234
NET INCREASE (DECREASE) IN CASH	(7,170)	213,504	64,932	87,260	358,526
CASH AND CASH EQUIVALENTS, Beginning	15,745	252,838	983,051	167,765	1,419,399
CASH AND CASH EQUIVALENTS, Ending	\$ 8,575	\$ 466,342	\$ 1,047,983	\$ 255,025	\$ 1,777,925
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating (Loss)	\$ (283,254)	\$ 158,503	\$ (83,730)	\$ (442,967)	\$ (651,448)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Depreciation Expense	228,260	32,341	178,721	32,957	472,279
Changes in Assets and Liabilities					
Accounts Receivable	4,884	9,245	(39,119)	124,037	99,047
Pre Paid Expense	(113)	-	-	-	(113)
Inventory	-	-	-	4,173	4,173
Accounts Payable	2,670	8,366	110	27,431	38,577
Accrued Liabilities	76	-	-	-	76
Unearned Revenue	-	-	-	40,498	40,498
Accrued Compensated Absences	-	8,923	-	(4,035)	4,888
Total Adjustments	235,777	58,875	139,712	225,061	659,425
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ (47,477)	\$ 217,378	\$ 55,982	\$ (217,906)	\$ 7,977



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
WATER FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 6,329,000	\$ 6,316,000	\$ 6,112,819	\$ (203,181)
Miscellaneous	82,733	82,733	144,088	61,355
Investment Income	20,000	20,000	31,011	11,011
Capital Contributions	-	-	2,796,290	2,796,290
TOTAL REVENUES	<u>\$ 6,431,733</u>	<u>\$ 6,418,733</u>	<u>\$ 9,084,208</u>	<u>\$ 2,665,475</u>
EXPENSES				
Personnel Services	\$ 1,497,120	\$ 1,497,120	\$ 1,669,794	\$ (172,674)
Operating	2,474,941	2,461,741	2,301,910	159,831
Debt Service	706,775	706,775	706,775	-
Transfers Out	13,200	13,200	13,200	-
Capital Outlay	1,666,000	2,520,884	2,518,336	2,548
TOTAL EXPENSES	<u>\$ 6,358,036</u>	<u>\$ 7,199,720</u>	<u>\$ 7,210,015</u>	<u>\$ (10,295)</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 6,256,907
Plus: Investment Income	31,011
Plus: Contributed Capital	2,796,290
Budgetary Revenues	<u>\$ 9,084,208</u>
GAAP Operating Expenses	\$ 5,608,256
Less: Depreciation and Amortization Expense	(1,636,552)
Plus: Debt Service	706,775
Plus: Capital Outlay	2,518,336
Plus: Transfers Out	13,200
Budgetary Expenses	<u>\$ 7,210,015</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
WASTEWATER FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 2,434,000	\$ 2,434,000	\$ 2,383,757	\$ (50,243)
Miscellaneous	44,990	44,990	153	(44,837)
Investment Income	22,000	22,000	36,590	14,590
Capital Contributions	-	-	573,172	573,172
TOTAL REVENUES	<u>\$ 2,500,990</u>	<u>\$ 2,500,990</u>	<u>\$ 2,993,672</u>	<u>\$ 492,682</u>
EXPENSES				
Personnel Services	\$ 572,500	\$ 572,500	\$ 465,958	\$ 106,542
Operating	1,213,652	1,204,852	1,004,604	200,248
Transfers Out	8,800	8,800	8,800	-
Capital Outlay	510,000	510,000	375,462	134,538
TOTAL EXPENSES	<u>\$ 2,304,952</u>	<u>\$ 2,296,152</u>	<u>\$ 1,854,824</u>	<u>\$ 441,328</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 2,383,910
Plus: Investment Income	36,590
Plus: Contributed Capital	573,172
Budgetary Revenues	<u>\$ 2,993,672</u>
GAAP Operating Expenses	\$ 1,876,063
Less: Depreciation and Amortization Expense	(405,501)
Plus: Capital Outlay	375,462
Budgetary Expenses	<u>\$ 1,846,024</u>

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
DRAINAGE FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 1,210,000	\$ 1,210,000	\$ 1,218,098	\$ 8,098
Miscellaneous	4,252	4,252	2,799	(1,453)
Investment Income	1,750	1,750	5,297	3,547
TOTAL REVENUES	<u>\$ 1,216,002</u>	<u>\$ 1,216,002</u>	<u>\$ 1,226,194</u>	<u>\$ 10,192</u>
EXPENSES				
Personnel	\$ 221,200	\$ 221,200	\$ 235,635	\$ (14,435)
Operating	541,846	738,096	170,102	567,994
Debt Service	358,588	358,588	358,588	-
Capital Outlay	400,000	485,000	648,560	(163,560)
TOTAL EXPENSES	<u>\$ 1,521,634</u>	<u>\$ 1,802,884</u>	<u>\$ 1,412,885</u>	<u>\$ 389,999</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 1,220,897
Plus: Investment Income	5,297
Budgetary Revenues	<u>\$ 1,226,194</u>
GAAP Operating Expenses	\$ 847,900
Less: Depreciation and Amortization Expense	(442,163)
Plus: Debt Service	358,588
Plus: Capital Outlay	648,560
Budgetary Expenses	<u>\$ 1,412,885</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
FOSSIL TRACE GOLF COURSE FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 3,370,500	\$ 3,370,500	\$ 3,455,374	\$ 84,874
Miscellaneous	120,089	120,089	149,119	29,030
Investment Income	2,000	2,000	4,471	2,471
TOTAL REVENUES	<u>\$ 3,492,589</u>	<u>\$ 3,492,589</u>	<u>\$ 3,608,964</u>	<u>\$ 116,375</u>
EXPENSES				
Personnel Services	\$ 1,339,780	\$ 1,339,780	\$ 1,383,707	\$ (43,927)
Operating	1,268,128	1,268,128	1,398,134	(130,006)
Loss on Sale of Assets	-	-	18,266	(18,266)
Capital Outlay	196,500	196,500	82,886	113,614
Transfers Out	700,000	700,000	700,000	-
TOTAL EXPENSES	<u>\$ 3,504,408</u>	<u>\$ 3,504,408</u>	<u>\$ 3,582,993</u>	<u>\$ (78,585)</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 3,604,493
Plus: Investment Income	4,471
Budgetary Revenues	<u>\$ 3,608,964</u>
GAAP Operating Expenses	\$ 3,517,779
Less: Depreciation Expense	(735,938)
Plus: Loss on Sale of Assets	18,266
Plus: Capital Outlay	82,886
Plus: Transfers Out	700,000
Budgetary Expenses	<u>\$ 3,582,993</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
COMMUNITY CENTER FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 1,946,500	\$ 1,946,500	\$ 1,855,581	\$ (90,919)
Miscellaneous	-	-	3,672	3,672
Investment Income	2,400	2,400	3,639	1,239
Transfers In	310,000	380,700	426,924	46,224
TOTAL REVENUES	<u>\$ 2,258,900</u>	<u>\$ 2,329,600</u>	<u>\$ 2,289,816</u>	<u>\$ (39,784)</u>
EXPENSES				
Personnel Services	\$ 1,598,889	\$ 1,598,889	\$ 1,504,622	\$ 94,267
Operating	915,250	915,250	915,688	(438)
Capital Outlay	-	-	29,925	(29,925)
TOTAL EXPENSES	<u>\$ 2,514,139</u>	<u>\$ 2,514,139</u>	<u>\$ 2,450,235</u>	<u>\$ 63,904</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 1,857,027
Plus: Investment Income	3,639
Plus: Transfers In	426,924
Budgetary Revenues	<u>\$ 2,287,590</u>
GAAP Operating Expenses	\$ 2,782,221
Less: Depreciation Expense	(361,911)
Plus: Capital Outlay	29,925
Budgetary Expenses	<u>\$ 2,450,235</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
SPLASH AQUATIC PARK FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 471,665	\$ 471,665	\$ 424,600	\$ (47,065)
Miscellaneous	71	71	98	27
Investment Income	400	400	307	(93)
Transfers In	40,000	40,000	40,000	-
TOTAL REVENUES	<u>\$ 512,136</u>	<u>\$ 512,136</u>	<u>\$ 465,005</u>	<u>\$ (47,131)</u>
EXPENSES				
Personnel Services	\$ 209,170	\$ 209,170	\$ 220,847	\$ (11,677)
Operating	298,870	298,870	258,845	40,025
TOTAL EXPENSES	<u>\$ 508,040</u>	<u>\$ 508,040</u>	<u>\$ 479,692</u>	<u>\$ 28,348</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 424,698
Plus: Investment Income	307
Plus: Transfers In	40,000
Budgetary Revenues	<u>\$ 465,005</u>
GAAP Operating Expenses	\$ 707,952
Less: Depreciation Expense	(228,260)
Budgetary Expenses	<u>\$ 479,692</u>

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
CEMETERY OPERATIONS FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 477,000	\$ 477,000	\$ 688,884	\$ 211,884
Miscellaneous	-	-	2,433	2,433
Investment Income	1,000	1,000	2,856	1,856
TOTAL REVENUES	<u>\$ 478,000</u>	<u>\$ 478,000</u>	<u>\$ 694,173</u>	<u>\$ 216,173</u>
EXPENSES				
Personnel Services	\$ 255,800	\$ 255,800	\$ 253,397	\$ 2,403
Operating	236,290	236,290	247,076	(10,786)
Capital Outlay	15,000	15,000	6,730	8,270
TOTAL EXPENSES	<u>\$ 507,090</u>	<u>\$ 507,090</u>	<u>\$ 507,203</u>	<u>\$ (113)</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 691,317
Plus: Investment Income	2,856
Budgetary Revenues	<u>\$ 694,173</u>
GAAP Operating Expenses	\$ 532,814
Less: Depreciation Expense	(32,341)
Plus: Capital Outlay	6,730
Budgetary Expenses	<u>\$ 507,203</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
ROONEY ROAD SPORTS COMPLEX FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 63,970	\$ 63,970	\$ 124,823	\$ 60,853
Miscellaneous	11,800	11,800	-	(11,800)
Investment Income	8,000	8,000	8,951	951
TOTAL REVENUES	<u>\$ 83,770</u>	<u>\$ 83,770</u>	<u>\$ 133,774</u>	<u>\$ 50,004</u>
EXPENSES				
Personnel Services	\$ 12,404	\$ 12,404	\$ 13,106	\$ (702)
Operating	35,955	35,955	16,726	19,229
TOTAL EXPENSES	<u>\$ 48,359</u>	<u>\$ 48,359</u>	<u>\$ 29,832</u>	<u>\$ 18,527</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 124,823
Plus: Investment Income	8,951
Budgetary Revenues	<u>\$ 133,774</u>
GAAP Operating Expenses	\$ 208,553
Less: Depreciation Expense	(178,721)
Budgetary Expenses	<u>\$ 29,832</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
MUSEUM FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 146,860	\$ 146,860	\$ 126,349	\$ (20,511)
Intergovernmental	60,000	60,000	69,050	9,050
Miscellaneous	26,600	26,600	17,924	(8,676)
Investment Income	800	800	2,123	1,323
Transfers In	310,000	310,000	310,000	-
TOTAL REVENUES	<u>\$ 544,260</u>	<u>\$ 544,260</u>	<u>\$ 525,446</u>	<u>\$ (18,814)</u>
EXPENSES				
Personnel Services	\$ 408,040	\$ 408,040	\$ 416,130	\$ (8,090)
Operating	163,370	163,370	138,153	25,217
Capital Outlay	5,800	5,800	6,955	(1,155)
TOTAL EXPENSES	<u>\$ 577,210</u>	<u>\$ 577,210</u>	<u>\$ 561,238</u>	<u>\$ 15,972</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 144,273
Plus: Investment Income	2,123
Plus: Transfers In	310,000
Budgetary Revenues	<u>\$ 456,396</u>
GAAP Operating Expenses	\$ 587,240
Less: Depreciation Expense	(32,957)
Plus: Capital Outlay	6,955
Budgetary Expenses	<u>\$ 561,238</u>





INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

Insurance Fund - accounts for property and liability self-insurance activities. Premiums are charged monthly to the General, Water, Wastewater, Cemetery Operations, Community Center, Fleet Management, and Information Systems Funds.

Medical Benefit Fund - a self-insurance fund for the payment of medical claims for employees and their covered dependents. Funding is obtained through monthly premiums charged to each department based on type of coverage and number of employees.

Fleet Management Fund - accounts for repair, maintenance and replacement of all City vehicles except most Fire Department vehicles. Funding is established through base rates charged to each department on a monthly basis for each vehicle in use.

Information Technology Fund - accounts for repair, maintenance and replacement of all City computer equipment. Funding is established through base rates charged to each department on a monthly basis for each computer in use.

Workers' Compensation Fund - accounts for workers' compensation and unemployment insurance activity. Premiums are charged monthly to the General, Water, Wastewater, Cemetery Operations, Community Center, Fleet Management, and Information Systems Funds.



City of Golden, Colorado
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 December 31, 2017
 With Comparative Totals for December 31, 2016

	Insurance Fund	Medical Benefit Fund	Fleet Management Fund
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 1,772,544	\$ 1,129,349	\$ 1,069,915
Accounts Receivable	3,150	2,843	4,086
Prepaid Expenses		8,700	-
Total Current Assets	<u>1,775,694</u>	<u>1,140,892</u>	<u>1,074,001</u>
Capital Assets			
Capital Assets (Net of Accumulated Depreciation)	<u>-</u>	<u>-</u>	<u>4,267,874</u>
TOTAL ASSETS	<u><u>1,775,694</u></u>	<u><u>1,140,892</u></u>	<u><u>5,341,875</u></u>
LIABILITIES			
Current Liabilities			
Accounts Payable	18,980	28,980	46,663
Claims Payable	21,215	229,999	-
Total Current Liabilities	<u>40,195</u>	<u>258,979</u>	<u>46,663</u>
Non-Current Liabilities			
Accrued Compensated Absences			42,013
Total Non-Current Liabilities	<u>-</u>	<u>-</u>	<u>42,013</u>
TOTAL LIABILITIES	<u><u>40,195</u></u>	<u><u>258,979</u></u>	<u><u>88,676</u></u>
NET POSITION			
Net Investment in Capital Assets	-	-	4,267,874
Unrestricted	1,735,499	881,913	985,325
TOTAL NET POSITION	<u><u>\$ 1,735,499</u></u>	<u><u>\$ 881,913</u></u>	<u><u>\$ 5,253,199</u></u>



Information Technology Fund	Workers' Compensation Fund	Totals	
		2017	2016
\$ 204,855	\$ 864,189	\$ 5,040,852	\$ 3,703,693
7,841	2,063	19,983	8,835
10,078	-	18,778	8,700
<u>222,774</u>	<u>866,252</u>	<u>5,079,613</u>	<u>3,721,228</u>
982,524	-	5,250,398	4,876,777
<u>1,205,298</u>	<u>866,252</u>	<u>10,330,011</u>	<u>8,598,005</u>
211,302	3,345	309,270	193,944
-	74,457	325,671	352,750
<u>211,302</u>	<u>77,802</u>	<u>634,941</u>	<u>546,694</u>
32,974	-	74,987	79,435
<u>32,974</u>	<u>-</u>	<u>74,987</u>	<u>79,435</u>
<u>244,276</u>	<u>77,802</u>	<u>709,928</u>	<u>626,129</u>
982,524	-	5,250,398	4,876,777
(21,502)	788,450	4,369,685	3,095,099
<u>\$ 961,022</u>	<u>\$ 788,450</u>	<u>\$ 9,620,083</u>	<u>\$ 7,971,876</u>



City of Golden, Colorado
 COMBINING STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN FUND NET POSITION
 INTERNAL SERVICE FUNDS
 For the Year Ended December 31, 2017
 With Comparative Totals for December 31, 2016

	Insurance Fund	Medical Benefit Fund	Fleet Management Fund
OPERATING REVENUES			
Charges for Services	\$ 400,847	\$ 3,036,411	\$ 1,663,406
Intergovernmental	-	-	-
Miscellaneous	853,271	240	-
TOTAL OPERATING REVENUES	<u>1,254,118</u>	<u>3,036,651</u>	<u>1,663,406</u>
OPERATING EXPENSES			
Personnel Services	-	-	337,737
Operating	-	76,880	394,122
Depreciation	-	-	944,924
Claims	202,185	2,050,280	-
Premiums	297,569	787,726	-
TOTAL OPERATING EXPENSES	<u>499,754</u>	<u>2,914,886</u>	<u>1,676,783</u>
Operating Income (Loss)	<u>754,364</u>	<u>121,765</u>	<u>(13,377)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment Income	8,688	9,481	2,879
Gain (Loss) on Sale of Capital Assets	-	-	227,007
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>8,688</u>	<u>9,481</u>	<u>229,886</u>
Net Income (Loss) before Transfers and Capital Contributions	763,052	131,246	216,509
Transfers In	-	-	191,525
Transfers Out	-	(46,224)	-
Capital Contributions	-	-	611,035
Change In Net Position	763,052	85,022	1,019,069
NET POSITION, Beginning	<u>972,447</u>	<u>796,891</u>	<u>4,234,130</u>
NET POSITION, Ending	<u>\$ 1,735,499</u>	<u>\$ 881,913</u>	<u>\$ 5,253,199</u>

Information Technology Fund	Workers' Compensation Fund	Totals	
		2017	2016
\$ 1,807,047	\$ 342,130	\$ 7,249,841	\$ 6,380,496
-	-	-	56,753
-	-	853,511	59,087
<u>1,807,047</u>	<u>342,130</u>	<u>8,103,352</u>	<u>6,496,336</u>
900,641	-	1,238,378	1,133,763
1,080,828	1,085	1,552,915	1,491,718
130,684	-	1,075,608	1,229,758
-	86,111	2,338,576	2,352,069
-	179,256	1,264,551	1,211,665
<u>2,112,153</u>	<u>266,452</u>	<u>7,470,028</u>	<u>7,418,973</u>
(305,106)	75,678	633,324	(922,637)
2,790	6,977	30,815	30,623
725	-	227,732	102,221
<u>3,515</u>	<u>6,977</u>	<u>258,547</u>	<u>132,844</u>
(301,591)	82,655	891,871	(789,793)
-	-	191,525	42,912
-	-	(46,224)	(75,456)
-	-	611,035	158,372
(301,591)	82,655	1,648,207	(663,965)
<u>1,262,613</u>	<u>705,795</u>	<u>7,971,876</u>	<u>8,635,841</u>
<u>\$ 961,022</u>	<u>\$ 788,450</u>	<u>\$ 9,620,083</u>	<u>\$ 7,971,876</u>



City of Golden, Colorado
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended December 31, 2017
Increase (Decrease) in Cash and Cash Equivalents
With Comparative Totals for December 31, 2016

	Insurance Fund	Medical Benefit Fund	Fleet Management Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Users	\$ 1,250,968	\$ 3,033,808	\$ 1,661,353
Cash Paid to Suppliers	5,837	(83,857)	(378,873)
Cash Paid to Employees	-	-	(333,512)
Cash Paid to Providers	(297,569)	(787,726)	-
Cash Paid to Claimants	(212,900)	(2,033,024)	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>746,336</u>	<u>129,201</u>	<u>948,968</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers (to) Other Funds	-	(46,224)	-
Transfers from Other Funds	-	-	191,525
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>-</u>	<u>(46,224)</u>	<u>191,525</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES			
Proceeds from Sale of Capital Assets	-	-	396,847
NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES	<u>-</u>	<u>-</u>	<u>(361,774)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	8,688	9,481	2,879
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>8,688</u>	<u>9,481</u>	<u>2,879</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	755,024	92,458	781,598
CASH AND CASH EQUIVALENTS, Beginning	<u>1,017,520</u>	<u>1,036,891</u>	<u>288,317</u>
CASH AND CASH EQUIVALENTS, Ending	<u><u>\$ 1,772,544</u></u>	<u><u>\$ 1,129,349</u></u>	<u><u>\$ 1,069,915</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 754,364	\$ 121,765	\$ (13,377)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Depreciation Expense	-	-	944,924
Changes in Assets and Liabilities			
Accounts Receivable	(3,150)	(2,843)	(2,053)
Prepaid Items	-	-	-
Accounts Payable	5,837	(6,977)	15,249
Claims Payable	(10,715)	17,256	-
Accrued Compensated Absences	-	-	4,225
Total Adjustments	<u>(8,028)</u>	<u>7,436</u>	<u>962,345</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u><u>\$ 746,336</u></u>	<u><u>\$ 129,201</u></u>	<u><u>\$ 948,968</u></u>
NON-CASH TRANSACTIONS			
Capital Assets Contributed	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 611,035</u></u>



Information Technology Fund	Workers' Compensation Fund	Totals	
		2017	2016
\$ 1,806,008	\$ 340,067	\$ 8,092,204	\$ 6,548,810
(991,746)	972	(1,447,667)	(1,447,541)
(909,314)	-	(1,242,826)	(1,140,437)
-	(179,256)	(1,264,551)	(1,211,665)
-	(119,731)	(2,365,655)	(2,376,144)
<u>(95,052)</u>	<u>42,052</u>	<u>1,771,505</u>	<u>373,023</u>
-	-	(46,224)	(75,456)
-	-	191,525	42,912
<u>-</u>	<u>-</u>	<u>145,301</u>	<u>(32,544)</u>
723	-	397,570	106,251
<u>(248,688)</u>	<u>-</u>	<u>(610,462)</u>	<u>106,251</u>
2,790	6,977	30,815	30,623
<u>2,790</u>	<u>6,977</u>	<u>30,815</u>	<u>30,623</u>
(340,950)	49,029	1,337,159	477,353
<u>545,805</u>	<u>815,160</u>	<u>3,703,693</u>	<u>4,296,503</u>
<u>\$ 204,855</u>	<u>\$ 864,189</u>	<u>\$ 5,040,852</u>	<u>\$ 4,773,856</u>
<u>\$ (305,106)</u>	<u>\$ 75,678</u>	<u>\$ 633,324</u>	<u>\$ (922,637)</u>
130,684	-	1,075,608	1,229,758
(1,039)	(2,063)	(11,148)	52,474
(10,078)	-	(10,078)	-
99,160	2,057	115,326	44,177
-	(33,620)	(27,079)	(24,075)
(8,673)	-	(4,448)	(6,674)
<u>210,054</u>	<u>(33,626)</u>	<u>1,138,181</u>	<u>1,295,660</u>
<u>\$ (95,052)</u>	<u>\$ 42,052</u>	<u>\$ 1,771,505</u>	<u>\$ 373,023</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 611,035</u>	<u>\$ 158,372</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
INSURANCE FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Premiums	\$ 403,277	\$ 403,277	\$ 400,847	\$ (2,430)
Miscellaneous	10,928	10,928	853,271	842,343
Investment Income	6,000	6,000	8,688	2,688
TOTAL REVENUES	<u>\$ 420,205</u>	<u>\$ 420,205</u>	<u>\$ 1,262,806</u>	<u>\$ 842,601</u>
OPERATING EXPENSES				
Insurance Claims	\$ 153,000	\$ 223,000	\$ 202,185	\$ 20,815
Insurance Premiums	300,000	300,000	297,569	2,431
TOTAL EXPENSES	<u>\$ 453,000</u>	<u>\$ 523,000</u>	<u>\$ 499,754</u>	<u>\$ 23,246</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 1,254,118
Plus: Investment Income	<u>8,688</u>
Budgetary Revenues	<u>\$ 1,262,806</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
MEDICAL BENEFIT FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Premiums	\$ 2,966,151	\$ 2,966,151	\$ 3,036,411	\$ 70,260
Miscellaneous Income	6,415	6,415	240	(6,175)
Investment Income	13,000	13,000	9,481	(3,519)
TOTAL REVENUES	<u>\$ 2,985,566</u>	<u>\$ 2,985,566</u>	<u>\$ 3,046,132</u>	<u>\$ 60,566</u>
EXPENSES				
Operating	\$ 230,000	\$ 230,000	\$ 76,880	\$ 153,120
Medical Claims	2,408,000	2,408,000	2,050,280	357,720
Medical Premiums	800,000	800,000	787,726	12,274
Transfers Out	-	-	46,224	(46,224)
TOTAL EXPENSES	<u>\$ 3,438,000</u>	<u>\$ 3,438,000</u>	<u>\$ 2,961,110</u>	<u>\$ 476,890</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 3,036,651
Plus: Investment Income	9,481
Budgetary Revenues	<u>\$ 3,046,132</u>
GAAP Operating Expenses	2,914,886
Plus: Transfers Out	46,224
Budgetary Expenses	<u>\$ 2,961,110</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
FLEET MANAGEMENT FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 1,718,485	\$ 1,718,485	\$ 1,663,406	\$ (55,079)
Miscellaneous	323	323	-	(323)
Investment Income	4,500	4,500	2,879	(1,621)
Transfers In	64,025	199,805	191,525	(8,280)
Gain/(Loss) on Sale of Capital Assets	50,000	50,000	227,007	177,007
TOTAL REVENUES	<u>\$ 1,837,333</u>	<u>\$ 1,973,113</u>	<u>\$ 2,084,817</u>	<u>\$ 111,704</u>
EXPENSES				
Personnel Services	\$ 355,220	\$ 355,220	\$ 337,737	\$ 17,483
Operating	434,212	434,212	394,122	40,090
Capital Outlay	657,000	792,780	758,621	34,159
TOTAL EXPENSES	<u>\$ 1,446,432</u>	<u>\$ 1,582,212</u>	<u>\$ 1,490,480</u>	<u>\$ 91,732</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 1,663,406
Plus: Investment Income	2,879
Plus: Gain/(Loss) on Sale of Capital Assets	227,007
Plus: Transfers In	191,525
Budgetary Revenues	<u>\$ 2,084,817</u>
GAAP Operating Expenses	\$ 1,676,783
Less: Depreciation Expense	(944,924)
Plus: Capital Outlay	758,621
Budgetary Expenses	<u>\$ 1,490,480</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
INFORMATION TECHNOLOGY FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Charges for Services	\$ 1,817,012	\$ 1,817,012	\$ 1,807,047	\$ (9,965)
Miscellaneous	1,933	1,933	-	(1,933)
Investment Income	2,000	2,000	2,790	790
Gain/(Loss) on Sale of Capital Assets	-	-	725	725
TOTAL REVENUES	<u>\$ 1,820,945</u>	<u>\$ 1,820,945</u>	<u>\$ 1,810,562</u>	<u>\$ (10,383)</u>
EXPENSES				
Personnel Services	\$ 1,068,920	\$ 1,068,920	\$ 900,641	\$ 168,279
Operating	584,361	828,119	1,080,828	(252,709)
Capital Outlay	231,750	276,750	249,411	27,339
TOTAL EXPENSES	<u>\$ 1,885,031</u>	<u>\$ 2,173,789</u>	<u>\$ 2,230,880</u>	<u>\$ (57,091)</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 1,807,047
Plus: Investment Income	2,790
Plus: Gain/(Loss) on Sale of Capital Assets	725
Budgetary Revenues	<u>\$ 1,810,562</u>
GAAP Operating Expenses	\$ 2,112,153
Less: Depreciation Expense	(130,684)
Plus: Capital Outlay	249,411
Budgetary Expenses	<u>\$ 2,230,880</u>



City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
WORKERS' COMPENSATION FUND
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Premiums	\$ 333,795	\$ 333,795	\$ 342,130	\$ 8,335
Miscellaneous	6,867	6,867	-	(6,867)
Interest	4,500	4,500	6,977	2,477
TOTAL REVENUES	<u>\$ 345,162</u>	<u>\$ 345,162</u>	<u>\$ 349,107</u>	<u>\$ 3,945</u>
EXPENSES				
Operating	\$ 3,000	\$ 3,000	\$ 1,085	\$ 1,915
Medical Claims	170,000	195,000	86,111	108,889
Medical Premiums	169,487	194,487	179,256	15,231
TOTAL EXPENSES	<u>\$ 342,487</u>	<u>\$ 392,487</u>	<u>\$ 266,452</u>	<u>\$ 126,035</u>

Reconciliation to GAAP Basis

GAAP Operating Revenues	\$ 342,130
Plus: Investment Income	6,977
Budgetary Revenues	<u>\$ 349,107</u>

COMPONENT UNIT

Golden Urban Renewal Authority

The Golden Urban Renewal Authority (GURA) supports the City of Golden by assisting in the redevelopment of blighted property to help sustainable development thrive. Improving physical conditions contributes to economic stability and vitality by meeting the goals of the Comprehensive Plan, Golden Vision 2030, City Council Resolution 2161, and all appropriate neighborhood plans. With the creation of an urban renewal area, new tax revenues resulting from taxable improvements may be reinvested in the area for purposes of public benefit.



COMPONENT UNIT
GOLDEN URBAN RENEWAL AUTHORITY
BALANCE SHEET
GOVERNMENTAL FUND (GENERAL FUND)
December 31, 2017

ASSETS	
Cash and Investments	\$ 2,238,869
Property taxes receivable	737,648
Interest Receivable	6,108
Due from other governments	-
Total assets	<u>\$ 2,982,625</u>
LIABILITIES	
Accounts payable	\$ 75,293
Total liabilities	<u>75,293</u>
DEFERRED INFLOWS OF RESOURCES	
Property tax revenue	737,648
Total deferred inflows of resources	<u>737,648</u>
FUND BALANCE	
Assigned for:	
Subsequent year expenditures	2,169,684
Total fund balance	<u>2,169,684</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 2,982,625</u>

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



COMPONENT UNIT
 GOLDEN URBAN RENEWAL AUTHORITY
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 GOVERNMENTAL FUND (GENERAL FUND)
 For the Year Ended December 31, 2017

REVENUES	
Property tax revenue	\$ 406,681
Sales tax revenue	75,092
Investment income	20,770
Miscellaneous	276
Total revenues	<u>502,819</u>
EXPENDITURES	
Current:	
General government	<u>558,058</u>
Total expenditures	<u>558,058</u>
NET CHANGE IN FUND BALANCE	(55,239)
FUND BALANCE, Beginning	<u>2,224,923</u>
FUND BALANCE, Ending	<u><u>\$ 2,169,684</u></u>

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



COMPONENT UNIT
 GOLDEN URBAN RENEWAL AUTHORITY
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUND (GENERAL FUND)
 TO THE STATEMENT OF ACTIVITIES
 For the Year Ended December 31, 2017

NET CHANGE IN FUND BALANCE - TOTAL GOVERNMENTAL FUND	\$	(55,239)
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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. This is the amount by which capital asset additions (\$0) exceeds depreciation expense (\$0).		-
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Conveyance of Authority owned property to City of Golden is an expenditure in the statement of activities, but is not a use of current year funds. This is not a current year expenditure for fund level financials.		-
		-

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	(55,239)
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'The notes to the financial statements are an integral part of this statement.

City of Golden, Colorado
BUDGETARY COMPARISON SCHEDULE
GOLDEN URBAN RENEWAL AUTHORITY
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Taxes	\$ 504,000	504,000	\$ 481,773	\$ (22,227)
Investment Income	5,000	5,000	20,770	15,770
Intergovernmental	-	-	276	276
TOTAL REVENUES	<u>509,000</u>	<u>509,000</u>	<u>502,819</u>	<u>(6,181)</u>
EXPENDITURES				
Current				
General Government	<u>1,941,800</u>	<u>1,941,800</u>	<u>508,058</u>	<u>1,433,742</u>
TOTAL EXPENDITURES	<u>1,941,800</u>	<u>1,941,800</u>	<u>508,058</u>	<u>1,433,742</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(1,482,800)	(1,482,800)	(55,239)	(1,439,923)
FUND BALANCE, Beginning	<u>2,149,618</u>	<u>2,224,618</u>	<u>2,224,923</u>	<u>305</u>
FUND BALANCE, Ending	<u>\$ 666,818</u>	<u>\$ 741,818</u>	<u>\$ 2,169,684</u>	<u>\$ (1,439,618)</u>







Statistical Section



Statistical Section

This section of the City of Golden Comprehensive Annual Financial Report presents detailed data as a context for understanding the information in the financial statements, note disclosures, and required supplementary information.

Contents	Schedules	Pages
<u>Financial Trends</u> These schedules contain trend information to help the reader understand how the City's financial condition has changed over time.	1-4	109-113
<u>Revenue Capacity</u> These schedules contain information to help the reader assess the City's largest revenue source, sales and use taxes.	5-7	114-116
<u>Debt Capacity</u> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue debt in the future.	8-11	117-120
<u>Demographic and Economic Information</u> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	12	121
Note: The City of Golden does not track employment data, and is therefore not available so the Principal Employers schedule has been omitted		
<u>Operating Information</u> These schedules contain service data to help the reader understand how information in the financial report relates to the services the City provides and the activities it performs.	13-15	122-124

Schedule 1
City of Golden, Colorado
Net Position, Last Ten Years
(accrual basis of accounting)

	Fiscal Year									
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Governmental Activities										
Net Investment in Capital Assets	\$ 29,160,435	\$ 44,353,119	\$ 48,666,221	\$ 51,383,273	\$ 55,426,009	\$ 60,696,499	\$ 68,762,301	\$ 69,058,448	\$ 73,515,028	\$ 79,504,761
Restricted	5,611,049	4,276,796	3,369,864	3,478,867	3,871,381	4,020,193	3,626,546	4,347,153	4,358,430	4,785,301
Unrestricted	7,475,163	8,721,440	8,951,693	8,594,148	10,565,878	11,095,657	9,134,807	7,300,134	6,997,848	9,212,946
Total governmental activities net position	\$ 42,246,647	\$ 57,351,355	\$ 60,987,778	\$ 63,456,288	\$ 69,863,268	\$ 75,812,349	\$ 81,523,654	\$ 80,705,735	\$ 84,871,306	\$ 93,503,008
Business-type Activities										
Net Investment in Capital Assets	\$ 87,563,599	\$ 87,045,968	\$ 87,095,908	\$ 88,397,393	\$ 89,676,943	\$ 92,370,199	\$ 92,423,864	\$ 107,005,953	\$ 110,590,572	\$ 109,465,284
Restricted	467,500	640,683	589,683	539,183	486,683	663,144	465,371	795,954	799,406	805,985
Unrestricted	6,622,369	7,112,499	6,781,845	6,155,390	4,985,570	3,948,328	7,266,259	10,194,064	9,322,775	12,106,332
Total business-type activities net position	\$ 94,653,468	\$ 94,799,150	\$ 94,467,436	\$ 95,091,966	\$ 95,149,196	\$ 96,981,671	\$ 100,155,494	\$ 117,995,971	\$ 120,712,753	\$ 122,377,601
Primary Government										
Net Investment in Capital Assets	\$ 116,724,034	\$ 131,399,087	\$ 135,762,129	\$ 139,780,666	\$ 145,102,952	\$ 153,066,698	\$ 161,186,165	\$ 176,064,401	\$ 184,105,600	\$ 188,970,045
Restricted	5,611,049	4,276,796	3,959,547	4,018,050	4,358,064	4,683,337	4,091,917	5,143,107	5,157,836	5,591,286
Unrestricted	14,097,532	15,833,939	15,733,538	14,749,538	15,551,448	15,043,985	16,401,066	17,494,198	16,320,623	21,319,278
Total primary governmental net position	\$ 136,432,615	\$ 151,509,822	\$ 155,455,214	\$ 158,548,254	\$ 165,012,464	\$ 172,794,020	\$ 181,679,148	\$ 198,701,706	\$ 205,584,059	\$ 215,880,609

Source: Current and prior years' financial statements





Schedule 2
City of Golden, Colorado
Changes in Net Position, Last Ten Years
(accrual basis of accounting)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Expenses										
Governmental Activities:										
General Government	\$ 4,506,258	\$ 5,177,505	\$ 4,869,996	\$ 5,500,012	\$ 6,355,983	7,170,606	7,480,751	6,219,076	6,607,850	7,981,596
Planning & Economic Development	1,465,776	1,369,737	1,508,834	1,382,978	1,691,531	1,661,333	1,915,287	1,895,845	2,199,152	2,362,023
Police	6,891,703	6,708,952	7,510,972	7,425,961	6,960,353	7,456,650	7,520,766	7,916,701	9,121,177	9,352,856
Fire	1,730,747	1,641,196	1,679,083	1,745,639	1,866,043	1,861,319	1,733,106	1,863,105	1,967,865	2,057,702
Public Works	5,409,722	5,904,355	5,215,528	6,052,699	5,911,551	5,880,920	5,692,087	9,004,171	20,430,241	14,671,104
Parks and Recreation	3,219,073	2,862,860	3,140,486	3,027,771	2,906,184	2,976,540	3,345,295	3,439,110	3,615,213	3,454,438
Interest on Long-Term Debt	1,783,158	1,662,301	1,439,222	1,250,874	1,185,983	1,100,795	1,032,257	952,831	894,056	536,284
Total governmental activities expenses	25,006,437	25,326,906	25,364,121	26,385,934	26,877,628	28,108,163	28,719,549	31,290,839	44,835,554	40,416,003
Business-type Activities:										
Water	5,265,393	5,015,706	5,034,206	5,184,993	5,050,660	5,187,505	5,192,955	5,521,900	5,852,719	7,735,332
Wastewater	1,680,177	1,800,782	1,680,328	1,688,415	1,612,250	1,729,759	1,745,956	1,905,150	2,057,625	1,878,713
Drainage	765,790	688,114	746,306	722,895	703,348	748,555	709,625	768,362	790,573	876,788
Fossil Trace Golf Course	2,856,814	2,777,396	2,842,321	3,246,913	3,068,085	3,072,239	3,089,033	3,146,486	3,342,963	3,517,779
Community Center	2,221,468	2,242,511	2,252,136	2,397,638	2,323,726	2,331,446	2,663,568	2,662,205	2,726,206	2,809,391
Splash Aquatic Park	558,347	543,739	560,403	563,162	599,632	564,345	569,265	613,989	677,476	707,952
Cemetery Operations	492,491	405,231	463,207	469,231	519,664	495,176	481,036	482,573	496,697	532,814
Rooney Road Sports Complex	75,040	429,611	218,047	224,028	210,984	202,745	230,882	209,887	212,441	208,553
Museums	-	-	221,704	482,821	484,514	563,082	508,265	516,489	586,226	592,024
Total business-type activities expenses	13,915,520	13,903,090	14,018,658	14,980,096	14,572,863	14,894,852	15,190,585	15,827,041	16,742,926	18,859,346
Total primary governmental expenses	\$ 38,921,957	\$ 39,229,996	\$ 39,382,779	\$ 41,366,030	\$ 41,450,491	\$ 43,003,015	\$ 43,910,134	\$ 47,117,880	\$ 61,578,480	\$ 59,275,349
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	\$ 1,250,927	\$ 1,200,019	\$ 1,723,496	\$ 1,847,935	\$ 1,831,455	2,044,000	2,039,950	2,112,581	2,267,007	3,131,284
Planning & Economic Development	250,438	193,281	250,503	224,140	183,903	390,231	284,859	290,564	519,859	344,537
Police	520,778	487,604	511,695	505,398	559,379	631,301	717,166	603,963	779,999	714,085
Fire	266,957	90,423	67,197	66,832	206,092	210,705	198,872	340,977	316,668	336,291
Public Works	38,485	24,475	266,032	204,427	83,025	83,250	81,750	84,300	84,525	111,675
Parks and Recreation	564,284	574,066	523,103	587,907	526,835	514,664	553,876	633,026	661,990	693,846
Operating grants and contributions	1,054,024	684,415	1,004,169	1,324,893	1,242,350	1,009,456	692,729	434,797	501,168	597,697
Capital grants and contributions	653,740	784,822	944,014	657,761	812,640	1,410,544	2,028,122	5,997,332	12,555,751	10,465,313
Total governmental activities program revenues	4,599,633	4,039,105	5,290,209	5,419,293	5,445,679	6,294,151	6,597,324	10,497,540	17,686,967	16,394,728

Schedule 2
City of Golden, Colorado
Changes in Net Position, Last Ten Years
(accrual basis of accounting)
Fiscal Year

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Business-type Activities:										
Water	5,421,192	5,120,162	5,577,631	5,196,576	5,596,503	5,136,052	5,668,271	5,979,736	5,928,882	6,112,819
Wastewater	1,440,329	1,370,846	1,463,566	1,518,208	1,731,358	1,872,216	2,312,333	2,303,640	2,330,085	2,383,757
Drainage	807,845	875,074	944,425	929,285	931,646	942,604	959,494	1,170,925	1,472,465	1,218,098
Fossil Trace Golf Course	3,177,675	2,851,431	2,822,063	2,935,738	3,272,538	2,966,052	3,318,353	3,339,201	3,403,841	3,455,374
Community Center	1,511,712	1,542,138	1,572,965	1,671,282	1,726,489	1,751,272	1,798,031	1,856,549	1,879,838	1,855,581
Splash Aquatic Park	363,055	348,031	406,553	411,203	412,288	388,834	403,566	394,859	442,023	424,600
Cemetery Operations	340,517	360,008	344,737	386,302	360,375	329,166	450,091	421,794	608,985	688,884
Rooney Road Sports Complex	41,326	71,841	50,066	58,553	63,834	66,711	70,476	52,117	49,403	124,823
Museums	-	-	29,407	78,845	87,845	98,543	101,621	124,027	154,345	126,349
Operating grants and contributions	-	-	4,620	71,412	37,603	56,808	57,096	53,567	73,719	71,276
Capital grants and contributions	252,592	1,758,531	1,229,504	1,771,594	335,568	2,940,432	2,910,729	4,103,705	2,615,309	3,594,404
Total business-type activities program revenues	13,356,243	14,298,062	14,445,537	15,028,998	14,556,047	16,548,690	18,050,061	19,800,120	18,958,895	20,055,965
Total primary government program revenues	\$ 17,955,876	\$ 18,337,167	\$ 19,735,746	\$ 20,448,291	\$ 20,001,726	\$ 22,842,841	\$ 24,647,385	\$ 30,297,660	\$ 36,645,862	\$ 36,450,693
Net (Expense)/Revenue										
Governmental activities										
Business-type activities	\$ (20,406,804)	\$ (21,287,801)	\$ (20,073,912)	\$ (20,966,641)	\$ (21,431,949)	\$ (21,814,012)	\$ (22,122,225)	\$ (20,793,299)	\$ (27,148,587)	\$ (24,021,275)
Total primary government net expenses	(559,277)	394,972	426,879	48,902	(16,816)	1,653,838	2,859,476	3,973,079	2,215,969	1,196,619
	\$ (20,966,081)	\$ (20,892,829)	\$ (19,647,033)	\$ (20,917,739)	\$ (21,448,765)	\$ (20,160,174)	\$ (19,262,749)	\$ (16,820,220)	\$ (24,932,618)	\$ (22,824,656)
Taxes										
Property taxes	\$ 3,933,004	\$ 4,507,619	\$ 4,918,182	\$ 4,977,820	\$ 4,973,794	5,074,134	5,241,397	5,539,584	6,719,185	6,831,275
Sales and use taxes	15,470,174	15,751,182	15,100,688	15,666,953	19,209,249	17,505,037	18,457,400	19,144,391	19,769,757	22,384,210
Franchise Fees	-	-	-	-	1,067,572	1,224,798	1,256,630	1,213,140	1,176,729	1,197,069
Other taxes	1,483,706	1,333,663	1,319,110	1,305,542	368,061	394,656	433,758	536,823	565,893	779,454
Unrestricted grants and contributions	312,501	1,274,517	961,563	489,795	438,838	2,536,149	1,195,717	1,910,865	181,303	232,824
Investment income	465,012	371,821	192,814	109,887	117,153	6,549	153,032	80,944	163,711	179,046
Miscellaneous	1,294,886	751,527	685,278	754,859	770,646	837,458	982,143	1,694,699	1,244,913	1,104,023
Gain (Loss) on sale of capital assets	-	-	-	-	144,964	247,685	104,477	96,298	-	-
Transfers	467,662	876,000	532,700	130,295	329,086	99,657	8,976	(148,491)	(100,456)	(54,924)
Total governmental activities	23,426,945	24,866,329	23,710,335	23,435,151	27,419,363	27,926,123	27,833,530	30,068,253	29,721,035	32,652,977
Business-type activities:										
Investment income	\$ 346,310	\$ 174,057	\$ 91,675	\$ 67,841	\$ 41,493	\$ 12,639	\$ 51,514	\$ 42,802	\$ 74,204	\$ 95,245
Miscellaneous	168,370	279,470	323,115	638,082	361,639	491,737	271,809	379,062	326,153	318,060
Gain (Loss) on sale of capital assets	1,494,223	-	-	-	-	-	-	-	-	-
Transfers	(467,662)	(876,000)	(532,700)	(130,295)	(329,086)	(99,657)	(8,976)	148,491	100,456	54,924
Total business-type activities	1,541,241	(422,473)	(117,910)	575,628	74,046	404,719	314,347	570,355	500,813	468,229
Total primary government	\$ 24,968,186	\$ 24,443,856	\$ 23,592,425	\$ 24,010,779	\$ 27,493,409	\$ 28,330,842	\$ 28,147,877	\$ 30,638,608	\$ 30,221,848	\$ 33,121,206
Changes in Net Position										
Governmental activities	\$ 3,020,141	\$ 3,578,528	\$ 3,636,423	\$ 2,468,510	\$ 5,987,414	\$ 6,112,111	\$ 5,711,305	\$ 9,274,954	\$ 2,572,448	\$ 8,631,702
Business-type activities	961,964	(27,501)	308,969	624,530	57,230	2,058,557	3,173,823	4,543,434	2,716,782	1,664,848
Total primary government	\$ 4,002,105	\$ 3,551,027	\$ 3,945,392	\$ 3,093,040	\$ 6,044,644	\$ 8,170,668	\$ 8,885,128	\$ 13,818,388	\$ 5,289,230	\$ 10,296,550

Source: Current and prior year's financial statements





Schedule 3
City of Golden, Colorado
Fund Balances, Governmental Funds, Last Ten Years
(accrual basis of accounting)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011 (a)</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Fund										
Reserved	\$ 820,000	\$ 860,964	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-spendable										
Prepaid Items					257,555	257,555	13,397	13,397	13,397	13,396
Inventory	-	-	93,832	129,436	133,597	34,449	45,784	40,099	19,626	33,285
Advance to Other Funds	-	-	-	-	-	1,800,000	1,717,611	1,560,039	1,454,900	1,350,524
Restricted										
TABOR Reserve	-	-	810,000	830,000	980,000	940,000	980,000	1,050,000	1,160,000	1,230,000
Committed										
Assigned										
Public Works Building Renovation	-	-	900,000	-	-	-	-	-	-	-
Future Year Expenditures	-	-	-	-	-	1,610,812	1,300,000	1,246,000	1,897,571	518,469
Unassigned			4,478,139	5,281,594	5,589,311	1,877,683	2,765,841	3,990,803	4,743,491	5,591,699
Unreserved	5,043,365	5,038,642	-	-	-	-	-	-	-	-
Total general fund	\$ 5,863,365	\$ 5,899,606	\$ 6,281,971	\$ 6,241,030	\$ 6,960,463	\$ 6,520,499	\$ 6,822,633	\$ 7,900,338	\$ 9,288,985	\$ 8,737,373
All other Governmental Funds										
Reserved	\$ 4,791,049	\$ 3,849,816	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-spendable										
Sales and Use Tax fund prepaid expenditures	-	-	-	390,600	-	-	-	-	-	-
Permanent fund principal	-	-	1,154,385	1,221,970	1,272,366	1,312,664	1,379,766	1,444,806	1,559,109	1,667,246
Advance to Other Funds	-	-	-	-	-	187,336	102,870	-	-	-
Restricted										
Parks & Recreation	-	-	121,488	190,546	258,977	306,383	73,541	169,509	356,394	269,094
Parking Improvements	-	-	24,498	34,974	50,975	65,946	33,678	187,422	352,112	359,614
Cemetery Maintenance	-	-	436,094	383,351	326,950	94,781	133,888	247,411	262,689	293,495
Downtown Improvements	-	-	-	-	-	-	-	418,433	668,126	883,915
Capital Projects	-	-	-	-	773,704	2,149,387	439,442	194,081	-	504,934
Debt Service	-	-	-	-	50,975	250,430	-	-	-	-
Committed										
Assigned										
Infrastructure	-	-	229,211	-	-	-	-	-	-	-
Street Improvements	-	-	284,188	247,256	80,891	124,475	205,136	147,569	-	81,937
Parks & Recreation	-	-	618,686	570,770	901,222	988,608	717,667	682,003	(1,051,434)	-
Unassigned	-	-	-	(618,250)	-	-	-	-	-	-
Unreserved, reports in:										
Special revenue funds	1,719	10,589	-	-	-	-	-	-	-	-
Capital projects funds	44,640	48,686	-	-	-	-	-	-	-	-
Total all other governmental funds	\$ 4,837,408	\$ 3,909,091	\$ 2,868,550	\$ 2,421,217	\$ 3,716,060	\$ 5,480,010	\$ 3,085,988	\$ 3,491,234	\$ 2,146,996	\$ 4,060,235

(a) In fiscal year 2011, the City adopted GASB 54 which changed fund balance classifications

Source: Current and prior year's financial statements

Schedule 4
City of Golden, Colorado
Changes in Fund Balances, Governmental Funds, Last Ten Years
(accrual basis of accounting)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Revenues										
Taxes	\$ 20,886,884	\$ 21,592,464	\$ 21,075,480	\$ 21,950,315	\$ 25,718,676	24,248,625	25,439,185	26,546,438	28,231,566	31,192,008
Licenses, fees and permits	497,159	408,720	753,713	592,813	463,112	673,820	599,978	647,273	670,890	1,530,843
Intergovernmental	1,993,520	2,743,756	2,909,746	2,357,731	2,481,733	4,010,367	2,638,583	3,279,422	14,613,471	11,240,929
Charges for services	1,882,222	1,689,893	2,085,335	2,347,764	2,376,162	2,576,195	2,567,036	2,825,003	3,185,546	3,093,858
Fines and penalties	512,488	471,253	502,978	496,062	551,415	624,136	709,459	593,135	773,612	707,017
Investment Income	372,418	277,730	146,447	74,222	90,375	2,539	111,447	60,848	133,088	148,231
Sale of Assets	-	-	-	-	30,000	-	-	-	-	-
Miscellaneous	1,294,886	751,527	685,278	754,859	770,646	837,458	982,143	1,694,702	1,244,916	1,104,023
Total revenues	27,439,577	27,935,343	28,158,977	28,573,766	32,482,119	32,973,140	33,047,831	35,646,821	48,853,089	49,016,909
Expenditures										
General Government	4,297,011	4,493,789	5,004,402	5,784,476	5,921,726	5,761,247	6,404,491	5,871,381	6,388,736	6,944,825
Planning & Economic Development	1,390,685	1,372,685	1,500,018	958,132	1,707,737	1,630,787	1,918,795	1,879,107	2,182,856	2,352,934
Police	6,595,491	6,540,684	7,180,681	7,180,012	6,787,524	7,143,867	7,224,732	7,715,395	8,571,358	9,103,204
Fire	1,300,760	1,391,733	1,491,259	1,492,412	1,537,001	1,535,326	1,452,762	1,655,874	1,765,554	1,833,210
Public Works	3,615,899	3,786,083	3,245,651	3,566,271	3,754,843	3,553,887	3,343,061	3,485,518	3,673,183	3,971,497
Parks and Recreation	2,435,339	2,028,967	2,262,389	2,190,495	2,322,771	2,290,432	2,502,871	2,628,759	2,667,961	2,585,817
Bond issuance costs	-	-	-	-	-	-	-	-	-	-
Capital outlay	7,457,230	6,119,745	5,426,645	4,834,826	5,826,168	6,776,520	8,869,386	7,305,459	21,563,101	18,021,671
Debt Service	-	-	-	-	-	-	-	-	-	-
Interest	1,783,158	1,683,333	1,553,674	1,255,711	1,190,134	1,126,117	1,058,617	979,844	924,600	556,417
Principal	1,775,000	1,855,000	1,930,000	1,930,000	2,000,000	2,050,000	2,450,000	2,535,000	2,620,000	2,845,000
Total expenditures	30,650,573	29,272,019	29,594,719	29,192,335	31,047,904	31,868,183	35,224,715	34,056,337	50,357,349	48,214,575
Excess of revenues over (under) expenditures	(3,210,996)	(1,336,676)	(1,435,742)	(618,569)	1,434,215	1,104,957	(2,176,884)	1,590,484	(1,504,260)	802,334
Other Financing Sources (Uses)										
Proceeds from borrowing	-	-	-	-	-	-	-	-	8,795,000	-
Payment to Refunded Escrow Agent	-	-	(21,316,758)	-	-	-	-	-	(8,655,000)	-
Transfers in	2,872,194	2,392,210	1,622,477	2,308,700	3,436,035	3,872,424	3,203,692	3,511,730	2,958,830	4,649,679
Transfers out	(2,186,990)	(1,947,610)	(1,069,077)	(2,178,405)	(2,906,949)	(3,702,420)	(3,118,696)	(3,619,263)	(3,026,742)	(4,849,904)
Proceeds from Sale of Assets	-	-	-	-	-	100,000	-	-	1,476,581	759,518
Total other financing sources (uses)	685,204	444,600	777,566	130,295	529,086	270,004	84,996	(107,533)	1,548,669	559,293
Net change in fund balances	\$ (2,525,792)	\$ (892,076)	\$ (658,176)	\$ (488,274)	\$ 1,963,301	\$ 1,374,961	\$ (2,091,888)	\$ 1,482,951	\$ 44,409	\$ 1,361,627
Debt service as a percentage of noncapital expenditures	15.3%	15.3%	14.4%	13.1%	12.6%	12.7%	13.3%	13.1%	8.8%	9.7%

Source: Current and prior year's financial statements



Schedule 5
City of Golden, Colorado
Sales and Use Tax Revenue by Type of Industry
Last Ten Fiscal Years

Fiscal Year	General Merchandise	Grocery	Restaurants	Automotive	Professional Service Entertainment	Business Service Supply	Manufacturing Production	Accommodations	Utilities	Penalties, Interest, Audit and Refunds	Total Sales and Use Tax	Total Direct Tax Rate
2008	3,623,634	1,872,238	1,063,091	1,517,506	219,142	1,603,657	1,794,141	577,002	1,792,379	914,320	14,977,110	3.00%
2009	3,194,223	1,821,959	1,114,154	1,419,891	202,481	1,385,679	1,908,278	511,440	1,495,509	2,697,568	15,751,182	3.00%
2010	3,474,560	1,852,014	1,207,334	1,413,191	220,409	1,425,246	1,548,668	568,214	1,367,912	2,023,140	15,100,688	3.00%
2011	3,536,704	1,966,836	1,308,285	1,517,602	462,754	1,257,469	1,991,188	587,972	1,472,531	1,303,111	15,404,452	3.00%
2012	3,727,945	2,101,032	1,442,026	1,884,673	289,703	1,312,312	1,966,953	652,177	1,351,683	4,161,750	18,890,254	3.00%
2013	3,972,140	2,271,135	1,462,911	1,961,438	341,743	1,295,763	1,774,480	726,932	1,466,629	2,424,215	17,697,386	3.00%
2014	4,020,365	2,313,480	1,598,377	2,173,268	286,192	1,416,801	3,192,562	796,917	1,318,748	1,340,690	18,457,400	3.00%
2015	4,454,253	2,609,300	1,722,939	2,386,567	328,243	1,398,236	2,662,456	847,257	1,236,239	1,498,901	19,144,391	3.00%
2016	4,330,779	2,632,834	1,891,948	1,368,795	244,314	1,396,706	1,108,942	939,014	1,153,595	4,702,832	19,769,759	3.00%
2017	4,974,965	2,807,981	2,063,783	2,693,532	410,346	1,575,139	2,407,506	994,300	1,430,224	3,026,434	22,384,210	3.00%

Source: City of Golden Sales and Use Tax Reports



Schedule 6
City of Golden, Colorado
Direct and Overlapping Sales Tax Rates
Last Ten Fiscal Years

Fiscal Year	City Direct Rate		Overlapping Rates						Total Overlapping Sales Tax Rate
	City of Golden	Total Direct Sales Tax Rate	State of Colorado	Jefferson County	Rapid Transit District		Cultural Facilities District	Football Stadium District	
					RTD				
2008	3.00%	3.00%	2.90%	0.50%	1.00%		0.10%	0.10%	7.60%
2009	3.00%	3.00%	2.90%	0.50%	1.00%		0.10%	0.10%	7.60%
2010	3.00%	3.00%	2.90%	0.50%	1.00%		0.10%	0.10%	7.60%
2011	3.00%	3.00%	2.90%	0.50%	1.00%		0.10%	0.10%	7.60%
2012	3.00%	3.00%	2.90%	0.50%	1.00%		0.10%	-	7.50%
2013	3.00%	3.00%	2.90%	0.50%	1.00%		0.10%	-	7.50%
2014	3.00%	3.00%	2.90%	0.50%	1.00%		0.10%	-	7.50%
2015	3.00%	3.00%	2.90%	0.50%	1.00%		0.10%	-	7.50%
2016	3.00%	3.00%	2.90%	0.50%	1.00%		0.10%	-	7.50%
2017	3.00%	3.00%	2.90%	0.50%	1.00%		0.10%	-	7.50%

Note: The City's sales tax rate may be increased only by a majority vote of the City's residents.

Source: City of Golden Sales and Use Tax Reports





Schedule 7
City of Golden, Colorado
Principal Sales and Use Tax Payers
Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Aggregate top ten filers ^{1, 2}	\$ 5,928,670	\$ 5,385,593	\$ 5,254,407	\$ 4,935,469	\$ 6,601,244	\$ 6,067,530	\$ 6,821,844	\$ 6,669,734	\$ 6,783,988	\$ 6,783,988
Aggregate all other filers ²	8,573,901	8,944,193	8,069,717	8,402,397	8,127,260	9,205,642	10,294,866	10,975,757	11,410,650	12,573,790
Total sales and use tax ²	<u>\$ 14,502,571</u>	<u>\$ 14,329,786</u>	<u>\$ 13,324,124</u>	<u>\$ 13,337,866</u>	<u>\$ 14,728,504</u>	<u>\$ 15,273,172</u>	<u>\$ 17,116,710</u>	<u>\$ 17,645,491</u>	<u>\$ 18,194,638</u>	<u>\$ 19,357,778</u>
Top ten filers as a percentage of total sales tax	40.88%	37.58%	39.44%	37.00%	44.82%	39.73%	39.85%	37.80%	37.29%	35.05%

¹ Colorado State Statutes and City of Golden Ordinances prohibit disclosure of individual sales tax returns, therefore the current year top ten filers are listed in alphabetical order as follows: Coors Tek, Home Depot #1522, Golden Hotel Mgt, Jefferson County, King Soopers, Kohl's Department Store, Martin Marietta Materials, Safeway #322, Table Mountain Inn, and Xcel Energy.

² Excludes building use tax, audit revenue, penalties, interest and refunds

Source: City of Golden Sales and Use Tax Reports

Schedule 8
City of Golden, Colorado
Ratio of Outstanding Debt, by Type
Last Ten Fiscal Years

Gross Debt									
Governmental Activities				Business-Type Activities					
Fiscal Year	Sales Tax Revenue Bonds ¹	Capital Leases	General Obligation Water Bonds ²	Water Revenue Bonds	Drainage Revenue Bonds	Total Primary Government	Percentage of Personal Income ³	Per Capita ³	
2008	21,260,000	13,395,000	445,000	9,815,000	2,710,000	47,625,000	7.59%	2,660	
2009	19,915,000	12,885,000	-	9,505,000	2,705,000	45,010,000	7.21%	2,505	
2010	18,515,000	12,355,000	-	8,700,000	2,455,000	42,025,000	6.73%	2,339	
2011	17,140,000	11,800,000	-	7,890,000	2,205,000	39,035,000	5.98%	2,069	
2012	15,720,000	11,220,000	-	7,045,000	1,930,000	35,915,000	5.35%	1,887	
2013	14,270,000	10,620,000	-	6,510,000	1,655,000	33,055,000	4.86%	1,723	
2014	12,445,000	9,995,000	-	5,810,000	1,380,000	29,630,000	4.29%	1,528	
2015	10,565,000	9,340,000	-	5,495,000	1,080,000	26,480,000	3.95%	1,350	
2016	8,630,000	8,795,000	-	4,875,000	780,000	23,080,000	3.27%	1,135	
2017	6,600,000	7,980,000	-	4,275,000	480,000	19,335,000	2.33%	933	

Debt Net of Premium Discounts									
Governmental Activities				Business-Type Activities					
Fiscal Year	Sales Tax Revenue Bonds ¹	Capital Leases	General Obligation Water Bonds ²	Water Revenue Bonds	Drainage Revenue Bonds	Total Primary Government	Percentage of Personal Income ³	Per Capita ³	
2008	23,033,736	13,473,497	445,000	9,815,000	2,696,788	49,464,021	7.88%	2,762	
2009	21,540,924	12,958,879	-	9,505,000	2,763,448	46,768,251	7.49%	2,603	
2010	18,672,910	12,424,261	-	8,700,000	2,507,603	42,304,774	6.91%	2,347	
2011	18,470,300	11,864,643	-	7,890,000	2,251,758	40,476,701	6.20%	2,145	
2012	16,902,488	11,280,025	-	7,045,000	1,970,913	37,198,426	5.55%	1,954	
2013	15,304,676	10,675,407	-	6,510,000	1,695,713	34,185,796	5.02%	1,782	
2014	13,331,864	10,045,789	-	5,810,000	1,409,223	30,596,876	4.43%	1,578	
2015	11,304,048	9,386,175	-	5,495,000	1,109,223	27,294,446	4.07%	1,392	
2016	9,221,233	8,795,000	-	4,875,000	797,533	23,688,766	3.36%	1,165	
2017	7,043,418	7,980,000	-	4,275,000	491,688	19,790,106	2.38%	955	

¹ Sales tax revenue bonds pledge 1-cent of the City's 3-cent sales tax.

² General obligation bonds have been issued for business-type activities. While general obligation water bonds are direct obligations and pledge the full faith and credit of the City, the City is bound by bond covenant to establish water rates which will provide for operations and debt service.

³ See schedule 12 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Source: Current and prior year's financial statements





Schedule 9
City of Golden, Colorado
Ratio of General Bonded Debt Outstanding and Legal Debt Margin
Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General bonded debt outstanding ¹	\$ 440,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Actual water sales ²	\$ 5,610,181	\$ 6,242,616	\$ 6,260,513	\$ 6,233,121	\$ 5,712,752	\$ 6,629,132	\$ 7,557,119	\$ 5,807,252	\$ 6,273,579	\$ 8,909,109
Percentage of actual water sales	8%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Per capita ³	\$ 25	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: Amounts set aside to repay general debt	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to debit limit	440,000	-	-	-	-	-	-	-	-	-
Legal debt limit ⁴	-	-	-	-	-	-	-	-	-	-
Legal debt margin ⁵	\$ 440,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Legal debt margin as a percentage of debt limit	100%	0%	0%	0%	0%	0%	0%	0%	0%	0%

¹ General obligation bonds have been issued for business-type activities. While general obligation water bonds are direct obligations and pledge the full faith and credit of the City, the City is bound by bond covenant to establish water rates which will provide for operations and debt service.

² Source: Current and prior year's financial statements. Includes water sales and tap fees.

³ See Schedule 12 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

⁴ Section 12.6 of the City of Golden Charter states "There shall be no limitation as to the amount of bonds which may be issued by the city, subject only to the election provisions of section 12.3."

⁵ The legal debt margin is the city's available borrowing authority.

Schedule 10
City of Golden, Colorado
Direct and Overlapping Governmental Activities Debt
As of December 31, 2016

Jurisdiction	Debt Net of Premiums and Discounts Outstanding	Percentage Applicable To Government	Estimated Share of Overlapping Debt
Direct:			
City of Golden	\$ 15,023,418	100.00%	\$ 15,023,418
Overlapping: ^{1, 2}			
Fairmount Fire Protection District	1,416,280	7.50%	106,221
Jefferson County School District No. R-1	<u>358,275,000</u>	6.00%	<u>21,480,338</u>
Total Overlapping	<u>359,691,280</u>		<u>21,586,559</u>
Total Direct and Overlapping	<u>\$ 374,714,698</u>		<u>\$ 36,609,977</u>

¹ The Golden Downtown General Improvement District, Jefferson County, Pleasant View Metropolitan District, Pleasant View Water and Sanitation District and the Urban Drainage and Flood Control District also overlap the City but have no general obligation debt outstanding.

² The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the entities taxable assessed value that is within the City's boundaries and dividing it by their total taxable assessed value.

Source: Jefferson County Assessor, City of Golden and special districts



Schedule 11
City of Golden, Colorado
Pledged-Revenue Coverage
Last Ten Fiscal Years

Water Revenue Bonds^{3,5,6}						
Fiscal Year	Water Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2008	5,689,754	3,575,192	2,114,562	310,000	444,010	2.80
2009	5,226,609	3,527,106	1,699,503	310,000	431,910	2.29
2010	5,778,095	3,493,428	2,284,667	805,000	419,660	1.87
2011	5,741,706	3,497,249	2,244,457	810,000	388,735	1.87
2012	5,716,720	3,479,760	2,236,960	845,000	356,335	1.86
2013	5,414,434	3,647,607	1,766,827	865,000	307,779	1.51
2014	5,668,271	3,688,181	1,980,090	700,000	227,565	2.13
2015	5,979,736	3,692,655	2,287,081	700,000	204,553	2.53
2016	5,928,822	4,041,924	1,886,898	620,000	116,488	2.56
2017	6,112,819	4,721,378	1,391,441	600,000	106,887	1.97

Drainage Utility Revenue Bonds⁴						
	Drainage Utility Charge	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2008	808,051	235,135	572,916	205,000	151,813	2.26
2009	875,074	231,774	643,300	255,000	23,690	3.14
2010	1,005,960	288,278	717,682	250,000	77,700	3.07
2011	931,871	267,587	664,284	250,000	72,700	2.89
2012	931,667	251,747	679,920	275,000	67,700	2.72
2013	946,115	254,892	691,223	275,000	56,012	2.86
2014	959,494	269,862	689,632	275,000	56,012	2.90
2015	1,170,925	335,004	835,921	300,000	48,450	3.36
2016	1,472,465	850,158	622,307	300,000	39,450	4.34
2017	1,218,098	405,737	812,361	300,000	29,700	3.69

Sales Tax Revenue Bonds^{1,2}				
	1-cent Sales & Use Tax Increment	Debt Service Principal	Interest	Coverage
2008	5,178,572	1,285,000	1,124,051	2.15
2009	5,173,539	1,345,000	1,063,731	2.15
2010	4,877,618	21,845,000	2,884,547	0.20
2011	5,161,617	1,375,000	703,300	2.48
2012	6,419,750	1,420,000	662,050	3.08
2013	5,834,867	1,450,000	626,550	2.81
2014	6,175,637	1,825,000	583,050	2.56
2015	6,368,318	1,880,000	528,300	2.64
2016	6,581,305	1,935,000	471,900	2.73
2017	7,459,808	2,030,000	375,150	3.10

¹ Sales tax revenue bonds pledge 1-cent of the City's 3-cent sales tax.

² The City issued \$19,915,000 of sales tax revenue refunding bonds in 2010 to refund the outstanding 2001 sales and use tax revenue bonds.

³ The City issued \$5,790,000 of water revenue bonds in 2006. \$1,095,000 was for a refunding of remaining payments of principal under an outstanding lease-purchase agreement entered into to finance the acquisition of water rights

⁴ Per Bond covenants, coverage based on Drainage Utility Charge.

⁵ The City issued \$2,900,000 of water revenue bonds in 2013 for a refunding of 2002 water revenue bonds.

⁶ The City issued \$3,300,000 of water revenue bonds in 2015 for a refunding of 2006 water revenue bonds.

Source: Current and prior year's financial statements



Schedule 12
City of Golden, Colorado
Demographic and Economic Statistics
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Income</u>	<u>Median Age</u>	<u>Education Level in Years of Formal Schooling ¹</u>	<u>School Enrollment</u>	<u>Unemployment Rate (%)</u>
2008	17,906	627,337	35,035	39.50	13.67	2,877	5.00
2009	17,965	624,176	34,744	39.70	13.67	2,882	7.90
2010	18,026	612,650	33,987	35.60	14.43	2,826	9.90
2011	18,867	653,006	34,611	34.60	14.71	2,767	7.30
2012	19,035	670,755	35,238	33.90	14.40	2,592	7.40
2013	19,186	680,431	35,465	33.90	14.37	2,317	7.00
2014	19,393	690,759	35,619	31.40	14.55	2,598	7.60
2015	19,615	670,970	34,207	31.70	14.59	2,638	6.40
2016	20,330	705,736	34,714	30.10	14.60	2,585	6.00
2017	20,718	831,496	40,134	30.70	14.62	2,472	4.80

¹ Most recent information available is from the 2010 Census.

Source: 2000 Bureau of the Census
2010 Bureau of the Census
City of Golden
Colorado Department of Labor and Employment
Jefferson County School District R-1

Schedule 13
City of Golden, Colorado
Full-time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General government										
Administration ³	10	10	10	10	11	12	12	12	12	12
Finance ^{1,2}	9	9	9	10	11	11	11	11	11	11
Court	3	3	3	3	3	3	3	3	3	3
Planning ^{6,17}	5	5	5	5	6	6	7	7	8	8
Public Works ^{4,9,22}	11	10	10	10	10	11	11	12	12	12
Streets ^{7,10}	14	13	13	14	13	13	12	13	13	13
Other ^{18,21}	10	9	10	10	10	10	10	10	12	13
Police										
Sworn Officers	44	42	43	43	43	44	44	44	46	46
Reserve Officers	4	4	4	5	5	5	4	3	2	4
Dispatchers ¹²	10	10	10	10	10	10	10	10	10	10
Civilians ^{5,8,19}	8	8	8	8	8	9	11	12	14	14
Fire										
Sworn Personnel ¹³	6	6	6	6	6	6	6	8	8	8
Civilians	3	3	3	3	3	3	3	3	3	3
Volunteers	60	64	74	82	84	84	82	82	83	85
Utilities										
Prevention and Maintenance ¹¹	10	10	10	10	10	10	10	11	11	11
Environmental Services ²⁰	6	6	6	6	8	8	8	8	7	9
Water Treatment	8	8	8	8	8	8	8	8	8	8
Parks and Recreation										
Management	5	5	5	5	5	5	5	5	5	5
Outdoor Recreation ¹⁴	1	1	1	1	1	1	1	2	2	2
Parks and Forestry ¹⁵	10	8	10	9	9	10	10	12	12	12
Community Center ^{14,16}	10	9	9	9	9	10	11	11	11	11
Cemetery	2	2	2	2	2	2	2	2	2	2
Aquatic Park	1	1	1	1	1	1	1	1	1	1
Golf Course	8	7	8	8	8	8	8	8	8	8
Museum	-	-	4	4	5	5	5	5	5	5
Other	-	-	-	-	-	-	-	-	-	-
	258	253	272	282	289	295	295	303	309	316

- 1 The finance department changed a part-time sales tax technician to full-time in 2011
2 The finance department added a full time sales tax auditor in 2012
3 The human resources department added a full time analyst in 2013
4 The public works department hired a full time inspector in 2013 which has been vacant since 2008
5 The police department hired a full time civilian accreditation coordinator in 2013
6 DDA Administrator position added in Comm & Econ Dev in 2014
7 Streets Supervisor position not replaced in 2014
8 2 FT Park Ranger positions added in PD in 2014
9 1 GIS Technician position added in PW in 2015
10 1 Sr. Maint Worker position added in Streets in 2015
11 1 Sr. Maint Worker position added in Utilities in 2015
12 Dispatch Manager position filled in 2015
13 Vol Coordinator not replaced, 3 shift officers added in 2015 in Fire
14 Athletics Supervisor moved from Community Center to Outdoor Rec
15 2 New Sr. Maint Worker positions added in Parks in 2015
16 1 Facility Coordinator position added in 2015
17 FT Temp Community Development Analyst added in 2016
18 1 Systems Administrator & 1 FT Temp Systems Admin added in 2016
19 1 Admin Tech & 1 Records Specialist added in 2016
20 Plant Chemist position eliminated in 2016
21 Innovation & Tech Dir added in 2017
22 Compliance Inspector added in 2017, Analytical Chemist added back in 2017

Note: In 2009, 8 positions were held vacant due to the economy, 1 in Fleet, 2 in Parks, 1 in Golf Course, 1 in Community Center and 1 in Streets. All the positions were anticipated to be filled in 2010 except the one in Streets which was filled in 2011.

Source: City of Golden Human Resources Department

Schedule 14
City of Golden, Colorado
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Police										
Physical arrests	1,300	1,205	1,144	970	977	1,026	920	913	971	1,028
Traffic violations	4,889	4,423	3,462	3,301	4,409	4,726	4,066	2,164	3,527	3,352
Parking violations	1,184	1,726	2,349	2,420	1,617	827	2,937	5,530	4,439	3,770
Fire										
Emergency responses	1,195	1,275	1,287	1,379	1,372	1,406	1,556	1,569	1,640	1,573
Inspections conducted	1,070	1,200	1,364	1,350	1,132	1,524	1,508	1,204	1,191	1,273
Parks and Recreation										
Community Center admissions	222,442	227,009	224,326	220,863	226,067	225,974	225,752	234,784	225,180	218,422
Golf Course rounds played ³	41,115	32,521	32,934	34,249	38,891	37,464	36,382	35,094	35,218	35,422
Aquatic Park admissions	53,165	44,159	53,403	55,384	54,124	47,612	49,816	50,759	56,212	52,945
Cemetery plot sales	110	125	119	146	86	78	113	82	176	166
Cemetery plot opening/closings	149	158	149	112	135	114	125	127	171	177
Utilities ¹										
Daily average consumption MGD ²	3.53	3.00	3.45	3.32	3.37	3.07	2.99	3.48	2.79	2.90
Maximum daily capacity MGD ²	13	13	8	7	7	7	7	6	6	6
New connections	36	18	39	32	8	12	12	26	13	12
Facilities and services not included in the reporting entity:										
Education:										
Number of elementary schools	2	2	2	2	2	2	2	2	2	2
Number of elementary instructors	55	50	51	57	57	57	57	57	58	58
Number of secondary schools	2	2	2	2	2	2	2	2	2	2
Number of secondary instructors	98	98	101	104	104	104	104	104	106	106
Number of universities	1	1	1	1	1	1	1	1	1	1

¹ Coors Brewing Company provides wastewater treatment in exchange for water provided from the City

² MGD - Millions of gallons per day

³ Total 18 hole equivalent rounds; 9 and 18 holes combined

Source: Various city departments





Schedule 15
City of Golden, Colorado
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	15	15	15	15	15	15	15	15	15	15
Fire Stations	4	4	4	4	4	4	4	4	4	4
Public Works										
Street (miles)	230	242	242	242	242	242	242	242	242	242
Traffic Signals	18	16	16	16	16	16	16	16	16	16
Parks and Recreation										
Community centers	1	1	1	1	1	1	1	1	1	1
Parks	18	18	18	18	18	18	18	18	18	18
Park, trail and open space acreage	748	748	765	765	765	765	765	765	765	765
Swimming pools	2	2	2	2	2	2	2	2	2	2
Tennis courts	5	5	5	5	5	5	5	5	5	5
Utilities¹										
Water treatment plants	1	1	1	1	1	1	1	1	1	1
Water mains (miles)	108	108	109	109	109	109	109	109	110	111
Sanitary sewer (miles)	78	78	79	79	79	80	80	80	81	81
Storm sewers (miles)	58	61	62	62	62	66	66	66	68	68
Water connections	5279	5109	5343	5374	5378	5353	5365	5365	5365	5439
Wastewater connections	5022	5045	5078	5108	5056	5056	5056	5056	5056	5056

¹ Coors Brewing Company provides wastewater treatment in exchange for water provided from the City

Note: No capital assets are available for general government function

Source: Various city departments



Other Schedules

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

LOCAL HIGHWAY FINANCE REPORT	Golden, Colorado:
	YEAR ENDING : December 2017
This Information From The Records Of City of Golden	Prepared By: Stephanie Novello Phone: 303-384-8021

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	6,357,965
4. Miscellaneous local receipts (from page 2)	0
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	6,357,965
B. Private Contributions	
C. Receipts from State government (from page 2)	611,760
D. Receipts from Federal Government (from page 2)	7,516,388
E. Total receipts (A.7 + B + C + D)	14,486,113

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	13,436,559
2. Maintenance:	308,295
3. Road and street services:	
a. Traffic control operations	572,562
b. Snow and ice removal	124,984
c. Other	
d. Total (a. through c.)	697,546
4. General administration & miscellaneous	43,713
5. Highway law enforcement and safety	
6. Total (1 through 5)	14,486,113
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	14,486,113

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	14,486,113	14,486,113		0

Notes and Comments:



LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING: December 2017	

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	2,282,148	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	3,724,351	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	351,466	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other		g. Other Misc. Receipts	
6. Total (1. through 5.)	4,075,817	h. Other	
c. Total (a. + b.)	6,357,965	i. Total (a. through h.)	0
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	545,284	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	66,476	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	7,516,388
f. Total (a. through e.)	66,476	g. Total (a. through f.)	7,516,388
4. Total (1. + 2. + 3.f)	611,760	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs	831,955	1,016,201	1,848,156
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements	0		0
(3). System Preservation	3,095,386	8,493,017	11,588,403
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	3,095,386	8,493,017	11,588,403
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	3,927,341	9,509,218	13,436,559
			(Carry forward to page 1)

Notes and Comments:

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

City Council
City of Golden
Golden, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Golden, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the City of Golden's basic financial statements, and have issued our report thereon dated June 13, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Golden's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Golden's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Golden's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2017-001 and 2017-002 that we consider to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Golden's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

City of Golden's Response to Findings

City of Golden's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. City of Golden's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Broomfield, Colorado
June 13, 2018

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
THE UNIFORM GUIDANCE**

City Council
City of Golden
Golden, Colorado

Report on Compliance for Each Major Federal Program

We have audited the City of Golden's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Golden's major federal programs for the year ended December 31, 2017. The City of Golden's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Golden's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Golden's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Golden's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Golden complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2017.

Report on Internal Control Over Compliance

Management of the City of Golden is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Golden's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Golden's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Broomfield, Colorado
June 13, 2018

City of Golden
Schedule of Expenditure of Federal Awards

Period End December 31, 2017

Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Other Identification Number	Current Year Expenditures
U.S. Department of Justice			
Bulletproof Vest Partnership Program	16.607	29-RI-03-13-3	3,278
Total U.S. Department of Justice			3,278
U.S. Department of Transportation			
Passed through the Colorado Department of Transportation			
Highway Planning and Construction Highway 6&19	20.205	NHPP 006A-054	7,516,388
Highway Planning and Construction Safe Routes to School	20.205	1510971269	9,780
Highway Planning and Construction West Colfax Ave Sidewalk	20.205	TAP M540-008 (21875)	436,578
Total U.S. Department of Transportation			7,962,746
TOTAL FEDERAL AWARDS EXPENDED			\$ 7,966,024

See the Notes to the Schedule of Expenditures of Federal Awards.



CITY OF GOLDEN, COLORADO

Notes to Schedule of Expenditures of Federal Awards December 31, 2017

NOTE 1: GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the City of Golden (the City). The City's reporting entity is defined in Note 1 to the City's basic financial statements.

NOTE 2: BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards presents the activity of all federal grant activity for the year ended December 31, 2017. The City uses the accrual basis or modified accrual basis of accounting as appropriate. The information in this schedule is presented in accordance with requirements of the Code of Federal Regulations, 2 CFR Part 200, Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the presentation of the basic financial statements. This City has elected not to use the 10 percent de minimus indirect cost rate as allowed under the Uniform Guidance.

NOTE 3: PROGRAM COSTS

The amounts shown as current year expenditures represent only the grant portion of the program cost. Entire program costs, including the City's portion, may be more than shown.

NOTE 4: EXPENDITURES INCURRED IN PRIOR YEARS

The accompanying Schedule of Expenditures of Federal Awards includes expenditures incurred in prior years related to the Highway Planning and Construction grant program, CFDA# 20.205. Total expenditures incurred in prior years were \$540,057.

**CITY OF GOLDEN, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2017**

Section I – Summary of Auditors' Results

Financial Statements

1. Type of auditors' report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? x yes _____ none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
2. Type of auditors' report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? x yes _____ no

Identification of Major Federal Programs

CFDA Number(s)	Name of Federal Program or Cluster
20.205	Highway Planning and Construction
Dollar threshold used to distinguish between Type A and Type B programs:	\$ <u> \$750,000/other </u>
Auditee qualified as low-risk auditee?	_____ yes <u> x </u> no



**CITY OF GOLDEN, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2017**

Section II – Financial Statement Findings

2017 – 001

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

Condition: The City started incurring reimbursable expenditures in 2014 relating to a federal grant, Highway Planning and Construction, that is being funded 80% from federal reimbursements that are passed through the Colorado Department of Transportation (CDOT). The City requested reimbursements from CDOT in early 2017 that related to prior year expenditures. The reimbursements were received by the City in April 2017 relating to prior years' expenditures, totaling \$540,057.

Criteria or specific requirement: The City should ensure it records receivables and related revenues in the proper fiscal year in accordance with its revenue recognition policies for government-wide impact as well as modified accrual.

Context: During our audit, we noted that the City should have recorded this prior year related revenue and receivable in 2016 per the government-wide statement of net position and statement of activities. This amount was received in 2017 but should have been recognized as revenue at the government-wide level in 2016. This amount did not meet the revenue recognition criteria at the fund level and was properly excluded as revenue by the City in 2016. City management agreed to record a passed adjusting entry for the prior period adjustment at the government-wide level to properly recognize the revenue and receivable for \$540,057 as of December 31, 2016.

Effect: A passed adjusting journal entry was recorded in the amount of \$540,057.

Cause: The City's Finance Department was unaware that amounts had been requested for reimbursement under this federal grant by the City's Public Works department.

Repeat Finding: See prior year finding 2016 – 001.

Recommendation: We recommend the City enhance its process relating to tracking and monitoring of grant activity incurred by City departments to verify the funding sources and timing of grants are documented and understood to determine proper reporting for financial statement purposes. Further, the City should enhance its controls over the schedule of expenditures of federal awards (SEFA) to ensure proper reporting of all federal activity in the correct time periods.

Views of responsible officials and planned corrective actions: Concur. The City created a Grant Tracking Form and distributed it to all departments for utilization, since the City has a decentralized grant application process. This form helps the Finance Department identify grants awarded, funding sources and timing of payments. This will also help track all federal activity, so that federal awards are reported in the correct time periods.

**CITY OF GOLDEN, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2017**

2017 – 002

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

Condition: The City did not use the proper mill levies for calculating Golden Urban Renewal Authority's property tax receivables and the related deferred revenue as of December 31, 2017. An adjusting entry was recorded totaling \$128,240 to the correct the balance.

Criteria or specific requirement: The City should have a process in place to ensure it uses the current mill levy when recording property tax receivables and the related deferred revenues.

Context: During our audit, we noted that the City does not have a process in place to ensure that current year mill levies are being used for recording Golden Urban Renewal Authority's property tax increment receivable and the related deferred revenue.

Effect: An adjusting journal entry was recorded in the amount of \$128,240.

Cause: The City's Finance Department does not have a process in place for obtaining current mill levies for the calculation of Golden Urban Renewal Authority's property tax receivables and the related deferred revenue.

Recommendation: We recommend the City enhance its process relating to obtaining current mill levies for the calculation of Golden Urban Renewal Authority's property tax increment receivable and the related deferred revenue.

Views of responsible officials and planned corrective actions: Staff concurs with the finding. Due to delays by Jefferson County in publishing the annual Abstract of Assessments, and a misunderstanding regarding the use of current year mill levies, we were not using current year information to determine the tax increment receivable for GURA. A process is now in place to ensure current mill levies are obtained and used in the tax increment calculations. This process will be implemented within the 2018 year and procedures.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).



**CITY OF GOLDEN, COLORADO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2017**

City of Golden, Colorado respectfully submits the following summary schedule of prior audit findings for the year ended December 31, 2017.

Audit period: Year ended December 31, 2017

The findings from the prior audit's schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the prior year.

FINDINGS—FINANCIAL STATEMENT AUDIT

2016 – 001 Prior Period Adjustment for Grant Revenue

Condition: The City started incurring reimbursable expenditures in 2014 relating to a federal grant, Highway Planning and Construction that is being funded 80% from federal reimbursements that are passed through the Colorado Department of Transportation (CDOT). The City requested reimbursements from CDOT in 2015 and early 2016 that related to prior year expenditures. The reimbursements were received by the City in June 2016 relating to prior years' expenditures, totaling \$1,593,123.

Status: See current year finding 2017-001.

Reason for finding's recurrence: The City's Finance Department was unaware that amounts from prior years had been requested for reimbursement in the current year by the Public Works Department, under the federal grant.

Corrective Action: The City created a Grant Tracking Form and distributed it to all departments for utilization, since the City has a decentralized grant application process. This form helps the Finance Department identify grants awarded, funding sources and timing of payments. This will also help track all federal activity, so that federal awards are reported in the correct time periods. The City Finance Department will continue educating and communicating with departments on the importance of communicating all relevant grant reimbursement information to the Finance Department.

2016 – 002 Adjustments for Capital Assets

Condition: During our audit, we noted that a conveyance of capital assets from the Golden Urban Renewal Authority (GURA), a discretely presented component unit of the City, was not fully recorded by the City. Also, we noted other material audit adjustments for capital asset activity incurred by the City to properly state disposals, to properly state a transfer between the City's governmental activities and business-type activities, to properly state construction in progress additions for the City's governmental activities, and to properly report capital contributions for the City's governmental activities and business-type activities. Net audit adjustments for the year ended December 31, 2017 for these items totaled \$3,066,231.

Status: Resolved for the year ended December 31, 2017, corrective action was taken.

FINDINGS— FEDERAL AWARD PROGRAMS AUDITS

2017 – 001 Procurement, Suspension and Debarment

Condition: We noted that the City does not have policies and procedures in place to provide assurance that no sub-award, contract, or agreement for purchases of goods or services is made with any debarred or suspended parties. During our testing of two selections, we verified that per SAM.gov the entities were active and not suspended or debarred.

Status: Resolved for the year ended December 31, 2017, corrective action was taken.

If there are questions regarding this schedule, please call Stephanie Novello, Assistant Finance Director, at 303-384-8021.



**CITY OF GOLDEN, COLORADO
CORRECTIVE ACTION PLAN
YEAR ENDED DECEMBER 31, 2017**

City of Golden, Colorado respectfully submits the following corrective action plan for the year ended December 31, 2017.

Audit period: December 31, 2017

The findings from the schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

FINDINGS—FINANCIAL STATEMENT AUDIT

SIGNIFICANT DEFICIENCY

2017-001 Grant Revenue

Recommendation: We recommend the City enhance its process relating to tracking and monitoring of grant activity incurred by City departments to verify the funding sources and timing of grants are documented and understood to determine proper reporting for financial statement purposes. Further, the City should enhance its controls over the schedule of expenditures of federal awards (SEFA) to ensure proper reporting of all federal activity in the correct time periods.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: The City created a Grant Tracking Form and distributed it to all departments for utilization since the City has a decentralized grant application process. This form helps the Finance Department identify grants awarded, funding sources and timing of payments. This will also help track all federal activity, so that federal awards are reported in the correct time periods.

Name(s) of the contact person(s) responsible for corrective action: Stephanie Novello, Assistant Finance Director, and Jessica Sallee, Accounting Technician.

Planned completion date for corrective action plan: Completed.

SIGNIFICANT DEFICIENCY

2017-002 Golden Urban Renewal Authority Property Taxes

Recommendation: We recommend the City enhance its process related to obtaining current mill levies for the calculation of Golden Urban Renewal Authority's property tax receivables and the related deferred revenue.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: The City has a plan in place to identify mill levies for the calculation of Golden Urban Renewal Authority's property tax increment receivable in years when Jefferson County delays publishing the Abstract of Assessments.

Name(s) of the contact person(s) responsible for corrective action: Stephanie Novello, Assistant Finance Director, and Steve Glueck, Planning and Economic Development Director.

Planned completion date for corrective action plan: Completed.

FINDINGS—FEDERAL AWARD PROGRAMS AUDITS

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).Planned completion date for corrective action plan: When applicable.

If there are questions regarding this plan, please call please call Jeff Hansen, Finance Director, at 303-384-8020.

