

2017 CAFR

Comprehensive Annual Financial Report
Year Ended Dec. 31, 2017

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June 19, 2018

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CITY OF NORTHGLENN, COLORADO

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For the Year Ended December 31, 2017

**Prepared by:
Finance Department**

CITY OF NORTHGLENN, COLORADO

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May 21, 2018

To the Citizens, Mayor, Members of City Council
City of Northglenn, Colorado

We are pleased to submit this Comprehensive Annual Financial Report of the City of Northglenn, Colorado (the City) for the fiscal year ended December 31, 2017 as required by local ordinance, City Charter and state statutes. These ordinances and statutes require that the City issue an annual report on its financial position and activity, and that an independent firm of certified public accountants audit this report.

Responsibility for the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief this financial information is reported in a manner designed to present fairly the financial position and results of operations of the various funds. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement.

The City's financial statements have been audited by RSM US LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2017 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended December 31, 2017 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

Profile of the Government

The City was incorporated in 1969 and became a home rule city in 1975 under the provisions of Article XX of the Constitution of the State of Colorado. Pursuant to charter, the City operates under the council-manager form of government with power vested in an elected, nine-member City Council. Policy-making and legislative authority remains the responsibility of the City Council. The Council adopts the budget, appoints the boards and commissions, and hires the City Manager, City Attorney, City Clerk, and Municipal Judge. The City Manager is responsible for carrying out the policies and ordinances approved by Council, for overseeing the day-to-day operations of the City, and for appointing the heads of various departments. Elected by ward on a non-partisan basis, Council Members serve four-year staggered terms. The Mayor is elected at-large every four years. The Council may take action through ordinances, resolutions, and motions.

The City provides a full range of services including police protection, municipal court services, street and road maintenance, parks and recreation, sanitation services, water treatment and distribution, wastewater collection and treatment, and stormwater services, as well as planning and general administration.

The City is a suburban community made up of two geographically separated areas. The major portion of the City contains 6.5 square miles and serves a population of approximately 39,089. In 1990, the City annexed

approximately one additional square mile of land, which is located 5.5 miles north of the former City border. The annexed land included the City's wastewater treatment facility and approximately one-half square mile of undeveloped land. The City is located approximately 9 miles north of Denver and bordered by the City of Thornton on the north, east, and south, and by the City of Westminster on the west. US Interstate 25 bisects the City in a North-South direction, and serves as the area's primary arterial along the foothills and Front Range cities.

The City has two discretely presented component units and one blended component unit included in its financial statements. The Northglenn Urban Renewal Authority, Church Ditch Water Authority, and Northglenn Capital Leasing Corporation are legally separate entities. These component units do not issue complete separate financial statements. Additional information on these three units is included in notes to financial statements and in miscellaneous schedules.

Local Economy

Approximately 950 businesses operate in the City offering a wide variety of goods and services. A 125-acre industrial park located on the east side of the City and comprised of over 100 businesses involved in manufacturing, transportation, warehousing, automotive, and other services provides many of the primary jobs within the community. The City is also home to a number of "big box" commercial retail establishments including Lowes and Best Buy. The Northglenn Marketplace located at Interstate 25 and 104th Avenue is the primary retail center within the City and is made up of approximately 40 establishments and representing over 650,000 square feet of retail space.

As part of the Denver metropolitan area, the City's economy reflects and benefits from the general economy of the Denver area. Over the past decade, Colorado and the Denver Metropolitan Region grew at a greater rate than a majority of the country. Nearly at build out, the City is no longer participating in this trend.

The Consumer Price Index for the Denver metropolitan area increased 3.7% comparable with the increase in the national index of 2.5% for all urban consumers for the twelve months ending December 31, 2017. Adams County, Colorado reported an unemployment rate of 3.3% in December 2017 compared to 3.0% reported in 2016. Local area unemployment is below that of the nation as a whole, which reported an ending 2017 unemployment rate of 4.1%.

Long-Term Financial Planning

The City of Northglenn is a mature community, bordered on all sides by other municipalities with limited land available for new development. As such, redevelopment remains a primary focus of long-term financial planning. While limited, opportunities for infill development within the City do exist. Vacant land along 120th Avenue near Interstate 25 began to be developed into a large retail/restaurant center in 2013, with the full development being completed in summer of 2015. Near the 120th development, on Community Center Drive, a hospital and medical office complex opened in January 2017. In addition, two future mass-transit light rail stations are planned in or near Northglenn as part of the Regional Transportation District's (RTD) FasTracks program. The first station is planned to be built on vacant property between Irma and York Street on E. 112th Avenue, while the other is planned to go in just north of the city limits, at 124th Avenue and Claude Court.

Reinvestment in public infrastructure remains a crucial component of the City's long-range plans. Aging infrastructure, increased traffic from surrounding cities and unfunded mandates drive many of the foreseeable future obligations. Therefore, the City has taken steps to ensure identified funding of future capital and infrastructure needs. In 2013, voters approved the continuation of a one-half percent sales tax dedicated for the procurement of water rights until December 31, 2025. The voters removed a sunset provision of a 4.000 mill property tax for the exclusive purposes of reconstructing streets and roadways in 2017. In 2015, voters approved the extension of a one-half percent sales tax with a spending restriction for purposes of funding capital improvement projects that does not sunset. As part of the long-range planning, the City increased the water and wastewater user rates to support the ongoing operations and maintenance of the City's water and wastewater plants and infrastructure in 2009, 2010, 2011, 2014 and again in 2015. A rate study was completed in 2017. Increases for the next five-years were approved, beginning in 2018.

Debt Administration. As of December 31, 2017, the City has no general obligation bonded debt outstanding. Under state statute, general obligation bonded debt issuances are subject to a legal limitation based on 3 percent of total assessed value of real and personal property.

In April 2017, the City issued 2017 Certificates of Participation in the amount of \$19,325,000. At December of 2017, the 2017 Certificates of Participation were outstanding in the amount of \$18,930,000. The required annual lease payments are approximately \$1,500,000 per year and are scheduled to continue through 2036. The issuance is being used to fund construction costs related to the Justice Center Project.

In January 2013, the Northglenn Capital Leasing Corporation (NCLC), a blended component unit of the City, completed an advanced refunding of its Series 2002A Certificates of Participation (Certificates) in the amount of \$8,795,000. At December of 2017, the 2013 Lease Purchase Agreement was outstanding in the amount of \$4,600,000. Water and wastewater rates are set each year to cover the required lease payments and projected operating costs. The required annual lease payments are approximately \$978,000 per year and are scheduled to continue through 2022. The lease is the long-term obligation of NCLC and does not constitute a general obligation or other indebtedness to the City. The lease was used to fund construction costs related to the Standley Lake Dam Improvement Project.

Relevant Financial Policies. It is the City of Northglenn's policy that unassigned fund balance within the General Fund must be at least 25% of the current year's General Fund expenditure appropriations. Additionally, an operating and maintenance reserve equal to at least 90 days of operations, as well as an additional \$2,000,000 capital reserve is included in the Water and Wastewater Fund.

Major Initiatives

Activities undertaken by the City of Northglenn during the year further confirmed the ongoing commitment to improve infrastructure via the continuation and initiation of various capital projects. As a built-out community, the aging infrastructure is in need of reconstruction and rehabilitation. The year's activities as highlighted below demonstrate the City's response to the assessment and management of the infrastructures demands.

Street Reconstruction – In November of 2017 voters removed the sunset of a 4.000 mill property tax for the exclusive purpose of rehabilitation and reconstruction of streets throughout the City. The program is expected to supplement the ongoing street maintenance program and improve the City's transportation network by targeting those streets where the full structural integrity is impaired. The average annual revenue is projected at \$1,300,000.

E. 112th Avenue Expansion Project – In 2015, the City was near completion of this significant street expansion project. The roadway expansion is needed to accommodate projected increases in traffic that will come with the regional transit stop being constructed by RTD on 112th. This project was completed in spring of 2016 with additional work surrounding the transit stop being completed in 2018.

Wastewater Treatment Headworks and Clarifier – In 2017, the City continued work on a significant improvement to the Wastewater Treatment processing facility. The project will update the facility to meet current standards at an estimated cost of \$13 million.

Justice Center – In 2015, design and engineering efforts began on a new Police and Courts facility. The current facilities underwent a space needs assessment and it was determined that a new facility was needed. The project's construction is expected to be completed in fall of 2018. The project budget is \$23 million.

½% Sales/Use Tax Extension – During the 2015 election, the City placed a question on the ballot to remove the sunset provision of the Capital Improvement Funds ½% Sales/Use, restricted for city facilities and infrastructure. The question was approved by voters, eliminating the sunset provision. The tax generates approximately \$2.7 million annually. The City has completed a master plan of its civic campus. During 2018, the City will be evaluating the implementation strategy the master plan. The plan calls for a new recreation center and theater complex, as well as, a new city hall. This tax revenue is a key component in funding the plan.

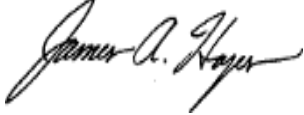
Awards and Acknowledgments

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 for its comprehensive annual financial report for the fiscal year ended December 31, 2016 using Governmental Accounting Standards Board Statement 34 presentation of financial statements. In order to be awarded a Certificate of Achievement, a governmental unit 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 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 preparation of the comprehensive annual financial report was made possible by the dedicated services of the entire staff of the Finance Department. Each member of the Department has our sincere appreciation for the contributions made in the preparation of this report.

Sincerely,

A handwritten signature in black ink, appearing to read "James A. Hayes".

James A. Hayes, AICP
City Manager

A handwritten signature in blue ink, appearing to read "Jason Loveland".

Jason Loveland
Director of Finance



Government Finance Officers Association

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

Presented to

**City of Northglenn
Colorado**

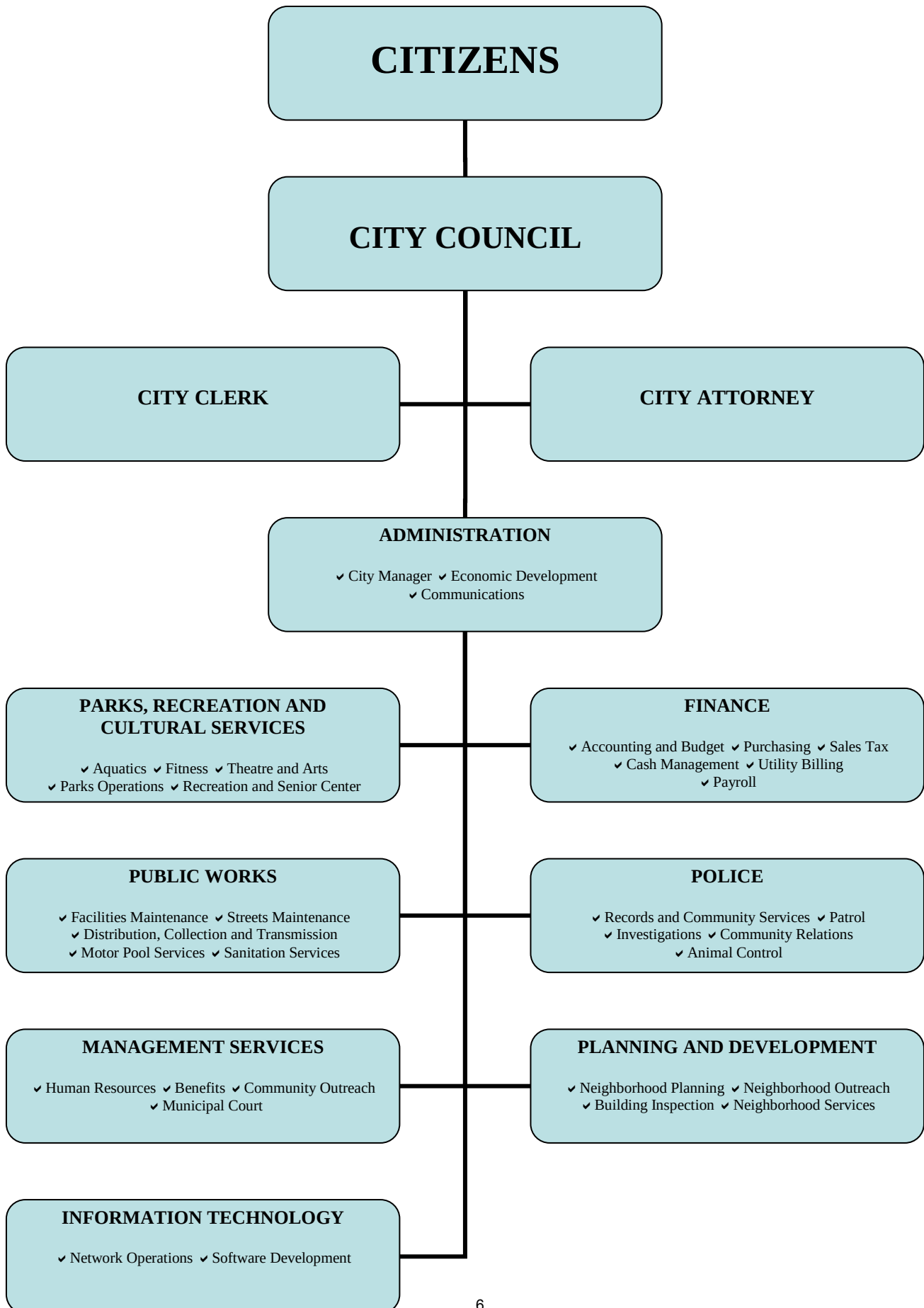
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morill

Executive Director/CEO

CITY OF NORTHGLENN - ORGANIZATIONAL STRUCTURE





CITY OF NORTHGLENN, COLORADO

CITY COUNCIL

Carol A. Dodge, Mayor

Meredith Leighty, Ward 1

Jordan Sauers, Ward 1

Becky Brown, Ward 2

Joyce Downing, Ward 2

Julie Duran Mullica, Ward 3

Marci Whitman, Ward 3

Antonio Esquibel, Ward 4

Jenny Willford, Ward 4

ADMINISTRATIVE OFFICIALS

James A. Hayes, AICP, City Manager

Corey Hoffmann, City Attorney

Johanna Small, City Clerk

Paula Jensen, Director of Management Services

Bob Lehr, Director of Information Technology

Jason Loveland, Director of Finance

James May, Chief of Police

Amanda Peterson, Director of Parks & Recreation

Brook Svoboda, Director of Planning and Development

David Willett, Director of Public Works and Utilities



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Independent Auditor's Report

RSM US LLP

To the Honorable Mayor and
Members of the City Council
City of Northglenn, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component units and remaining fund information of the City of Northglenn, Colorado (the City), as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component units and remaining fund information of the City of Northglenn, Colorado, as of December 31, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Northglenn, Colorado's basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 accompanying introductory, statistical sections and other schedules, as listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 21, 2018 on our consideration of the City of Northglenn, Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Northglenn, Colorado's internal control over financial reporting and compliance.

RSM US LLP

Denver, Colorado
May 21, 2018

CITY OF NORTHGLENN, COLORADO

MANAGEMENT DISCUSSION AND ANALYSIS

DECEMBER 31, 2017

This section of the City of Northglenn's annual financial report presents our discussion and analysis of the City's financial performance during the fiscal year that ended on December 31, 2017. Please read it in conjunction with the transmittal letter at the front of this report and the City's financial statements, which follow this section.

Financial Highlights

- The assets and deferred outflows of the City of Northglenn exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$266,469,327 (net position). Of this amount, \$46,923,690 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$7,531,195 over the prior year.
- At the end of the current fiscal year, fund balance within the governmental funds was \$55,257,189, which represents an increase of \$15,776,386 when compared to 2016. Approximately 49% of the fund balance, or \$26,932,413 is unrestricted.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Northglenn's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic financial statements, this report also contains other supplementary information which is intended to expand and enhance the reader's understanding of the financial condition of the City.

The basic financial statements include two kinds of statements that present different views of the City:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the City's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
- The *governmental funds* statements communicate how general governmental services like public safety were financed in the short term as well as what remains for future spending.
- *Proprietary fund* statements offer short and long term financial information about the activities the government operates like businesses, such as the water and wastewater system.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. In addition to these required elements, we have included a section with combining statements that provide details about our non-major governmental funds, which are added together and presented in a single column in the basic financial statements.

CITY OF NORTHGLENN, COLORADO

MANAGEMENT DISCUSSION AND ANALYSIS

DECEMBER 31, 2017

Figure A-1 summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Figure A-1

Major Features of the City of Northglenn's Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire City government (except fiduciary funds) and the City's component units	The activities of the city that are not proprietary or fiduciary, such as police, parks and recreation	Activities the City operates similar to private businesses such as water and wastewater, stormwater, and the trash removal operation
Required financial statements	Statement of Net Position and Statement of Activities	Balance Sheet and Statement of Revenues, Expenditures, and changes in Fund Balances	Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position, Statement of Cash Flows
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/ Liability Information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of inflow/ outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid

CITY OF NORTHGLENN, COLORADO

MANAGEMENT DISCUSSION AND ANALYSIS

DECEMBER 31, 2017

Government-wide Statements

The government-wide statements report information about the City as a whole, using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the government's assets, liabilities and deferred outflows/inflows of resources. All of the current year's revenues and expenses are reported for in the Statement of Activities (regardless of when cash is received or paid).

The two government-wide statements report the City's *net position* and how they have changed. Net position - the difference between the City's assets/deferred outflows and liabilities/deferred inflows – is one way to measure the City's financial health, or *position*.

- Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City, it's necessary to consider additional non-financial factors (such as changes in the City's retail sales tax base and the condition of the City's roads).

The government-wide financial statements of the City are divided into three categories:

- *Governmental activities* – Most of the City's basic services are included, such as the police, public works and streets, and parks and recreation departments and general administration. Property and sales taxes, charges for services, and state and federal grants finance most of these activities.
- *Business-type activities* – The City charges fees to customers to help cover the costs of certain services. The City's water and wastewater system, stormwater system, and the trash collection service are included here.
- *Component units* – The City includes three other entities in its report: The Northglenn Urban Renewal Authority and the Church Ditch Water Authority, which are discretely presented component units, and the Northglenn Capital Leasing Corporation. Although legally separate, these "component units" are important because the City is financially accountable for them.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant funds (not the City as a whole). Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and bond covenants.
- The City Council establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants (like the Capital Projects and Conservation Trust funds).

The City has two kinds of funds:

- *Governmental funds* – Most of the City's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether or not there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explains the relationship (or differences) between them.
- *Proprietary funds* – Services for which the City charges customers a fee are generally reported in proprietary funds. Financial statement for proprietary funds, like the government-wide statements provide both long and short-term financial information as well as additional information such as cash flows.

CITY OF NORTHGLENN, COLORADO

MANAGEMENT DISCUSSION AND ANALYSIS

DECEMBER 31, 2017

Financial Analysis of the City

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Northglenn, assets exceeded liabilities by \$266,469,327 at the close of the most recent fiscal year.

The largest portion of the City of Northglenn's net position (79%) reflects its net investment in capital assets (e.g. land, buildings, machinery, and equipment) less any related debt to acquire those assets that is still outstanding. The City of Northglenn uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Northglenn's net investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Restricted net position is designed to reflect net positions that are subject to restriction beyond the City's control. Unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors. At the end of the current fiscal year, the City of Northglenn is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same held true for the prior fiscal year.

The City's combined net position (in thousands) were:

	Governmental		Business-type		Total	
	2016	2017	2016	2017	2016	2017
Current and Other Assets	\$ 44,123	\$ 65,222	\$ 19,812	\$ 16,655	\$ 63,935	\$ 81,877
Capital Assets	85,788	93,737	123,688	130,090	209,476	223,827
Total Assets	129,911	158,959	143,500	146,745	273,411	305,704
Deferred Outflow of Resources	-	-	262	225	262	225
Long-term Debt	2,054	23,005	6,062	5,243	8,116	28,248
Other Liabilities	1,498	5,861	2,017	1,380	3,515	7,241
Total Liabilities	3,552	28,866	8,079	6,623	11,631	35,489
Deferred Inflow of Resources	3,105	3,971	-	-	3,105	3,971
Total Deferred Inflow of Resources	3,105	3,971	-	-	3,105	3,971
Net Investment in						
Capital Assets	85,788	85,803	118,486	125,715	204,274	211,518
Restricted	1,860	2,215	4,157	5,812	6,017	8,027
Unrestricted	35,606	38,104	13,040	8,820	48,646	46,924
Total Net Position	\$ 123,254	\$ 126,122	\$135,683	\$ 140,347	\$258,937	\$ 266,469

Changes in Net Position

Governmental Activities. Governmental activities increased the City of Northglenn's net position by \$2,867,733. Most of the increase in governmental net position was the result of an accumulation of the one-half percent and marijuana sales tax revenue in the Capital Project Fund which are planned for future capital projects.

Business-type Activities. Business-type activities increased the City's net position by \$4,663,462. This increase is due to the \$13 million capital investments in Wastewater infrastructure.

CITY OF NORTHGLENN, COLORADO

MANAGEMENT DISCUSSION AND ANALYSIS

DECEMBER 31, 2017

Changes In Net Position (In Thousands)						
	Governmental Activities		Business-type Activities		Total	
	2016	2017	2016	2017	2016	2017
Revenues						
Program Revenues:						
Charges for Services	\$ 4,259	\$ 4,375	\$ 13,143	\$ 13,236	\$ 17,402	\$ 17,611
Operating Grants and Contributions	574	1,006	-	-	574	1,006
Capital Grants and Contributions	4,805	3,232	-	-	4,805	3,232
General Revenues:						
Property Taxes	3,126	3,099	-	-	3,126	3,099
Other Taxes	19,882	20,564	3,655	3,779	23,537	24,343
Franchise Fees	64	64	-	-	64	64
Unrestricted to Specific Programs	151	118	-	-	151	118
Investment Earnings	189	410	107	124	296	534
Other	190	186	18	45	208	231
Gain on Sale of Assets	318	-	88	14	406	14
Total Revenues	33,558	33,054	17,011	17,198	50,569	50,252
Expenses						
General Government	7,015	7,541	-	-	7,015	7,541
Recreation and Culture	4,691	4,949	-	-	4,691	4,949
Public Safety	9,008	9,615	-	-	9,008	9,615
Public Works	6,671	7,140	12,901	12,735	19,572	19,875
Interest on Long-Term Debt	-	741	-	-	-	741
Total Expenses	27,385	29,986	12,901	12,735	40,286	42,721
Increase in Net Position before Transfers	6,173	3,068	4,110	4,463	10,283	7,531
Transfers In/Out	-	(200)	-	200	-	-
Change in Net Position	6,173	2,868	4,110	4,663	10,283	7,531
Net Position 12/31/16	117,081	123,254	131,573	135,684	248,654	258,938
Net Position 12/31/17	<u>\$123,254</u>	<u>\$ 126,122</u>	<u>\$135,683</u>	<u>\$140,347</u>	<u>\$258,937</u>	<u>\$266,469</u>

Financial Analysis of the City's Funds

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

Governmental funds. The focus of the City of Northglenn's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City of Northglenn's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a

CITY OF NORTHGLENN, COLORADO

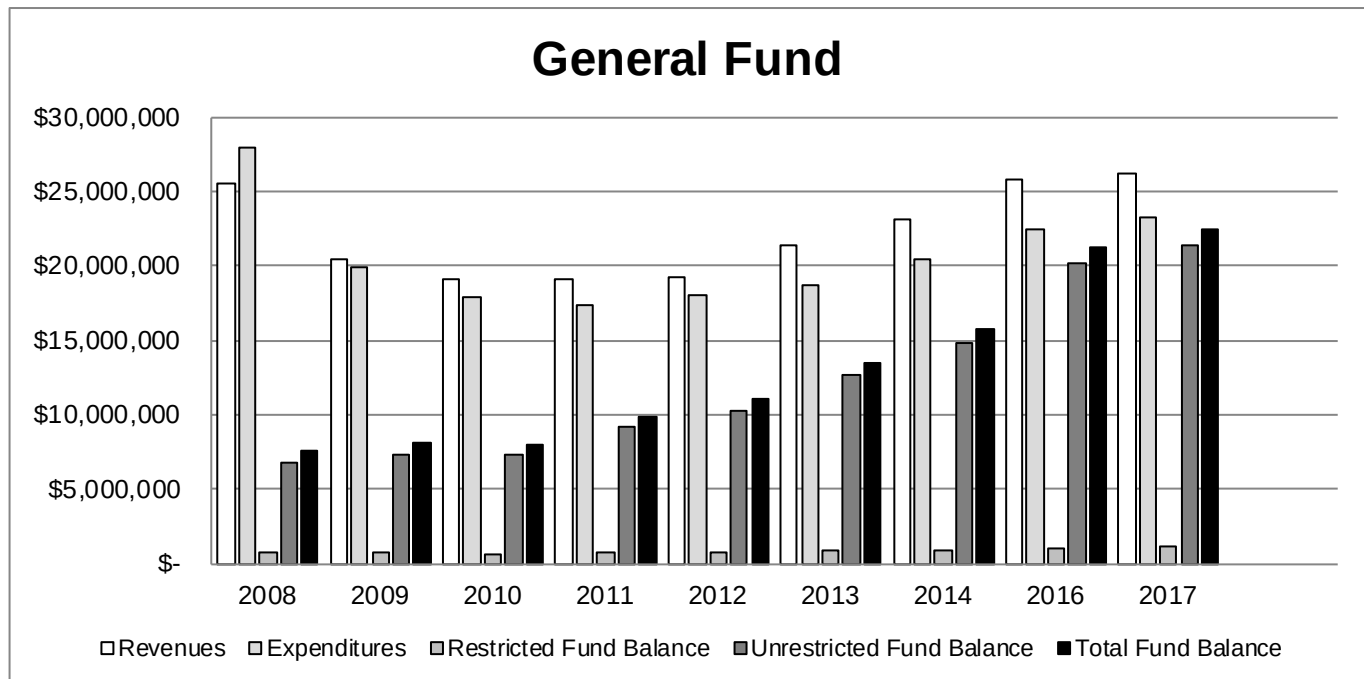
MANAGEMENT DISCUSSION AND ANALYSIS

DECEMBER 31, 2017

government's net resources available for spending at the end of the fiscal year. As of the end of the year, the City's governmental funds reported a combined fund balance of \$55,257,189. Of that fund balance, \$26,913,413 constitutes unrestricted fund balance, which is available for spending at the government's discretion. Of the total fund balance, \$47,568 has been restricted for law enforcement use, \$736,247 has been restricted for a state constitution mandated emergency reserve, \$1,478,731 has been restricted for parks and open space purposes, and an additional \$25,913,798 has been restricted for capital projects. The remainder of fund balance is not available for new spending because it has already been restricted for inventories and prepaid items in the amount of \$148,432.

The general fund is the chief operating fund of the City of Northglenn. At the end of the current fiscal year, unrestricted fund balance of the general fund was \$21,587,543 while total fund balance reached \$22,519,790. The fund balance represents an increase of 6% or \$1,281,322 when compared to the prior year. The increase in fund balance is attributable to an increase in revenue over budget estimates (sales tax and sale of asset proceeds) and expenditure savings from personnel vacancies and continued efforts in cost containment. As a measure of the general fund's liquidity, it may be useful to compare both unrestricted fund balance and total fund balance to total fund expenditures. Unrestricted fund balance represents 93% of total 2017 general fund expenditures, which includes capital outlay, while total fund balance represents 97% of that same amount.

The capital projects fund accounts for all governmental capital improvement projects of the City. As of 2017, total fund balance in the capital projects fund was \$31,258,668. Of the total fund balance \$5,344,870 is committed for specific capital-related uses (e.g. streets, recreation, etc.) while \$25,913,798 remains restricted for general capital uses. The total fund balance represents an increase of 83% or \$14,164,401 when compared to the prior year. The increase in fund balance is attributable to the Certificates of Participation issued in 2017 and the accumulation of capital-related projects.



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

Net position of the water and wastewater fund and stormwater fund at the end of the year amounted to \$133,721,540, and \$3,674,702 respectively. Net position for the sanitation fund amounted to \$2,951,128. Total change in net position for all three funds was \$4,663,462. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's Business-type activities.

CITY OF NORTHGLENN, COLORADO

MANAGEMENT DISCUSSION AND ANALYSIS

DECEMBER 31, 2017

General Fund Budgetary Highlights

During the year, the changes to the 2017 original budget appropriation were in the form of grant acceptances where revenue equaled expenditures and the 2017 Certificates of Participation Issuance. These items were not budgeted during the budget process and added by the legislative body to the budget throughout the year.

Revenues were within 1% of budget. The largest revenue, sales and use tax, was consistent with projections. Intergovernmental revenue was down over 11% due to timing of grant reimbursements.

Actual expenditures of \$23,273,239 fell below budget appropriations by \$1,323,258 or 5.4%. The variance is due to a delay in completing several one-time studies, an EPA grant, and savings in gas and electricity and motor vehicle fuel with lower than expected rates for the year.

Capital Asset and Debt Administration

Capital Assets. The City of Northglenn's investment in capital assets for its governmental and business type activities as of December 31, 2017 amounted to \$223,827,284 (net of accumulated depreciation). This investment in capital assets includes land, art, buildings and system improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total net increase in the City of Northglenn's investment in capital assets for the current fiscal year was \$14,350,672.

Major capital asset events during the current fiscal year included the following:

- \$740,000 expended for Water Rights Purchase.
- \$11,547,222 for Justice Center work (Construction in Progress).
- \$474,313 for residential street improvements.
- \$5,469,809 for Wastewater infrastructure improvements (Construction in Progress).

Capital Assets (In Thousands)

	Governmental Activities		Business-type Activities		Total	
	2016	2017	2016	2017	2016	2017
Water Rights	\$ -	\$ -	\$ 59,374	\$ 60,114	\$ 59,374	\$ 60,114
Land and Improvements	4,705	4,705	808	808	5,513	5,513
Construction in Progress	1,511	13,636	7,258	12,773	8,769	26,409
Works of Art	376	385	-	-	376	385
Infrastructure and Improvements	119,015	120,429	117,373	119,777	236,388	240,206
Buildings and Improvements	11,837	11,977	21,159	21,159	32,996	33,136
Machinery and Equipment	6,382	6,509	6,816	7,001	13,198	13,510
Accumulated Depreciation	(58,038)	(63,904)	(89,100)	(91,542)	(147,138)	(155,446)
Total Capital Assets	\$ 85,788	\$ 93,737	\$ 123,688	\$ 130,090	\$ 209,476	\$ 223,827

Additional information on the City of Northglenn's capital assets can be found in Note 3.C. of this report.

CITY OF NORTHGLENN, COLORADO

MANAGEMENT DISCUSSION AND ANALYSIS

DECEMBER 31, 2017

Long-Term Debt. As of December 31, 2017, the City has no general obligation bonded debt outstanding.

The City of Northglenn's long-term obligations increased by \$18,065,000. The increase is the result of the issuance of the 2017 Certificates of Participation.

Under State Statute, general obligation bonded debt issuances, excluding water related debt, are subject to a legal limitation based on three percent of total assessed value of real and personal property. The City is in compliance with this statute.

Additional information on the City of Northglenn's long-term debt can be found in Note 3.E. of this report.

Economic Factors and Next Year's Budgets and Rates

The factors below were considered in preparing the City of Northglenn's budget for the 2018 fiscal year.

- The unemployment rate for Adams County as of December 31, 2017 was 3.3%. City unemployment was at 3.5%.
- In 2017, sales and use tax collections had moderate increases of 2.9% when compared to the prior year. For the 2018 budget, an inflationary factor was given to revenue growth of approximately 2%.
- In 2011, City Council formally adopted comprehensive financial policies which include a requirement that the City maintain a minimum unassigned fund balance of at least 25% of the current year's General Fund appropriations. The budget did not contemplate using unassigned reserves as the City continues to evaluate the best investment of the excess reserves.
- In November 2010, voters approved the extension of a one-half percent city sales tax, to be used for the exclusive purpose of funding capital improvement projects. The tax raised over \$2.8 million in 2017. Plans for this tax include an investment to the Justice Center, recreation facilities, and City Hall.
- In November 2017, voters approved the extension of a 4.000 mill levy, to be used for the exclusive purpose of funding road reconstruction projects. The tax generated approximately \$1.1 million in 2017.
- In 2017, a 5-year water and sewer rate increase plan was implemented to raise funds to complete capital projects over the next decade.

Requests for Information

This financial report is designed to provide a general overview of the City of Northglenn's finances for all those with an interest in the government's finances. Questions concerning any of the information should be addressed to the City of Northglenn, Finance Department, 11701 Community Center Drive, Northglenn, Colorado 80233-8061.

CITY OF NORTHGLENN, COLORADO

STATEMENT OF NET POSITION DECEMBER 31, 2017

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Urban Renewal Authority	Church Ditch Water Authority
ASSETS					
Cash & Investments	\$ 43,144,029	\$ 9,084,413	\$ 52,228,442	\$ 9,738,620	\$ 1,009,026
Receivables, Net of Allowances	9,101,020	1,840,237	10,941,257	1,206,501	26,042
Inventories	32,187	218,820	251,007	-	-
Deposits and Prepaids	116,245	30,893	147,138	-	132,506
Cash & Investments, restricted	12,829,196	5,481,349	18,310,545	-	-
Capital Assets, Non Depreciable	18,726,401	73,694,126	92,420,527	295,594	719,213
Capital Assets, Net	75,010,866	56,395,891	131,406,757	-	2,711,395
Total Assets	158,959,944	146,745,729	305,705,673	11,240,715	4,598,182
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Charge on Refunding	-	225,000	225,000	-	-
LIABILITIES					
Accounts Payable	2,934,050	590,733	3,524,783	1,122,496	27,919
Retainages Payable	546,361	561,808	1,108,169	-	-
Accrued Liabilities	335,334	151,853	487,187	-	412
Unearned Revenue	111,586	-	111,586	-	64,415
Deposits Payable	1,865,638	68,303	1,933,941	-	138,044
Accrued Interest Payable	68,317	7,772	76,089	-	-
Noncurrent Liabilities:					
Due Within One Year	1,635,000	1,339,500	2,974,500	-	6,549
Due After One Year	21,370,444	3,903,390	25,273,834	-	197,984
Total Liabilities	28,866,730	6,623,359	35,490,089	1,122,496	435,323
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	3,971,257	-	3,971,257	1,206,501	-
NET POSITION					
Net Investment in Capital Assets	85,803,214	125,715,017	211,518,231	295,594	1,613,038
Net Investment in Capital Assets - Minority Equity Interest, nonexpendable	-	-	-	-	1,613,038
Restricted for:					
Emergency-Tabor	736,247	331,079	1,067,326	-	-
Water Rights	-	5,409,092	5,409,092	-	-
Debt	-	72,257	72,257	-	-
Parks & Open Space	1,478,731	-	1,478,731	-	-
Minority Equity Interest, nonexpendable	-	-	-	-	468,392
Unrestricted	38,103,765	8,819,925	46,923,690	8,616,124	468,391
Total Net Position	<u>\$ 126,121,957</u>	<u>\$ 140,347,370</u>	<u>\$ 266,469,327</u>	<u>\$ 8,911,718</u>	<u>\$ 4,162,859</u>

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

CITY OF NORTHGLENN, COLORADO

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2017

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities:				
General Government	\$ 7,541,534	\$ 1,656,232	\$ 501,081	\$ 88,963
Recreation and Culture	4,948,858	1,232,504	-	915,976
Public Safety	9,614,582	1,486,893	176,691	37,207
Public Works	7,140,190	-	328,109	2,189,371
Interest on Long-Term Debt	740,892	-	-	-
Total Governmental Activities:	29,986,056	4,375,629	1,005,881	3,231,517
Business-type Activities:				
Water and Wastewater	10,893,121	10,882,424	-	-
Stormwater	255,971	438,994	-	-
Sanitation	1,585,624	1,914,730	-	-
Total Business-Type Activities:	12,734,716	13,236,148	-	-
Total Primary Government	\$ 42,720,772	\$ 17,611,777	\$ 1,005,881	\$ 3,231,517
Component Units:				
Urban Renewal Authority	\$ 4,724,072	-	\$ -	\$ 500,000
Church Ditch Water Authority	756,558	870,951	-	-
Total Component Units	\$ 5,480,630	\$ 870,951	\$ -	\$ 500,000

General Revenues:

Taxes:

Property Taxes for General Purposes
Property Taxes for Capital Improvements
Sales Taxes for General Purposes
Sales Taxes for Water Rights Purchase
Sales Taxes for Bond Retirement
Unrestricted Occupational Taxes
Grants and Contributions Not Restricted to Specific Programs
Investment Earnings
Miscellaneous
Gain On Sale of Assets

Transfers:

Total General Revenues and Transfers
Change in Net Position
Net Position-Beginning
Net Position-Ending

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

Net (Expenses) Revenue and Changes in Net Position					
Primary Government			Urban Renewal Authority	Church Ditch Water Authority	
Governmental Activities	Business-type Activities	Total			
\$ (5,295,258)	\$ -	\$ (5,295,258)	\$ -	\$ -	
(2,800,378)	-	(2,800,378)	-	-	
(7,913,791)	-	(7,913,791)	-	-	
(4,622,710)	-	(4,622,710)	-	-	
(740,892)	-	(740,892)	-	-	
(21,373,029)	-	(21,373,029)	-	-	
-	(10,697)	(10,697)	-	-	
-	183,023	183,023	-	-	
-	329,106	329,106	-	-	
-	501,432	501,432	-	-	
\$ (21,373,029)	\$ 501,432	\$ (20,871,597)	\$ -	\$ -	
\$ -	\$ -	\$ -	\$ (4,224,072)	\$ -	
-	-	-	-	114,393	
\$ -	\$ -	\$ -	\$ (4,224,072)	\$ 114,393	
2,031,017	-	2,031,017	2,556,539	-	
1,068,820	-	1,068,820	-	-	
20,563,896	-	20,563,896	-	-	
-	2,781,144	2,781,144	-	-	
-	997,428	997,428	-	-	
63,554	-	63,554	-	-	
117,737	-	117,737	-	-	
410,019	124,357	534,376	70,068	176	
185,719	44,841	230,560	488	10,321	
-	14,260	14,260	-	-	
(200,000)	200,000	-	-	-	
24,240,762	4,162,030	28,402,792	2,627,095	10,497	
2,867,733	4,663,462	7,531,195	(1,596,977)	124,890	
123,254,224	135,683,908	258,938,132	10,508,695	4,037,969	
\$ 126,121,957	\$ 140,347,370	\$ 266,469,327	\$ 8,911,718	\$ 4,162,859	

CITY OF NORTHGLENN, COLORADO

BALANCE SHEET GOVERNMENTAL FUNDS DECEMBER 31, 2017

	General	Capital Projects Fund	Other Governmental Funds	Total
ASSETS				
Cash & Investments	\$ 20,923,911	\$ 20,741,930	\$ 1,478,188	\$ 43,144,029
Receivables, Net of Allowances	5,186,110	3,904,607	10,303	9,101,020
Inventories	32,187	-	-	32,187
Deposits and Prepaids	116,245	-	-	116,245
Cash & Investments, restricted	-	12,829,196	-	12,829,196
Total Assets	<u>\$ 26,258,453</u>	<u>\$ 37,475,733</u>	<u>\$ 1,488,491</u>	<u>\$ 65,222,677</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 672,734	\$ 2,256,649	\$ 4,667	\$ 2,934,050
Retainages Payable	-	546,361	-	546,361
Accrued Liabilities	335,334	-	-	335,334
Unearned Revenue	111,586	-	-	111,586
Deposits Payable	9,220	1,856,418	-	1,865,638
Total Liabilities	<u>1,128,874</u>	<u>4,659,428</u>	<u>4,667</u>	<u>5,792,969</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue - Property Taxes	2,601,504	1,369,753	-	3,971,257
Unavailable Revenue - Intergovernmental	8,285	187,884	5,093	201,262
Total Deferred Revenue	<u>2,609,789</u>	<u>1,557,637</u>	<u>5,093</u>	<u>4,172,519</u>
FUND BALANCES				
Nonspendable:				
Inventories	32,187	-	-	32,187
Deposits and Prepaids	116,245	-	-	116,245
Restricted:				
Emergency	736,247	-	-	736,247
Forfeiture Funds	47,568	-	-	47,568
Capital Improvements	-	25,913,798	-	25,913,798
Parks & Recreation	-	-	1,478,731	1,478,731
Committed:				
VALE Funds	163,436	-	-	163,436
Capital Improvements	-	5,344,870	-	5,344,870
Unassigned	21,424,107	-	-	21,424,107
Total Fund Balances	<u>22,519,790</u>	<u>31,258,668</u>	<u>1,478,731</u>	<u>55,257,189</u>
Total Liabilities and Fund Balances	<u>\$ 26,258,453</u>	<u>\$ 37,475,733</u>	<u>\$ 1,488,491</u>	

Amounts reported for governmental activities in the statement

of net position are different because:

Capital assets used in governmental activities are not financial resources therefore are not reported in the funds.	93,737,267
Other long-term assets are not available to pay for current-period expenditures and, therefore, are a deferred inflow of resources in the funds.	201,262
Long-term liabilities, including pension benefits, accrued leave, accrued interest payable, and notes are not due and payable in the current period and therefore are not reported in governmental funds.	(23,073,761)

Net position of governmental activities

\$ 126,121,957

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

CITY OF NORTHGLENN, COLORADO

GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED DECEMBER 31, 2017

	General	Capital Projects Fund	Other Governmental Funds	Total
REVENUES				
Taxes-Property, Sales, Use & Other	\$ 19,266,373	\$ 4,460,914	\$ -	\$ 23,727,287
Intergovernmental	2,265,553	1,335,015	583,075	4,183,643
Licenses and Permits	700,943	-	-	700,943
Charges for Services	2,704,426	-	-	2,704,426
Fines and Forfeitures	970,260	-	-	970,260
Investment Earnings	148,286	252,937	8,796	410,019
Miscellaneous	185,719	-	-	185,719
Total Revenues	26,241,560	6,048,866	591,871	32,882,297
EXPENDITURES				
Current:				
General Government	7,156,756	-	-	7,156,756
Recreation and Culture	3,922,289	-	-	3,922,289
Public Safety	9,276,436	-	-	9,276,436
Public Works	2,400,457	197,229	-	2,597,686
Capital Outlay	517,301	13,277,910	261,208	14,056,419
Debt Service:				
Principal Payments	-	395,000	-	395,000
Debt Issuance Costs	-	236,575	-	236,575
Interest Expense	-	532,487	-	532,487
Total Expenditures	23,273,239	14,639,201	261,208	38,173,648
Excess (Deficiency) of Revenues Over Expenditures	2,968,321	(8,590,335)	330,663	(5,291,351)
OTHER FINANCING SOURCES(USES)				
Transfers Out	(1,700,000)	(200,000)	-	(1,900,000)
Transfers In	-	1,700,000	-	1,700,000
Issuance of Debt	-	19,325,000	-	19,325,000
Premium on Debt Issuance	-	1,929,736	-	1,929,736
Sales of Capital Assets	13,001	-	-	13,001
Total Other Financing Sources and (Uses)	(1,686,999)	22,754,736	-	21,067,737
Net Change in Fund Balance	1,281,322	14,164,401	330,663	15,776,386
Fund Balance-Beginning	21,238,468	17,094,267	1,148,068	39,480,803
Fund Balance-Ending	\$ 22,519,790	\$ 31,258,668	\$ 1,478,731	\$ 55,257,189
Reconciliation to statement of activities, change in net position:				
Net Change in Fund Balance				15,776,386
Governmental funds report capital outlays as expenditures, while in the statement of activities, the cost of assets is allocated over time as depreciation expense. This is the amount by which depreciation exceeded capital outlays.				7,985,389
The net effect of miscellaneous transactions involving capital assets (i.e. sales and disposals).				(36,347)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.				162,534
The issuance of long-term debt, including capital leases, provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.				(20,831,566)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.				(188,663)
Change in Net Position of Governmental Activities				\$ 2,867,733

CITY OF NORTHGLENN, COLORADO

PROPRIETARY FUNDS STATEMENT OF NET POSITION DECEMBER 31, 2017

	Business-Type Activities Enterprise Funds		
	Water and Wastewater	Nonmajor Enterprise Funds	Total
ASSETS			
Current assets:			
Cash & Investments	\$ 7,284,710	\$ 1,799,703	\$ 9,084,413
Receivables, Net of Allowances	1,574,492	265,745	1,840,237
Inventories	194,547	24,273	218,820
Deposits and Prepaids	25,655	5,238	30,893
Total Current Assets	9,079,404	2,094,959	11,174,363
Noncurrent Assets:			
Cash & Investments, restricted	5,481,349	-	5,481,349
Capital Assets, Non Depreciable:			
Water Rights	60,113,713	-	60,113,713
Land and Improvements	807,815	-	807,815
Construction In Progress	12,772,598	-	12,772,598
Capital Assets, Depreciable:			
Infrastructure and Improvements	115,679,641	4,097,699	119,777,340
Buildings and Improvements	21,099,375	60,179	21,159,554
Machinery and Equipment	4,520,851	2,479,934	7,000,785
Less Accumulated Depreciation	(89,693,689)	(1,848,099)	(91,541,788)
Total Noncurrent Assets	130,781,653	4,789,713	135,571,366
Total Assets	139,861,057	6,884,672	146,745,729
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Charge on Refunding	225,000	-	225,000
Current Liabilities:			
Accounts Payable	544,274	46,459	590,733
Retainages Payable	561,808	-	561,808
Accrued Liabilities	125,618	26,235	151,853
Deposits Payable	35,274	33,029	68,303
Accrued Interest Payable	7,772	-	7,772
Long-Term Liabilities, Due Within One Year	1,255,000	84,500	1,339,500
Total Current Liabilities	2,529,746	190,223	2,719,969
Noncurrent Liabilities:			
Long-term Liabilities	3,834,771	68,619	3,903,390
Total Noncurrent Liabilities	3,834,771	68,619	3,903,390
Total Liabilities	6,364,517	258,842	6,623,359
NET POSITION			
Net Investment in Capital Assets	120,925,304	4,789,713	125,715,017
Restricted for Emergency-Tabor	331,079	-	331,079
Restricted for Water Rights	5,409,092	-	5,409,092
Restricted for Debt	72,257	-	72,257
Unrestricted	6,983,808	1,836,117	8,819,925
Total Net Position	\$ 133,721,540	\$ 6,625,830	\$ 140,347,370

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

CITY OF NORTHGLENN, COLORADO

PROPRIETARY FUNDS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION FOR THE YEAR ENDED DECEMBER 31, 2017

	Business-type Activities		
	Enterprise Funds		
	Water and Wastewater	Nonmajor Enterprise Funds	Total
Operating Revenues:			
Charges for Services	\$ 10,882,424	\$ 2,353,724	\$ 13,236,148
Other Operating Revenue	44,841	-	44,841
Total Operating Revenues	10,927,265	2,353,724	13,280,989
Operating Expenses:			
Administration	1,416,459	48,607	1,465,066
Facilities	219,770	-	219,770
Fleet	42,326	117,547	159,873
Streets	-	9,024	9,024
Engineering	661,093	-	661,093
Water Operations	1,177,840	-	1,177,840
Lab Operations	547,597	-	547,597
Electrical and Mechanical	533,386	-	533,386
Distribution and Collection	1,092,036	-	1,092,036
Water Resources Operations	1,039,124	-	1,039,124
Wastewater Operations	1,649,571	-	1,649,571
Industrial Pre-Treatment	91,312	-	91,312
Stormwater Operations	-	162,284	162,284
Sanitation Operations	-	1,021,545	1,021,545
Depreciation	2,274,559	482,588	2,757,147
Total Operating Expenses	10,745,073	1,841,595	12,586,668
Operating Income	182,192	512,129	694,321
Nonoperating Revenues(Expenses):			
Investment Earnings	108,699	15,658	124,357
Taxes-Sales/Use	3,778,572	-	3,778,572
Gain on Sale of Capital Assets	-	14,260	14,260
Interest and Amortization Expense	(148,048)	-	(148,048)
Total Nonoperating Revenues (Expenses)	3,739,223	29,918	3,769,141
Income Before Transfers	3,921,415	542,047	4,463,462
Transfers In	-	200,000	200,000
Change In Net Position	3,921,415	742,047	4,663,462
Total Net Position-Beginning	129,800,125	5,883,783	135,683,908
Total Net Position-Ending	\$ 133,721,540	\$ 6,625,830	\$ 140,347,370

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

CITY OF NORTHGLENN, COLORADO

STATEMENT OF CASH FLOWS COMBINING PROPRIETARY FUNDS FOR THE YEAR ENDED DECEMBER 31, 2017

	Business-type Activities Enterprise Funds		
	Water and Wastewater	Nonmajor Enterprise Funds	Total
Cash Flows From Operating Activities			
Cash Received From Customers	\$ 10,919,984	\$ 2,328,363	\$ 13,248,347
Cash Payments to Suppliers for Goods and Services	(4,270,558)	(463,616)	(4,734,174)
Cash Payments to Employees for Services	(4,187,963)	(733,628)	(4,921,591)
Net Cash Provided by Operating Activities	2,461,463	1,131,119	3,592,582
Cash Flows From Noncapital Financing Activities			
Transfers-In From Other Funds	-	200,000	200,000
Net Cash Provided by Noncapital Financing Activities	-	200,000	200,000
Cash Flows From Capital and Related Financing Activities			
Tax Receipts Restricted for Capital and Debt	3,778,572	-	3,778,572
Acquisition and Construction of Capital Assets	(7,840,880)	(1,878,103)	(9,718,983)
Proceeds from Sales of Capital Assets	-	14,260	14,260
Principal Paid on Leases	(865,000)	-	(865,000)
Interest Paid on Leases	(149,484)	-	(149,484)
Net Cash (Used) In Capital and Related Financing Activities	(5,076,792)	(1,863,843)	(6,940,635)
Cash Flows From Investing Activities			
Earnings on Investments	108,699	15,658	124,357
Net Cash Provided by Investing Activities	108,699	15,658	124,357
Net (Decrease) in Cash and Cash Equivalents	(2,506,630)	(517,066)	(3,023,696)
Cash and Cash Equivalents, Beginning of Year	15,272,689	2,316,769	17,589,458
Cash and Cash Equivalents, End of Year	\$ 12,766,059	\$ 1,799,703	\$ 14,565,762

(Continued)

CITY OF NORTHGLENN, COLORADO

STATEMENT OF CASH FLOWS (Continued) COMBINING PROPRIETARY FUNDS FOR THE YEAR ENDED DECEMBER 31, 2017

	Business-type Activities Enterprise Funds		
	Water and Wastewater	Nonmajor Enterprise Funds	Total
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating Income	\$ 182,192	\$ 512,129	\$ 694,321
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation	2,274,559	482,588	2,757,147
Amortization	37,500	-	37,500
(Increase) Decrease in Accounts Receivable	(7,281)	(25,361)	(32,642)
(Increase) Decrease in Inventory	31,458	6,681	38,139
(Increase) Decrease in Prepaid Expense	14,951	20,958	35,909
Increase (Decrease) in Accounts and Retainage Payable	(161,497)	71,549	(89,948)
Increase (Decrease) in Accrued Liabilities	16,346	69,450	85,796
Increase (Decrease) in Compensated Absences Payable	53,148	(6,875)	46,273
Increase (Decrease) in Unearned Revenue	-	-	-
Increase (Decrease) in Deposits Payable	20,087	-	20,087
Total Adjustments	2,279,271	618,990	2,898,261
Net Cash Provided by Operating Activities	\$ 2,461,463	\$ 1,131,119	\$ 3,592,582
Schedule of noncash capital activities:			
Acquisition of capital assets through construction payables	(574,771)	-	(574,771)

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



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CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2017

The financial statements of the City of Northglenn have been prepared in conformity with generally accepted accounting principles as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following notes to the financial statements are an integral part of the City's Comprehensive Annual Financial Report.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The City of Northglenn, Colorado (City) was incorporated April 19, 1969, and became a home rule city in 1975 under the provisions of Article XX of the Constitution of the State of Colorado. The City operates under a Council-Manager form of government and provides various municipal services. As required by generally accepted accounting principles, these financial statements present the City of Northglenn (the primary government) and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations, and accordingly, data from these units are combined with data of the City. Each discretely presented component unit is reported in a separate column in the financial statements to emphasize that it is legally separate from the City. All blended and discretely presented component units have a December 31 year-end.

Individual Component Unit Disclosures:

Blended Component Unit. This component unit does not issue complete separate financial statements.

Northglenn Capital Leasing Corporation. The Northglenn Capital Leasing Corporation (NCLC) was incorporated on July 26, 2002 for the purpose of issuing the 2002 Certificates of Participation. The corporation subsequently entered into a capital lease agreement with the City for the construction of Standley Lake Dam improvements. Because the board of directors, which consists of City officials and employees, is selected by City Council, and because NCLC provides services exclusively to the City, the City is financially accountable and integrated with NCLC. The debt is reported as a liability by the City's water and wastewater fund, therefore NCLC has no activity.

Discretely Presented Component Units. The component units are reported in separate columns to emphasize that they are legally separate from the City. These component units do not issue complete separate financial statements.

Northglenn Urban Renewal Authority. The Northglenn Urban Renewal Authority (NURA) was organized under the Colorado Urban Renewal Law in March 1990. The commissioners of the Authority are appointed by the mayor and are subject to approval by the City Council. The Authority is charged by the City Council with the preparation, administration and implementation of the Northglenn Urban Renewal Plan pursuant to the Urban Renewal Law. The Authority is dependent upon the approval of an urban renewal project by the City. The Authority has one governmental fund type.

Church Ditch Water Authority. In 2004, the cities of Northglenn and Westminster created the Church Ditch Water Authority, formerly known as the Church Ditch Company. The authority was created under C.R.S § 29-1-204.2 and was established in order to effect the development of water resources, systems and facilities associated with the Church Ditch, located in Jefferson County, Colorado, for the benefit of the Cities and the contractual users. The authority shall be governed by a Board of Directors consisting of two Directors appointed by the City Manager of the City of Northglenn and one Director appointed by the City Manager of the City of Westminster. Because of its controlling interest and financial integration in the authority the City is financially accountable and presents the authority discretely. The City of Westminster is reporting the authority as a component unit of another government with joint venture characteristics, with an equity interest.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges for interfund

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

services reasonably equivalent to the services provided. *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 and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting* as are the proprietary fund financial statements. Accordingly, all of the City's assets and liabilities, including capital assets and long-term liabilities are included in the accompanying statement of net position. The statement of net activities presents changes in net position. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 collectible 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, except for sales tax collected and held by vendors at year-end on behalf of the City is recognized as revenue if collected within 30 days after year-end. Open Space sales tax is recognized as revenue if collected within 90 days after year-end. 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. Property taxes, sales taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. 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:

The *general fund* is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.

The *capital projects fund* accounts for the activities associated with the procurement, construction and rehabilitation of non-enterprise infrastructure and facilities.

The City reports the following major proprietary fund:

The *water and wastewater fund* accounts for the activities of related accounts to the provision of water and wastewater services to Northglenn business, residents, schools, and churches. It operates the water treatment and wastewater treatment plants, water distribution systems, wastewater collection systems, and pump stations.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

proprietary fund's principal ongoing operations. The principal operating revenues of the Water and Wastewater Fund, Stormwater Fund and the Sanitation Fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

D. Assets, Liabilities and Net Position or Fund Balance

1. Cash and Investments

The City pools cash resources of its various funds in order to facilitate the management of cash. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as part of the City's investments. As of December 31, 2017, the City's investments include money market funds and investment in a local government investment pool - Colorado Surplus Asset Fund Trust (CSAFE). The money market funds are reported at amortized cost. The external investment pool, CSAFE, is not SEC registered and is regulated by the State of Colorado and is reported at amortized cost pursuant to the criteria set forth in GASB Statement No. 79.

Investments in Corporate Bonds, U.S. Government agency securities, and U.S. Treasury notes are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is a market-based measurement, not an entity-specific measurement. For some assets and liabilities, observable market transactions or market information might be available; for others, it might not be available. However, the objective of a fair value measurement in both cases is the same – that is, to determine the price at which an orderly transaction to sell the asset or to transfer the liability would take place between the market and participants at the measurement date under current market conditions. Fair value is an exit price at the measurement date from the perspective of a market participant that controls the asset or is obligated for the liability. Purchases and sales of securities are recorded on a trade-date basis. See Note 3 for additional information regarding fair value measures. Earnings on investments are recognized when earned and include realized and unrealized gains on investments. Investment earnings are allocated to the various funds based on their pooled and cash and investment balances.

2. Receivables and Payables

Activity between funds for long-term lending/borrowing arrangements outstanding at fiscal year-end are reported as "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the City-wide financial statements as *internal* balances.

Accounts receivable result primarily from sales of water and sewer services accounted for in the water and wastewater fund. An estimated amount has been recorded for services rendered, but not yet billed, as of the close of the fiscal year. Accounts receivable are expressed net of allowances for doubtful accounts of \$6,983 for the business-type activities. Allowances for doubtful accounts are based on historical collection trends for the related receivables.

Property taxes attach as an enforceable lien on property on January 1. Property taxes for the City are certified to Adams and Weld Counties for collection by December 15 of each year. Property taxes become due on January 1 of the succeeding year and are payable in full by April 30 or in two installments by February 28 and June 15.

3. Inventories and Prepaid Items

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when used (consumption method).

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

4. Restricted Assets

The citizens of Northglenn approved an incremental levy of one-half percent (1/2%) general sales tax to be used for water acquisition. They also approved a three percent (3%) food sales tax to be used for debt service payments for capital projects. These amounts are classified as restricted assets on the statement of net position of the water and wastewater fund because their use is restricted by election.

The City issued Certificates of Participation in 2017, these bond proceeds are restricted for the construction of the Justice Center. The bond proceeds are classified as restricted assets in the Capital Projects Fund and the Statement of Net Position.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary funds in the fund financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$5,000 (not rounded) and an estimated useful life in excess of one year. Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Donated or contributed capital assets are recorded at their acquisition value on the date received.

The costs of normal maintenance and repairs are charged to operations as incurred. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. There was no interest capitalized in 2017.

Depreciation of capital assets, including those acquired by the City's proprietary funds, is computed using the straight-line method over the following estimated useful lives:

Infrastructure and Improvements	5-50 years
Buildings and Improvements	10-50 years
Machinery and Equipment	3-30 years

6. Compensated Absences

General leave for the City includes both vacation and sick pay. General leave is based on an employee's length of employment and is earned ratably during the span of employment. Upon termination, employees are paid full value for any accrued general leave earned not to exceed the two-year entitlement as set forth by personnel policy, except in such cases where the employee was restricted in the use of general leave by departmental operating requirements. Vested or accumulated general leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. This liability is reported only if it has matured, for example, as a result of employee resignations and retirements. Amounts of vested or accumulated general leave that are not expected to be liquidated with expendable available financial resources are maintained separately and represents a reconciling item between the fund and government-wide presentations. Vested or accumulated general leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

7. 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 in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

applicable bond premium or discount. Bond issuance costs are reported as debt service expenditures in the period that the debt is issued.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. Fund Balance

In the fund financial statements, governmental funds report restrictions of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. As required by the State Constitution amendment addressed in Note 4. H., the City is required to provide for Emergency Reserves.

Fund balance may be categorized into the following:

1. Nonspendable – items such as inventories, prepaid expenses, long-term loans and resources that must be maintained intact pursuant to legal or contractual requirements.
2. Restricted – amounts that can be spent only for the specific purposes stipulated by constitution, external resources or through a government's own constitution or charter.
3. Committed – Amounts which can be used only for specific purposes pursuant to constraints formally imposed by the City Council through ordinance approved prior to year end. Those committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same action it employed to commit those amounts.
4. Assigned – Amounts constrained by the City's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to City Council based on the Comprehensive Financial Policy.
5. Unassigned – any remaining fund balance in the general fund that does not fall into one of the other categories. The general fund should be the only fund that reports a positive unassigned fund balance.

The City's policy is to apply expenditures against non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year in that order.

City staff brings recommendations to Council for the use of fund balance, whereas Council approves the recommendations through an ordinance either in the official budget ordinance or supplemental ordinances throughout the year. Council makes approvals at the fund levels.

9. Net Position

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

A portion of the net position in the Water and Wastewater Fund are restricted for water rights acquired with a half percent sales tax designated by the voters only for the purchase of water rights.

Unrestricted net position is all other net position that does not meet the definition of "restricted" or "net investment in capital assets." The City first applies restricted resources when an expense is incurred for which both restricted and unrestricted net position are available.

10. Statements of Cash Flows

For purposes of the statement of cash flows, the City considers all highly liquid investments (including restricted assets) with an original maturity of three months or less to be cash and cash equivalents. Pooled cash and investments are considered as cash equivalents within the cash flow statements.

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

11. Contraband Forfeitures

The Colorado Contraband Forfeiture Act allows law enforcement agencies to retain proceeds from the seizure of contraband. All such transactions are recorded in the General Fund. The proceeds are not subject to appropriation in the budget process. Property and equipment seized are recorded as capital assets if they meet the City's capitalization policy.

12. Deferred Outflows of Resources and Deferred Inflows of Resources

Deferred Outflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide and proprietary funds statement of net position. A deferred charge on refunding results from the difference in carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Deferred Inflows of Resources

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has one type of item, which arises under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenues, are reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and federal and/or state grant revenues. These amounts are recognized as an inflow of resources in the period that the amounts become available. In the City's government-wide statements only the property tax revenues remain as a deferred inflow of resources under the full accrual basis of accounting and will become an inflow in the year for which they are levied.

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes reconciliation between *fund balance-total governmental funds* and *net position-governmental activities* as reported in the government-wide statement of net position. The principal element of that difference is the capital assets of \$157,641,826, less depreciation of \$63,904,559 for a net adjustment of \$93,737,267, which are not reported in the funds. Other Long-term assets that are not available to pay for current-period expenditures are presented as a deferred inflow of resources in the fund of \$201,262. The last element explains that long-term liabilities are not due and payable in current period and therefore are not reported in funds.

The details of this \$23,073,761 difference are as follows:

Compensated Absences	\$ 1,674,218
Other Post-Employment Benefits	527,125
Police Disability Benefits	40,852
Unamortized Premium	1,833,249
Accrued Interest on Certificates of Participation	68,317
Certificates of Participation	18,930,000
Net Adjustment to Fund Balance	<u>\$ 23,073,761</u>

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains, “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this (\$7,949,042) difference are as follows:

Contributed Capital	\$ 8,960
Capitalized Asset Expenditures	14,065,443
Depreciation Expense	<u>(6,089,014)</u>
	<u>\$ 7,985,389</u>
 Proceeds from sale of capital assets	 (13,001)
Gain on sale of capital assets	<u>(23,346)</u>
	<u>\$ (36,347)</u>
 <i>Net adjustment to increase net changes in fund balances - Total governmental funds to arrive at changes in net position of governmental activities</i>	 <u>\$ 7,949,042</u>

Another element of that reconciliation states, “The issuance of long-term debt, including capital leases, provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.”

The details of this (\$20,831,566) difference are as follows:

Proceeds from Debt Issuance	\$ (19,325,000)
Principal Repayment on Long-term Debt	395,000
Reduction in Interest Payable on Long-term Debt	(68,317)
Premium on Long-term Debt	(1,929,736)
Amortization of Premium on Long-term Debt	96,487
 <i>Net adjustment to decrease net changes in fund balances - Total governmental funds to arrive at changes in net position of governmental activities</i>	 <u>\$ (20,831,566)</u>

Another element of that reconciliation states, “Repayments of long-term obligations are reported as expenditures in the governmental funds, but they reduce long-term liabilities in the statement of net position and do not affect the statement of activities.”

The details of this (\$188,663) difference are as follows:

Change in Other Post-Employment Benefits Liability	\$ (25,661)
Reduction in Police Disability Benefits Payable	1,033
Decrease in Compensated Absences	<u>(164,035)</u>
 <i>Net adjustment to decrease net changes in fund balances - Total governmental funds to arrive at changes in net position of governmental activities</i>	 <u>\$ (188,663)</u>

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

Note 3. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

A reconciliation of deposits and investments to the financial statements by caption is as follows:

	Primary Government	Component Units
Cash on Hand	\$ 3,530	\$ -
Cash Deposits	17,511,845	4,027,190
Investments	53,023,612	6,720,456
Total	<u>\$ 70,538,987</u>	<u>\$ 10,747,646</u>
Cash and Investments	\$ 52,228,442	\$ 10,747,646
Restricted Cash and Investments	18,310,545	-
Total	<u>\$ 70,538,987</u>	<u>\$ 10,747,646</u>

The primary government cash equivalents and investments were restricted for the following purposes:

	Cash and Investments
Water Rights Acquisition	\$ 5,409,092
Bond Proceeds for Construction	12,829,196
Debt Service	72,257
Total	<u>\$ 18,310,545</u>

Deposits. At year-end, the carrying amount of the City and component units reporting entities deposits were \$21,539,035.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least 102% of the aggregate uninsured deposits. All deposits in 2017 were in eligible public depositories, as defined by the Public Deposit protection Act of 1989.

A noninterest-bearing transaction account is a deposit account where interest is neither accrued nor paid; depositors are permitted to make an unlimited number of transfers and withdrawals; and the bank does **not** reserve the right to require advance notice of an intended withdrawal.

Please note that Money Market Deposit Accounts (MMDAs) and Negotiable Order of Withdrawal (NOW) accounts are **not** eligible for this unlimited insurance coverage, regardless of the interest rate, even if no interest is paid on the account.

Custodial credit risk. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. Due to the federal deposit insurance and the collateral no deposits for the City or the component unit were exposed to custodial credit risk.

Investments. The City is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest. The table below identifies the investment types that are authorized along with the related interest rate risk and concentration of credit risk.

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Securities	5 years	None	None
U.S. Agency Securities	5 years	None	None
Municipal Bonds	3 years	None	None
Local Government Investment Pools	N/A	None	None
Municipal COP or Leases	N/A	None	None
Money Market Funds	N/A	None	None
Commercial Paper	5 years	50%	5%
Variable Rate Securities	1 year	None	None
Repurchase Agreements	5 years	None	None
Bankers Acceptances	3 years	50%	5%
Corporate Bonds	3 years	50%	5%
Guaranteed Investment Contracts	3 years	None	None

Local Government Investment Pool. The City and component units invested \$22,818,580 in the Colorado Surplus Asset Fund Trust (CSAFE). These are investment vehicles established by local government entities in Colorado to Pool surplus funds for investment purposes by state statute. They are overseen by the state Securities Commissioner. CSAFE operates similarly to money market funds and each share is equal in value to \$1.00. CSAFE is rated AAA by Standard and Poor's. The designated custodial bank provides safekeeping and depository services to CSAFE in connection with the direct investment and withdrawal functions of CSAFE. All securities owned by government pools are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pools. Investments of the pools consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury Notes.

Fair Value Measurement. The City categorizes its assets and liabilities measured at fair value within the hierarchy established by generally accepted accounting principles. Assets and liabilities valued at fair value are categorized based on inputs to valuation techniques as follows:

Level 1 input. Quoted prices for identical assets or liabilities in an active market that an entity has the ability to access.

Level 2 input. Quoted prices for similar assets or liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the asset or liability.

Level 3 input. Inputs that are unobservable for the asset or liability which are typically based upon the City's own assumptions as there is little, in any, related market activity.

Hierarchy. The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs.

Inputs. If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

For the City, the following fair value techniques were utilized in measuring the fair value of its investments:

U.S. Treasury securities. These investments are reported at fair value based on quoted market prices obtained from exchanges.

U.S. Government agency securities. U.S. Government securities are reported at fair value based on bullet (noncall) spread scale for each issuer for maturities going out 40 years. These spreads represent credit risk and are obtained from the new issue market, secondary trading and dealer quotes.

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

An Option Adjusted Spread (OAS) model is incorporated to adjust spreads of issues that have early redemption features. Final spreads are added to a U.S. Treasury curve. A cash discounting yield/price routine calculates prices from final yields to accommodate odd coupon payment dates typical of medium-term notes.

Corporate Bonds. These investments are reported at fair value based on evaluation using markets sources and integrating relative credit information, observed market movements, and sector news into the evaluated pricing applications and models.

The City has no assets reported at fair value on a nonrecurring basis and no other investment meeting the fair value disclosure requirements of Governmental Accounting Standards Board (GASB) Statement No. 72.

Credit Risk. Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State statutes limit U.S. Agency securities to the highest rating issued by two or more nationally recognized statistical rating organizations (NRSRO's). Debt securities of the U.S. government and obligations of U.S. government agencies that are explicitly guaranteed by the U.S. government are not considered to have credit risk.

Presented below are the minimum rating, actual rating, investment portfolio percentage and weighted average maturity in years for each investment type as required by the City's investment policy as of December 31, 2017.

Investment Type	Balance	Minimum Rating Required	Standard & Poor's Rating	Moody's Rating	Total Investment Portfolio Percentage	Weighted Average Maturity	Fair Value Measure- ment
Investments measured at fair value:							
Federal Farm Credit Banks (FFCB)	\$ 1,491,255	N/A	AA+	Aaa	3%	0.92	Level 2
Federal Home Loan Banks (FHLB)	5,607,875	N/A	AA+	Aaa	11%	1.44	Level 2
Federal Home Loan Mortgage Corporation (FHLMC)	4,007,811	N/A	AA+	Aaa	8%	1.50	Level 2
Federal National Mortgage Association (FNMA)	4,957,671	N/A	AA+	Aaa	9%	1.01	Level 2
U.S. Treasury Notes	11,123,390	N/A	AA+	Aaa	21%	1.24	Level 1
Corporate Bonds	9,720,933	AA-	AA-	Aa3	18%	1.13	Level 2
Investments measured at amortized cost:							
CSAFE	16,098,124	AAA	AAA	NR	30%	-	N/A
UMB Money Market	16,553	AAA	AAA	Aaa	0%	-	N/A
	<u>\$ 53,023,612</u>				<u>100%</u>	<u>1.25</u>	

Presented below are the minimum rating, actual rating, investment portfolio percentage and weighted average maturity for each investment type held by the City's component unit, Northglenn Urban Renewal Authority, as of December 31, 2017.

Investment Type	Balance	Minimum Rating Required	Standard & Poor's Rating	Moody's Rating	Total Investment Portfolio Percentage	Weighted Average Maturity
CSAFE	6,720,456	N/A	AAAm	N/A	100%	-
	<u>\$ 6,720,456</u>				<u>100%</u>	<u>-</u>

Interest Rate Risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market rates. As a means of limiting its exposure to interest rate risk, it is the City's policy to

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

invest in a manner that securities can normally be held to maturity, or close to maturity, and to limit the types and maturities of permitted securities.

Concentration of Credit Risk. State statutes do not limit the amount the City may invest in one issuer except for corporate and bank securities.

Custodial Credit Risk. For an investment, this is the risk that, in the event of the failure of the counterpart, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy restricts holding of securities by counterparties, the City utilized a third-party safekeeping arrangement with financial institutions.

B. Receivables

Receivables as of year-end for the City's individual major funds and nonmajor funds in the aggregate including the applicable allowances for uncollectible accounts are as follows:

	General	Capital Projects	Other Govern- mental	Water & Wastewater	Other Enter- prise	Primary Government Total	Urban Renewal Authority	Church Ditch Water Authority
Receivables, net of allowances:								
Taxes	\$ 4,845,040	\$ 1,911,796	\$ -	\$ 397,173	\$ -	\$ 7,154,009	\$ 1,206,501	\$ -
Accounts	70,758	1,583,083	-	84,589	-	1,738,430	-	26,042
Interest and Other	270,312	409,728	10,303	1,092,730	265,745	2,048,818	-	-
Total	<u>\$ 5,186,110</u>	<u>\$ 3,904,607</u>	<u>\$ 10,303</u>	<u>\$ 1,574,492</u>	<u>\$ 265,745</u>	<u>\$ 10,941,257</u>	<u>\$ 1,206,501</u>	<u>\$ 26,042</u>

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

C. Capital Assets

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

	Primary Government		
	Beginning Balance	Increases	Decreases
Ending Balance			
Governmental Activities:			
Capital Assets Not Being Depreciated:			
Land and Improvements	\$ 4,705,382	\$ -	\$ -
Construction in Progress	1,510,958	13,539,118	1,413,999
Works of Art	375,982	8,960	-
Total Capital Assets Not Being Depreciated	6,592,322	13,548,078	1,413,999
Other Capital Assets:			
Infrastructure and Improvements	119,014,982	1,413,998	-
Buildings and Improvements	11,837,089	139,957	-
Machinery and Equipment	6,382,214	386,369	259,184
Total Other Capital Assets at Historical Cost	137,234,285	1,940,324	259,184
Less Accumulated Depreciation for:			
Infrastructure and Improvements	(48,166,991)	(5,199,174)	-
Buildings and Improvements	(5,487,583)	(335,630)	-
Machinery and Equipment	(4,383,808)	(554,210)	222,837
Total Accumulated Depreciation	(58,038,382)	(6,089,014)	222,837
Other Capital Assets, Net	79,195,903	(4,148,690)	(36,347)
Governmental Activities Capital Assets, Net	\$ 85,788,225	\$ 9,399,388	\$ (1,450,346)
Business-type Activities:			
Capital Assets Not Being Depreciated:			
Water Rights	\$ 59,373,713	\$ 740,000	\$ -
Land and Improvements	807,815	-	-
Construction in Progress	7,258,131	7,911,507	2,397,040
Total Capital Assets Not Being Depreciated	67,439,659	8,651,507	2,397,040
Other Capital Assets:			
Infrastructure and Improvements	117,373,302	2,404,038	-
Buildings and Improvements	21,159,553	-	-
Machinery and Equipment	6,815,748	515,630	330,592
Total Other Capital Assets at Historical Cost	145,348,603	2,919,668	330,592
Less Accumulated Depreciation for:			
Infrastructure and Improvements	(76,889,985)	(1,672,940)	-
Buildings and Improvements	(8,572,918)	(427,430)	-
Machinery and Equipment	(3,636,972)	(656,777)	315,234
Total Accumulated Depreciation	(89,099,875)	(2,757,147)	315,234
Other Capital Assets, Net	56,248,728	162,521	(15,358)
Business -type Activities Capital Assets, Net	\$ 123,688,387	\$ 8,814,028	\$ (2,412,398)

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

	Discretely Presented Component Units			
	Beginning Balance	Increases	Decreases	Ending Balance
Discretely Presented Component Units:				
Capital Assets Not Being Depreciated:				
Water Rights	\$ 500,000	\$ -	\$ -	\$ 500,000
Land and Improvements	460,594	-	-	460,594
Construction in Progress	152,722	271,920	370,429	54,213
Total Capital Assets Not Being Depreciated	1,113,316	271,920	370,429	1,014,807
Other Capital Assets:				
Infrastructure and Improvements	2,355,774	398,169	-	2,753,943
Buildings and Improvements	681,084	-	-	681,084
Machinery and Equipment	441,653	119,581	55,681	505,553
Total Other Capital Assets at Historical Cost	3,478,511	517,750	55,681	3,940,580
Less Accumulated Depreciation for:				
Infrastructure and Improvements	(731,641)	(155,201)	-	(886,842)
Buildings and Improvements	(82,178)	(22,695)	-	(104,873)
Machinery and Equipment	(220,330)	(72,821)	55,681	(237,470)
Total Accumulated Depreciation	(1,034,149)	(250,717)	55,681	(1,229,185)
Other Capital Assets, Net	2,444,362	267,033	-	2,711,395
Governmental Activities Capital Assets, Net	\$ 3,557,678	\$ 538,953	\$ (370,429)	\$ 3,726,202

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General Government	\$ 313,514
Public Safety	247,107
Public Works	4,532,334
Recreation & Culture	996,059
Total Governmental Activities Depreciation Expense	<u>\$ 6,089,014</u>
Business-type Activities:	
Water & Wastewater	\$ 2,274,559
Stormwater	84,663
Sanitation	397,925
Total Business-type Activities Depreciation Expense	<u>\$ 2,757,147</u>
Component Units:	
Church Ditch Water Authority	250,717
Total Component Units Depreciation Expense	<u>\$ 250,717</u>

D. Interfund Transactions

Transfers In/Out to Other Funds consists of the following:

	General Fund	Capital Projects Fund	Stormwater Fund	Total
Transfers In (Out)	\$ (1,700,000)	\$ 1,700,000	\$ -	\$ -
Transfers In (Out)	-	(200,000)	200,000	-
Total	<u>\$ (1,700,000)</u>	<u>\$ 1,500,000</u>	<u>\$ 200,000</u>	<u>\$ -</u>

The transfer of \$1,700,000 from the General Fund to the Capital Projects Fund and the transfer of \$200,000 from the Capital Projects Fund to the Stormwater Fund was established to fund capital projects.

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

E. Long-term Debt

Primary Government

In 2017, the City entered into a Lease Purchase Agreement for the Certificates of Participation, Series 2017 in the amount of \$19,325,000, the proceeds of which were used for the purpose of financing the construction of the City's new Justice Center. The 2017 Certificates of Participation are to be retired over a 20-year period with interest at 3.00% to 5.00%.

The 2017 Certificates of Participation are subject to annual appropriation between the City and UMB Bank, n.a. and have been reported in the financial statements as long-term debt of the City. Principal payments are due annually and interest payments are due semiannually through December 1, 2036. These payments are payable from the Capital Projects Fund. Annual debt service requirements to maturity for certificates outstanding at December 31, 2017 are as follows:

Year Ending 31-Dec	Governmental Funds	
	Principal	Interest
2018	635,000	828,919
2019	660,000	803,519
2020	695,000	770,519
2021	730,000	735,769
2022	765,000	699,269
2023-2027	4,440,000	2,882,344
2028-2032	5,630,000	1,691,444
2033-2036	5,375,000	481,663
	<u>\$ 18,930,000</u>	<u>\$ 8,893,446</u>

In January 2013, the Northglenn Capital Leasing Corporation entered into a Lease Purchase Agreement in the amount of \$8,795,000 to be retired over a 10-year period at a net effective interest rate of 2.05%, to refund \$8,420,000 relating to outstanding 2002A Certificates of Participation with an effective interest rate of 5.76%. The 2002A Series Certificates were fully refunded in December 2013.

The 2013 Lease Purchase Agreement is subject to annual appropriation between the City and NCLC and has been reported in the financial statements as a capital lease of the City. Principal payments are due annually and interest payments are due semiannually through December 1, 2022. These payments are payable from the Water and Wastewater Fund. Annual debt service requirements to maturity for certificates outstanding at December 31, 2017 are as follows:

Year Ending 31-Dec	Business-type Funds	
	Principal	Interest
2018	885,000	94,300
2019	900,000	76,158
2020	920,000	57,708
2021	940,000	38,848
2022	955,000	19,578
Total	<u>\$ 4,600,000</u>	<u>\$ 286,592</u>

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

Component Unit

In September 2017, the Church Ditch Water Authority entered into a reimbursement based loan for the construction of 5 ditch improvement projects. Repayment terms will be finalized when the project is complete and actual construction cost is known, the project is to be completed no later than September 2020. Reimbursement of the loan is not to exceed \$3,615,800. As of December 31, 2017, the Authority has not received any disbursements from the loan.

In November 2013, the Church Ditch Water Authority entered into a Promissory Note Agreement in the amount of \$606,000 to be retired over a 30-year period at a net effective interest rate of 2.85%, for the Emergency Leyden Creek Crossing Repair to repair damages to the crossing structure, caused by the 2013 flood event. Principal and interest payments are due annually through December 1, 2040. Annual debt service requirements to maturity for notes outstanding at December 31, 2017 are as follows:

Year Ending 31-Dec	Component Unit	
	Principal	Interest
2018	6,549	5,829
2019	6,735	5,643
2020	6,928	5,451
2021	7,125	5,253
2022	7,328	5,050
2023-2027	39,896	21,996
2028-2032	45,914	15,977
2033-2037	52,841	8,051
2038-2040	31,216	1,677
Total	<u>\$ 204,532</u>	<u>\$ 74,927</u>

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
2017 Certificates of Participation	\$ -	\$ 19,325,000	\$ (395,000)	\$ 18,930,000	\$ 635,000
Premium on Debt Issuance	-	1,929,736	(96,487)	1,833,249	-
Pension Benefits Payable	41,885	-	(1,033)	40,852	-
Other Post Employment Benefits	501,464	25,661	-	527,125	-
Compensated Absences	1,510,183	1,546,657	(1,382,622)	1,674,218	1,000,000
Total Governmental Activities	<u>2,053,532</u>	<u>22,827,054</u>	<u>(1,875,142)</u>	<u>23,005,444</u>	<u>1,635,000</u>
Business-Type activities:					
2013 Lease Purchase	5,465,000	-	(865,000)	4,600,000	885,000
Other Post Employment Benefits	57,704	-	-	57,704	-
Compensated Absences	538,913	540,599	(494,326)	585,186	454,500
Total Business-Type Activities	<u>6,061,617</u>	<u>540,599</u>	<u>(1,359,326)</u>	<u>5,242,890</u>	<u>1,339,500</u>
Total Long-term Liabilities	<u>\$ 8,115,149</u>	<u>\$ 23,367,653</u>	<u>\$ (3,234,468)</u>	<u>\$ 28,248,334</u>	<u>\$ 2,974,500</u>
Component Unit:					
Promissory Note Payable	<u>\$ 225,097</u>	<u>\$ -</u>	<u>\$ (20,565)</u>	<u>\$ 204,532</u>	<u>\$ 6,549</u>

For the governmental activities, net OPEB obligation, compensated absences and pension benefits payable are generally liquidated by the General Fund.

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

Note 4. OTHER INFORMATION

A. 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. In 1982, the City joined the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a public entity risk pool formed in 1982 to provide property and liability and workers' compensation coverage and related services for its member municipalities. The City pays an annual premium to CIRSA for the property and liability insurance coverage and risk management services. All Colorado municipalities, which are members of the Colorado Municipal League, are eligible to participate in CIRSA. CIRSA's general objectives are to provide member municipalities and special districts defined property and liability and workers' compensation coverage through joint self-insurance and excess insurance.

The City continues to carry commercial insurance for all other risks of loss, including workers' compensation and employee health insurance. Workers' Compensation insurance is purchased from Pinnacol Assurance. The workers' compensation premium is calculated on a retrospective rate. The City continued to qualify for the cost containment certificate from the State of Colorado, which reduces the City's workers' compensation premiums by 5% annually.

Death and disability insurance for police officers hired prior to January 1997 is provided by the Fire and Police Pension Association (FPPA) on behalf of the City of Northglenn. The state made one payment to the FPPA in 1997 to fully fund this insurance for officers hired before 1997. Death and disability insurance for police officers hired after December 1996 is purchased from the FPPA. In 1996 the Colorado state legislature elected to cease providing state funding for disability insurance for police officers beginning with officers hired after December 31, 1996.

Health insurance is purchased from an alliance, which provides a limited choice of health maintenance organizations for employees. The City and employees each contribute to premium costs. The City has no uninsured risk for employee health care. The amount of settlements did not exceed insurance coverage during the past three fiscal years.

B. Joint Venture

Woman Creek Reservoir Authority. The City participates as an equal partner with the Cities of Thornton and Westminster in the operation of the Woman Creek Reservoir Authority. It has no financial interest in the Authority. The Authority began operation in 1996 with funding from a grant by the federal government's Environmental Protection Agency. The grant's purpose was to supply sufficient funds to mitigate and/or clean up any hazardous effects to the water supply of the three cities from the previous production of nuclear weapons at the Rocky Flats facility located near the Woman Creek Reservoir. The initial grant of approximately \$8,000,000 has been invested, and the interest earned has been more than sufficient to cover the Authority's operating expenses. The Authority contracted with the Church Ditch Water Authority to supply maintenance and monitoring services for the reservoir. Copies of the Woman Creek Reservoir Authority's financial statements may be obtained from the City of Westminster, Finance Department, 4800 West 92nd Avenue, Westminster, Colorado 80031.

C. Cost Sharing Agreement

The City entered into a cost sharing agreement with the City of Thornton in 1994 for the joint construction of a pipeline to convey water from Standley Lake to the respective cities. The City of Northglenn has legal ownership of the pipeline and has recorded the pipeline as a capital asset in the water and wastewater fund. Each entity remits sufficient funds to cover costs each year to an escrow account. Major construction was completed in 2000. Each City contributes an equal share of the costs except Thornton is responsible for funding the additional cost of the larger pipe they require. Both cities must approve any expenditure from the escrow. The City's contribution to the escrow account for the year ending December 31, 2017 was \$137,500. Contributions to the escrow account are an expense of the water and wastewater enterprise fund at the time of transfer to the escrow account. The City capitalized these expenses at year-end as work performed was deemed to be capital improvements.

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

D. Enhanced Sales Tax Incentive Program Agreement

Per the City's Municipal Code Section 5-12, the purpose of the Enhanced Sales Tax Incentive Program or ESTIP is to recruit and retain retail sales tax generating businesses within the City of Northglenn. The goal is to stimulate the economy within the City, thereby providing employment for residents of the City and others and further expanding the goods and services available for purchase and consumption by businesses and residents of the City, and further increasing the sales taxes collected by the City. Such increased sales tax collections will enable the City to provide expanded and improved municipal services to and for the benefit of the City, while at the same time providing public-related improvements to the City and its taxpayers and residents. The ESTIP is paid on a quarterly reimbursement basis by the City.

In October 2006, an agreement was made with the redeveloper of the former Mervyn's building in the Northglenn Marketplace in which the redeveloper receives fifty percent of the general sales tax (excluding the one-half percent sales tax devoted to water acquisition) generated by the new retail space for meeting the project commitment of redeveloping the shopping center. The reimbursement is scheduled to commence with sales tax generated on or after January 1, 2010. The reimbursement will not exceed \$2,905,098 nor extend beyond December 31, 2019. In 2017, the redeveloper received \$56,463 and has received a total of \$362,576 since the reimbursement began in 2010. Reimbursements are an expense of the General Fund.

In August 2013, an agreement was made with the redeveloper of the Webster Lake Promenade in which the redeveloper receives fifty percent of the general sales tax (excluding the one-half percent sales tax devoted to water acquisition) generated by the new retail space for meeting the commitment of developing the shopping center. The reimbursement is scheduled to commence with the sales tax generated on or after January 1, 2015. The reimbursement will not exceed \$1,400,000 nor extend beyond December 31, 2021. In 2017, the redeveloper received \$364,479, and has received a total of \$1,034,711 since the reimbursement began in 2015. Reimbursements are an expense of the General Fund.

E. Contingent Liabilities

The City receives revenues from various federal and state grant programs, which are subject to audit and adjustment by the respective grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable fund. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

The City is aware of numerous threats of litigation which may result in lawsuits. Although the outcome of these claims is not presently determinable, in the opinion of the City's attorney the resolution of these matters will not have a material adverse effect on the financial condition of the City.

F. Other Post-Employment Benefits

Retiree Health Program

Program Description. The Retiree Health Program (Program) is a single-employer defined benefit healthcare plan administered by the City of Northglenn. The Program provides medical insurance, including prescription drugs benefits to eligible retirees and their eligible dependents, until age 65 or upon becoming Medicare eligible. Benefits are provided for active employees and retirees under the same health care plans. The City pays 50% of the cost of the premium for single coverage on behalf of the retiree. The retiree is responsible for paying the remainder of the single premium, as well as 100% of the cost of continuing coverage for a spouse or family member. The Program offers fully-insured medical plans, including prescription drugs, offered through Kaiser.

As of August 1, 2009, the Retiree Health Program changed; participants in the current plan will be grandfathered. New participants as of August 1, 2009 and thereafter, with at least 20 years of service (full-time employment), at least 55 years old, and no longer employed with the City of Northglenn will receive a monthly reimbursement amount for Qualified Medical Insurance Premium payments based on years of service, until they are eligible for Medicare benefits. The stipend amount will be \$200 for full-time employees with 20 years of service and will be increased by \$20 for each additional year to a maximum of \$400 for employees with 30 or more years of service.

CITY OF NORTHGLENN, COLORADO

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Funding Policy. The Program provisions and requirements are established and may be amended by Council policy. The City funds OPEB expense on a pay-as-you-go-basis. Program members receiving benefits contributed \$8,228 in actual premiums equal to 50% of the equivalent single premium recognized for active employees, plus 100% of the premium for spouse or family member coverage. The City's pay-as-you-go program funding totaled \$17,629 in stipend, \$8,228 in benefit for a total of \$25,857.

Annual OPEB Cost and Net OPEB Obligation. The City's annual OPEB cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45, Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions (GASB 45).

The ARC (Annual Required Contribution) represents a level of funding that, if paid on an ongoing basis, is projected to cover current year costs plus amortization for a portion of the unfunded accrued actuarial liability for Program benefits. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the program, and changes in the City's net OPEB obligation:

Annual Required Contribution	\$ 52,293
Interest on Net OPEB Obligation	16,675
Adjustment to ARC	<u>(18,639)</u>
Annual OPEB Cost	50,429
Contributions made	<u>(24,768)</u>
Increase in net OPEB obligation	25,661
Net OPEB obligation – beginning of year	<u>559,168</u>
Net OPEB obligation – end of year	\$ <u>584,829</u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Program, and the net OPEB obligation for 2017 and the two preceding years was as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2015	\$ 31,342	58.8%	\$ 550,703
12/31/2016	\$ 32,776	74.2%	\$ 559,168
12/31/2017	\$ 50,429	49.1%	\$ 584,829

Funding Status and Funding Progress. As of January 1, 2017, the most recent actuarial valuation date, the Program was not funded. The unfunded actuarial accrued liability (UAAL) was \$712,975. The covered payroll (annual payroll of active employees covered by the Program) was \$15,158,598. The ratio of the UAAL to covered payroll was 4.7 percent.

Actuarial Methods and Assumptions. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future, such as future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the Program and the annual required contributions of the City are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on substantive program (the program as understood by the City and the Program members) to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities, consistent with the long term perspective of the calculations. The required supplemental information section immediately following the Notes presents a schedule of funding progress for this plan intended to provide multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

In the January 1, 2017, the most current actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 3 percent discount rate to calculate the ARC on a pay-as-you-go basis, which is

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

the rate expected on short-term liquid investments. The unfunded actuarial accrued liability is amortized over the maximum acceptable period of 30 years on an open basis. It is calculated assuming a level percentage of projected payroll. Payroll is assumed to increase at 3.0 percent per year. Annual trend rate for health care costs applied on a select and ultimate basis are 7.5% and 4.5%, respectively. Select trends are reduced 0.25% or 0.5% each year until reaching the ultimate trend. Both rates include a 2.75% inflation factor.

G. Employee Retirement Plans

The City administers and maintains two single-employer, defined contribution pension plans; (1) The Police Money Purchase Pension Plan, that covers all commissioned police employees, and (2) The General Employees' Pension Plan, that covers all full-time employees other than police. The City has authorized the Pension Boards to establish and amend all plan provisions, unless such a change would have a material impact on the plan. Material amendments to a plan are required to go through City Council for ordinance approval. Under the Police Money Purchase Pension Plan, the amendment must also pass by 65% of total votes cast by the membership before it can go to Council for ordinance approval.

A defined contribution pension plan has terms that specify how contributions to an individual's account are to be determined rather than the amount of pension benefits the individual is to receive. In a defined contribution plan, the pension benefits a participant will receive depend only on the amount contributed to the participant's account and earnings or losses on investments of those contributions.

Investments are self-directed by employees. ICMA-RC is the trustee of both of the pension funds. The trustee's address is 777 North Capitol Street, NE, Washington, DC 20002-4240. Innovest Portfolio Solutions, LLC., a registered investment advisor, whose address is 4643 South Ulster, Suite 1040, Denver, Co. 80237, provides investment-consulting services to the Retirement Boards for both pension plans.

General Employees' Pension Plan (GEPP)

The City made the required contribution of \$923,300. The employees' contribution to the Plan was \$1,214,617. There were no employer liabilities outstanding as of December 31, 2017.

The City provides pension benefits for all of its full-time employees, excluding police officers that are covered by the City's Police Money Purchase Pension Plan, through the General Employees' Pension Plan. Eligible employees must participate from the date of full-time employment. Each participant is required to make a mandatory contribution of 12% of compensation. During 2017, the City's contribution level was 8%, then upon the completion of five years of eligible service 9%, and 10% upon the completion of ten years of eligible service.

A participant's interest in the contributions made by the City, and the related investment earnings, become vested to the extent of percentages based on number of years of service as set forth in the GEPP. Participants are fully vested after six years of continuous service. In addition, if an employee reaches normal retirement age, dies or becomes totally and permanently disabled, his account becomes fully vested regardless of length of service. If an employee leaves covered employment before becoming fully vested, accumulated employee contributions, related investment earnings, and any vested City contributions and related investment earnings are refunded to the employee. Forfeitures by employees who leave employment before six years of service are used to pay Plan administrative expenses and may be used at the Board's discretion to reduce City contributions. There were no forfeitures used to pay administrative expenses or to reduce City contributions during the fiscal year ending December 31, 2017.

Police Money Purchase Pension Plan (PMPPP)

The City made the required contribution of \$457,122. The covered employees made a contribution of \$595,876. There were no employer liabilities outstanding as of December 31, 2017.

The City provides pension benefits for its commissioned police officers through the City's Police Money Purchase Pension Plan. Eligible employees must participate from the date of full-time employment. Each participant is required to make a mandatory contribution of 12% of compensation. During 2017 the City's contribution level was 8%, then upon the completion of five years of eligible service 9%, and 10% upon completion of ten years of eligible

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2017

service.

A participant's interest in the contributions made by the City, and related investment earnings, become vested to the extent of percentages based on number of years of service as set forth in the PMPPP. Participants are fully vested after seven years of continuous service. In addition, if an employee reaches normal retirement age, dies or becomes totally and permanently disabled his account becomes fully vested regardless of length of service. If an employee leaves covered employment before becoming fully vested, accumulated employee contributions, related investment earnings, and any vested City contributions and related investment earnings are refunded to the employee. Forfeitures by employees who leave before seven years of service will be used to pay the Plan's administrative expenses and may be used at the Board's discretion to reduce City contributions. There were no forfeitures used to pay administrative expenses or to reduce City contributions during the fiscal year ending December 31, 2017.

H. Tax, Spending, and Debt Limitations

On November 3, 1992, Colorado voters passed an amendment to the State Constitution, Article X, Section 20, commonly known as the Taxpayers Bill of Rights or TABOR. TABOR contains several limitations, including revenue rising, spending abilities, and other specific requirements of state and local governments. On November 8, 1994, Northglenn voters chose to waive the revenue limitations imposed by TABOR. The City believes it is in compliance with the other requirements of the Amendment. However, the City has made certain interpretations of the Amendment's language in order to determine its compliance. The Amendment is complex and subject to judicial interpretation.

The City has established an emergency reserve representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2017, the emergency reserve of \$1,069,093 was reported as a restriction of fund balance of \$736,247 in the General Fund, and as restricted net position of \$331,079 in the Water and Wastewater Fund.

I. Commitments/Contingencies

Construction Commitments. The City had commitments of \$10,778,844 for capital projects in the governmental fund types and \$981,000 in the proprietary fund types at December 31, 2017. Future expenditures related to these commitments are expected to be financed through 2017 Certificates of Participation, available resources and future sales tax revenue.

NOTE 5. PENDING GASB PRONOUNCEMENTS

As of December 31, 2017, The GASB had issued several statements not yet required to be implemented by the City. The Statement which might impact the City is as follows:

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, issued in June 2015, will be effective for the City beginning with its fiscal year ending December 31, 2018. The Statement replaces the requirements of GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions and requires governments to report a liability on the face of the financial statements for the OPEB they provide and outlines the reporting requirements by governments for defined benefit OPEB plans administered through a trust, cost-sharing OPEB plans administered through a trust and OPEB not provided through a trust. The Statement also requires governments to present more extensive note disclosures and required supplementary information about their OPEB liabilities. Some governments are legally responsible to make contributions directly to an OPEB plan or make benefit payments directly as OPEB comes due for employees of other governments. In certain circumstances, called special funding situations, the Statement requires these governments to recognize in their financial statements a share of the other government's net OPEB liability.

GASB Statement No. 84, Fiduciary Activities, issued February 2017, will be effective for the City beginning with its fiscal year ending December 31, 2019. The objective of Statement No. 84 is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state

CITY OF NORTHGLENN, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2017

and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities.

An activity meeting the criteria should be reported in a fiduciary fund in the basic financial statements. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. An exception to that requirement is provided for a business-type activity that normally expects to hold custodial assets for three months or less. This Statement describes four fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. Custodial funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria.

A fiduciary component unit, when reported in the fiduciary fund financial statements of a primary government, should combine its information with its component units that are fiduciary component units and aggregate that combined information with the primary government's fiduciary funds.

This Statement also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources. Events that compel a government to disburse fiduciary resources occur when a demand for the resources has been made or when no further action, approval, or condition is required to be taken or met by the beneficiary to release the assets.

GASB Statement No. 85, Omnibus, issued March 2017, will be effective for the City beginning with its fiscal year ending December 31, 2018. This Statement is designed to address the practice issues that have been identified during implementation and application of certain GASB Statements. This statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pension and other postemployment benefits).

GASB Statement No. 87, Leases, issued June 2017, will be effective for the City beginning with its fiscal year ending December 31, 2020, with earlier adoption encouraged. Statement No. 87 establishes a single approach to accounting for and reporting leases by state and local governments. Under this statement, a government entity that is a lessee must recognize (1) a lease liability and (2) an intangible asset representing the lessee's right to use the leased asset. In addition, the City must report the (1) amortization expense for using the lease asset over the shorter of the term of the lease or the useful life of the underlying asset, (2) interest expense on the lease liability and (3) note disclosures about the lease. The Statement provides exceptions from the single-approach for short-term leases, financial purchases, leases of assets that are investments and certain regulated leases. This statement also addresses accounting for lease terminations and modifications, sale-leaseback transactions, nonlease components embedded in lease contracts (such as service agreements), and leases with related parties.

GASB Statement No. 88, Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placement, issued March 2018, will be effective for the City beginning with its fiscal year ending December 31, 2019, with earlier adoption encouraged. Statement No. 88 clarifies which liabilities governments should include in their note disclosures related to debt. This statement defines debt that must be disclosed in the notes to financial statements as a liability that arises from a contractual obligation to pay cash in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. Governments must also disclose amounts of unused lines of credit, assets pledged as collateral for debt and the terms specified in debt agreements related to significant events of default with finance-related consequences, termination events with finance-related consequences, and subjective acceleration clauses. Within the notes, governments should separate information regarding direct borrowings and direct placements of debt from other debt.

Management intends to adopt these Statements by the required date and will modify and expand its financial statements and disclosures accordingly. The implementation of GASB Statement No. 75 could have a significant impact on the financial statements.



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CITY OF NORTHGLENN, COLORADO

REQUIRED SUPPLEMENTARY INFORMATION RETIREE HEALTH PROGRAM DECEMBER 31, 2017

(Unaudited)

SCHEDULE OF FUNDING PROGRESS FOR THE RETIREE HEALTH PROGRAM

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability AAL Method	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
1/1/2013	-0-	\$ 626,024	\$ 626,024	0.0%	\$11,532,882	5.4%
1/1/2015	-0-	\$ 510,766	\$ 510,766	0.0%	\$13,759,527	3.7%
1/1/2017	-0-	\$ 712,975	\$ 712,975	0.0%	\$15,158,598	4.7%

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Actuarial Valuation Date	Annual Required Contribution (ARC)	Percentage of ARC Contributed
1/1/2013	\$ 39,398	55.7%
1/1/2015	\$ 33,301	55.4%
1/1/2017	\$ 52,293	47.4%

CITY OF NORTHGLENN, COLORADO

REQUIRED SUPPLEMENTARY INFORMATION GENERAL FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	GAAP Basis	Final Budget
REVENUES				
Taxes-Property	\$ 2,057,366	\$ 2,057,366	\$ 2,031,017	\$ (26,349)
Taxes-Sales/Use	17,225,944	17,225,944	17,171,802	(54,142)
Occupational Tax	62,160	62,160	63,554	1,394
Intergovernmental	2,280,434	2,559,200	2,265,553	(293,647)
Licenses and Permits	672,737	672,737	700,943	28,206
Charges for Services	2,517,741	2,517,741	2,704,426	186,685
Fines and Forfeitures	1,024,279	1,036,404	970,260	(66,144)
Investment Earnings	53,400	53,400	148,286	94,886
Miscellaneous	86,000	92,530	185,719	93,189
Total Revenues	25,980,061	26,277,482	26,241,560	(35,922)
EXPENDITURES				
General Government:				
Legislative	592,974	612,789	562,659	50,130
City Manager	1,351,597	1,341,597	978,685	362,912
City Clerk	360,453	360,453	343,956	16,497
Management Services	1,848,667	1,848,667	1,749,998	98,669
Technology	875,375	875,375	892,623	(17,248)
Finance	474,991	474,991	473,378	1,613
Planning & Development	1,619,065	1,619,065	1,519,089	99,976
Non-Departmental	580,000	580,000	636,368	(56,368)
Recreation and Culture	4,015,989	4,015,989	3,922,289	93,700
Public Safety	9,785,226	9,813,092	9,276,436	536,656
Public Works	2,461,832	2,461,832	2,400,457	61,375
Capital Outlay	172,000	492,647	517,301	(24,654)
Contingency	100,000	100,000	-	100,000
Total Expenditures	24,238,169	24,596,497	23,273,239	1,323,258
Excess (Deficiency) of Revenues Over Expenditures	1,741,892	1,680,985	2,968,321	1,287,336
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,700,000)	(1,700,000)	(1,700,000)	-
Sales of Capital Assets	-	-	13,001	13,001
Total Other Financing Sources and (Uses)	(1,700,000)	(1,700,000)	(1,686,999)	13,001
Net Change In Fund Balance	41,892	(19,015)	1,281,322	1,300,337
Fund Balance-Beginning	18,509,417	18,040,877	21,238,468	3,197,591
Fund Balance-Ending	\$ 18,551,309	\$ 18,021,862	\$ 22,519,790	\$ 4,497,928

See Note to Required Supplementary Information

CITY OF NORTHGLENN, COLORADO

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION DECEMBER 31, 2017

NOTE 1. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

The City Council annually adopts the Budget Resolution for all operating funds of the City. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all funds, with the exception of the enterprise funds, which are budgeted on a non-GAAP basis of accounting. All annual appropriations lapse at fiscal year-end.

No later than September 20, the City Manager submits to the Mayor and City Council a proposed budget for the calendar year commencing the following January 1. The budget is prepared by fund, department, program, and activity, and includes information on the past year, current year estimates and requested appropriations and estimated revenues for the next calendar year. The City Council holds public hearings and may add to, subtract from or change appropriations except for expenditures required by law, debt service expenditures or for estimated cash deficits. No change to the budget shall increase the authorized expenditures to any amount greater than the total amount of available funds, which includes unreserved fund balance.

The City Council shall adopt the budget by resolution pursuant to law. If it fails to adopt the budget by year-end, the amounts appropriated for current operations for the current calendar year shall be deemed adopted for the ensuing calendar year on a month-to-month basis, with all items prorated accordingly until such time as the City Council adopts the budget for the ensuing fiscal year. Once adopted, the City Council may at any time, by ordinance, amend the budget. The individual boards of the City's component units approve their respective annual budgets.

Expenditures may not legally exceed budgeted appropriations at the fund level. Funds are defined as the major operating units of the City. Those funds are the General Fund, Capital Projects Fund, Water and Wastewater Fund, Stormwater Fund, Sanitation Fund, and the Conservation Trust Fund.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized in all funds. Outstanding encumbrances at year-end will lapse. They do not constitute expenditures or liabilities because the commitments will be re-appropriated during the subsequent year.



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CITY OF NORTHGLENN,COLORADO

CAPITAL PROJECTS FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	GAAP Basis	Final Budget
REVENUES				
Taxes-Property	\$ 1,050,000	\$ 1,050,000	\$ 1,068,820	\$ 18,820
Taxes-Sales/Use	3,313,311	3,313,311	3,392,094	78,783
Intergovernmental	2,238,351	2,738,351	1,335,015	(1,403,336)
Investment Earnings/(Losses)	60,000	60,000	252,937	192,937
Total Revenues	<u>6,661,662</u>	<u>7,161,662</u>	<u>6,048,866</u>	<u>(1,112,796)</u>
EXPENDITURES				
Public Works	-	-	197,229	(197,229)
Capital Outlay	6,861,714	27,743,181	13,277,910	14,465,271
Debt Service:				
Principal Payments	-	400,000	395,000	5,000
Debt Issuance Costs	-	254,736	236,575	18,161
Interest Expense	-	550,000	532,487	17,513
Total Expenditures	<u>6,861,714</u>	<u>28,947,917</u>	<u>14,639,201</u>	<u>14,308,716</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(200,052)</u>	<u>(21,786,255)</u>	<u>(8,590,335)</u>	<u>13,195,920</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	(200,000)	(200,000)	-
Transfers In	1,700,000	1,700,000	1,700,000	-
Issuance of Debt	-	19,325,000	19,325,000	-
Premium on Debt Issuance	-	1,929,736	1,929,736	-
Total Other Financing Sources and (Uses)	<u>1,700,000</u>	<u>22,754,736</u>	<u>22,754,736</u>	<u>-</u>
Net Change In Fund Balance	1,499,948	968,481	14,164,401	13,195,920
Fund Balance-Beginning	12,356,246	12,675,653	17,094,267	12,414,091
Fund Balance-Ending	<u>\$ 13,856,194</u>	<u>\$ 13,644,134</u>	<u>\$ 31,258,668</u>	<u>\$ 25,610,011</u>



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CITY OF NORTHGLENN, COLORADO

NONMAJOR GOVERNMENTAL FUNDS COMBINING BALANCE SHEET DECEMBER 31, 2017

	Special Revenue Funds		
	Conservation		
	Trust Fund	CDBG Fund	Total
ASSETS			
Cash & Investments	\$ 1,478,188	\$ -	\$ 1,478,188
Receivables, Net of Allowances	10,303	-	10,303
Total Assets	<u>\$ 1,488,491</u>	<u>\$ -</u>	<u>\$ 1,488,491</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 4,667	\$ -	\$ 4,667
Total Liabilities	<u>4,667</u>	<u>-</u>	<u>4,667</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Intergovernmental	5,093	-	5,093
Total Deferred Inflows of Resources	<u>5,093</u>	<u>-</u>	<u>5,093</u>
FUND BALANCES			
Restricted for:			
Parks and Recreation	1,478,731	-	1,478,731
Total Fund Balances	<u>1,478,731</u>	<u>-</u>	<u>1,478,731</u>
Total Liabilities and Fund Balances	<u>\$ 1,488,491</u>	<u>\$ -</u>	<u>\$ 1,488,491</u>

CITY OF NORTHGLENN, COLORADO

NONMAJOR GOVERNMENTAL FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED DECEMBER 31, 2017

	Special Revenue Funds		
	Conservation		
	Trust	CDBG	
	Fund	Fund	Total
REVENUES			
Intergovernmental	\$ 387,324	\$ 195,751	\$ 583,075
Investment Earnings	8,796	-	8,796
Total Revenues	<u>396,120</u>	<u>195,751</u>	<u>591,871</u>
EXPENDITURES			
Capital Outlay	65,457	195,751	261,208
Total Expenditures	<u>65,457</u>	<u>195,751</u>	<u>261,208</u>
Excess of Revenues Over Expenditures	<u>330,663</u>	<u>-</u>	<u>330,663</u>
Net Change In Fund Balance	330,663	-	330,663
Fund Balance-Beginning	1,148,068	-	1,148,068
Fund Balance-Ending	<u>\$ 1,478,731</u>	<u>\$ -</u>	<u>\$ 1,478,731</u>

CITY OF NORTHGLENN,COLORADO

SPECIAL REVENUE FUND-CONSERVATION TRUST FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	Budget Basis	Final Budget
REVENUES				
Intergovernmental	\$ 368,000	\$ 668,000	\$ 387,324	\$ (280,676)
Investment Earnings/(Losses)	3,500	3,500	8,796	5,296
Total Revenues	<u>371,500</u>	<u>671,500</u>	<u>396,120</u>	<u>(275,380)</u>
EXPENDITURES				
General Government:				
Capital Outlay	1,400,000	1,696,000	65,457	1,630,543
Total Expenditures	<u>1,400,000</u>	<u>1,696,000</u>	<u>65,457</u>	<u>1,630,543</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,028,500)</u>	<u>(1,024,500)</u>	<u>330,663</u>	<u>1,355,163</u>
Net Change In Fund Balance	(1,028,500)	(1,024,500)	330,663	1,355,163
Fund Balance-Beginning	68,829	56,141	1,148,068	2,015,064
Fund Balance-Ending	<u>\$ (959,671)</u>	<u>\$ (968,359)</u>	<u>\$ 1,478,731</u>	<u>\$ 3,370,227</u>

CITY OF NORTHGLENN,COLORADO

SPECIAL REVENUE FUND-COMMUNITY DEVELOPMENT BLOCK GRANT FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	Budget Basis	Final Budget
REVENUES				
Intergovernmental	\$ 205,347	\$ 205,347	\$ 195,751	\$ (9,596)
Total Revenues	<u>205,347</u>	<u>205,347</u>	<u>195,751</u>	<u>(9,596)</u>
EXPENDITURES				
Capital Outlay	205,347	205,347	195,751	9,596
Total Expenditures	<u>205,347</u>	<u>205,347</u>	<u>195,751</u>	<u>9,596</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	-	-	-	-
Fund Balance-Beginning	-	-	-	-
Fund Balance-Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF NORTHGLENN, COLORADO

WATER AND WASTEWATER FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	Budget Basis	Final Budget
REVENUES				
Taxes-Sales/Use	\$ 3,782,214	\$ 3,782,214	\$ 3,778,572	\$ (3,642)
Intergovernmental	3,500	3,500	-	(3,500)
Charges for Services	10,970,664	10,970,664	10,882,424	(88,240)
Investment Earnings	73,000	73,000	108,699	35,699
Other Income	-	-	44,841	44,841
Total Revenues	14,829,378	14,829,378	14,814,536	(14,842)
EXPENDITURES				
Administration	1,476,047	1,476,047	1,416,459	59,588
Facilities	187,756	187,756	219,770	(32,014)
Fleet	75,500	75,500	42,326	33,174
Engineering	755,555	755,555	661,093	94,462
Water Operations	1,195,263	1,195,263	1,177,840	17,423
Lab Operations	546,182	546,182	547,597	(1,415)
Electrical and Mechanical	563,292	563,292	533,386	29,906
Distribution and Collection	1,173,396	1,173,396	1,092,036	81,360
Water Resources Operations	738,825	738,825	1,039,124	(300,299)
Wastewater Operations	1,743,355	1,743,355	1,649,571	93,784
Industrial Pre-Treatment	91,180	91,180	91,312	(132)
Capital Outlay	12,459,160	7,858,733	6,556,034	1,302,699
Acquisition of Water Rights	2,250,000	2,250,000	740,000	1,510,000
Debt Service:				
Principal Payments	865,000	865,000	865,000	-
Interest and Fiscal Charges	112,033	112,033	148,048	(36,015)
Total Expenditures	24,232,544	19,632,117	16,779,596	2,852,521
Net Change	\$ (9,403,166)	\$ (4,802,739)	(1,965,060)	\$ 2,837,679

Adjustments to reconcile budgetary

basis to GAAP basis Adjustment for

Principal Paid on Bonds and Notes Payable	865,000
Capitalization of Capital Assets	7,296,034
Depreciation	(2,274,559)
Total Adjustments to Basis	5,886,475
Change in Net Position	3,921,415
Total Net Position-Beginning	129,800,125
Total Net Position-Ending	\$ 133,721,540

CITY OF NORTHGLENN, COLORADO

NONMAJOR PROPRIETARY FUNDS COMBINING STATEMENT OF NET POSITION DECEMBER 31, 2017

	Stormwater	Sanitation	Total Nonmajor Enterprise Funds
ASSETS			
Current assets:			
Cash & Investments	\$ 221,532	\$ 1,578,171	\$ 1,799,703
Receivables, Net of Allowances	22,534	243,211	265,745
Inventories	-	24,273	24,273
Deposits and Prepaids	332	4,906	5,238
Total Current Assets	244,398	1,850,561	2,094,959
Noncurrent Assets:			
Capital Assets:			
Infrastructure and Improvements	4,097,699	-	4,097,699
Buildings and Improvements	37,792	22,387	60,179
Machinery and Equipment	-	2,479,934	2,479,934
Less Accumulated Depreciation	(634,797)	(1,213,302)	(1,848,099)
Total Noncurrent Assets	3,500,694	1,289,019	4,789,713
Total Assets	3,745,092	3,139,580	6,884,672
Current Liabilities:			
Accounts Payable	30,050	16,409	46,459
Accrued Liabilities	35,821	23,443	59,264
Long-Term Liabilities, Due Within One Year	4,500	80,000	84,500
Total Current Liabilities	70,371	119,852	190,223
Noncurrent Liabilities:			
Long-Term Liabilities	19	68,600	68,619
Total Noncurrent Liabilities	19	68,600	68,619
Total Liabilities	70,390	188,452	258,842
NET POSITION			
Net Investment in Capital Assets	3,500,694	1,289,019	4,789,713
Unrestricted	174,008	1,662,109	1,836,117
Total Net Position	\$ 3,674,702	\$ 2,951,128	\$ 6,625,830

CITY OF NORTHGLENN, COLORADO

NONMAJOR PROPRIETARY FUNDS COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION FOR THE YEAR ENDED DECEMBER 31, 2017

	Stormwater	Sanitation	Total Nonmajor Enterprise Funds
Operating Revenues:			
Charges for Services	\$ 438,994	\$ 1,914,730	\$ 2,353,724
Total Operating Revenues	438,994	1,914,730	2,353,724
Operating Expenses:			
Administration	-	48,607	48,607
Fleet	-	117,547	117,547
Streets	9,024	-	9,024
Stormwater Operations	162,284	-	162,284
Sanitation Operations	-	1,021,545	1,021,545
Depreciation	84,663	397,925	482,588
Total Operating Expenses	255,971	1,585,624	1,841,595
Operating Income	183,023	329,106	512,129
Nonoperating Revenues(Expenses):			
Investment Earnings	5,247	10,411	15,658
Gain on Sale of Capital Assets	-	14,260	14,260
Total Nonoperating Revenues (Expenses)	5,247	24,671	29,918
Income Before Contributions and Transfers	188,270	353,777	542,047
Transfers In	200,000	-	200,000
Change In Net Position	388,270	353,777	742,047
Total Net Position-Beginning	3,286,432	2,597,351	5,883,783
Total Net Position-Ending	<u>\$ 3,674,702</u>	<u>\$ 2,951,128</u>	<u>\$ 6,625,830</u>

CITY OF NORTHGLENN, COLORADO

STATEMENT OF CASH FLOWS COMBINING NONMAJOR PROPRIETARY FUNDS FOR THE YEAR ENDED DECEMBER 31, 2017

	Stormwater	Sanitation	Total Nonmajor Enterprise Funds
Cash Flows From Operating Activities			
Cash Received From Customers	\$ 467,648	\$ 1,860,715	\$ 2,328,363
Cash Payments to Suppliers for Goods and Services	(31,575)	(432,041)	(463,616)
Cash Payments to Employees for Services	(15,905)	(717,723)	(733,628)
Net Cash Provided by Operating Activities	420,168	710,951	1,131,119
Cash Flows From Noncapital Financing Activities			
Transfers-In From Other Funds	200,000	-	200,000
Net Cash Provided by Noncapital Financing Activities	200,000	-	200,000
Cash Flows From Capital and Related Financing Activities			
Acquisition and Construction of Capital Assets	(1,589,657)	(288,446)	(1,878,103)
Proceeds from Sales of Capital Assets	-	14,260	14,260
Net Cash (Used) In Capital and Related Financing Activities	(1,589,657)	(274,186)	(1,863,843)
Cash Flows From Investing Activities			
Earnings on Investments	5,247	10,411	15,658
Net Cash Provided by Investing Activities	5,247	10,411	15,658
Net Increase (decrease) in Cash and Cash Equivalents	(964,242)	447,176	(517,066)
Cash and Cash Equivalents, Beginning of Year	1,185,774	1,130,995	2,316,769
Cash and Cash Equivalents, End of Year	\$ 221,532	\$ 1,578,171	\$ 1,799,703

(Continued)

CITY OF NORTHGLENN, COLORADO

STATEMENT OF CASH FLOWS (Continued) COMBINING NONMAJOR PROPRIETARY FUNDS FOR THE YEAR ENDED DECEMBER 31, 2017

	Stormwater	Sanitation	Total Nonmajor Enterprise Funds
RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating Income	\$ 183,023	\$ 329,106	\$ 512,129
Net Cash Provided by Operating Activities:			
Depreciation	84,663	397,925	482,588
(Increase) Decrease in Accounts Receivable	28,654	(54,015)	(25,361)
(Increase) Decrease in Inventory	-	6,681	6,681
(Increase) Decrease in Prepaid Expense	(294)	21,252	20,958
Increase (Decrease) in Accounts Payable	62,996	8,553	71,549
Increase (Decrease) in Accrued Liabilities	66,852	2,598	69,450
Increase (Decrease) in Compensated Absences Payable	(5,726)	(1,149)	(6,875)
Total Adjustments	237,145	381,845	618,990
Net Cash Provided by Operating Activities	\$ 420,168	\$ 710,951	\$ 1,131,119

CITY OF NORTHGLENN, COLORADO

STORMWATER FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	Budget Basis	
REVENUES				
Charges for Services	\$ 415,609	\$ 415,609	\$ 438,994	\$ 23,385
Investment Earnings	3,500	3,500	5,247	1,747
Total Revenues	<u>419,109</u>	<u>419,109</u>	<u>444,241</u>	<u>25,132</u>
EXPENDITURES				
Streets	15,000	15,000	9,024	5,976
Stormwater Operations	118,509	118,509	162,284	(43,775)
Capital Outlay	1,500,000	1,654,829	1,589,657	65,172
Total Expenditures	<u>1,633,509</u>	<u>1,788,338</u>	<u>1,760,965</u>	<u>27,373</u>
Net Change	<u>\$ (1,214,400)</u>	<u>\$ (1,369,229)</u>	<u>(1,316,724)</u>	<u>\$ 52,505</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	200,000	200,000	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>200,000</u>	<u>200,000</u>	<u>-</u>
Net Change	<u>\$ (1,214,400)</u>	<u>\$ (1,169,229)</u>	<u>(1,116,724)</u>	<u>\$ 52,505</u>
Adjustments to reconcile budgetary basis to GAAP basis Adjustment for				
Capitalization of Capital Assets			1,589,657	
Depreciation			(84,663)	
Total Adjustments to Basis			<u>1,504,994</u>	
Change in Net Position			<u>388,270</u>	
Total Net Position-Beginning			<u>3,286,432</u>	
Total Net Position-Ending			<u>\$ 3,674,702</u>	

CITY OF NORTHGLENN, COLORADO

SANITATION FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	Budget Basis	Final Budget
REVENUES				
Charges for Services	\$ 1,866,372	\$ 1,866,372	\$ 1,914,730	\$ 48,358
Investment Earnings	7,500	7,500	10,411	2,911
Total Revenues	<u>1,873,872</u>	<u>1,873,872</u>	<u>1,925,141</u>	<u>51,269</u>
EXPENDITURES				
Administration	59,469	59,469	48,607	10,862
Fleet	132,000	132,000	117,547	14,453
Sanitation Operations	1,139,792	1,139,792	1,021,545	118,247
Capital Outlay	523,000	535,190	288,446	246,744
Total Expenditures	<u>1,854,261</u>	<u>1,866,451</u>	<u>1,476,145</u>	<u>390,306</u>
Net Change	<u>\$ 19,611</u>	<u>\$ 7,421</u>	448,996	<u>\$ 441,575</u>
OTHER FINANCING SOURCES (USES)				
Sales of Capital Assets	-	-	14,260	14,260
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>14,260</u>	<u>14,260</u>
Net Change	<u>\$ 19,611</u>	<u>\$ 7,421</u>	463,256	<u>\$ 455,835</u>
Adjustments to reconcile budgetary basis to GAAP basis Adjustment for				
Capitalization of Capital Assets			288,446	
Depreciation			(397,925)	
Total Adjustments to Basis			<u>(109,479)</u>	
Change in Net Position			353,777	
Total Net Position-Beginning			2,597,351	
Total Net Position-Ending			<u>\$ 2,951,128</u>	



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CITY OF NORTHGLENN, COLORADO

NORTHGLENN URBAN RENEWAL AUTHORITY

BALANCE SHEET

DECEMBER 31, 2017

ASSETS

Cash & Investments	\$ 9,738,620
Receivables, Net of Allowances	<u>1,206,501</u>
Total Assets	<u>\$ 10,945,121</u>

LIABILITIES AND FUND BALANCES

LIABILITIES

Accounts Payable	\$ 1,122,496
Total Liabilities	<u>1,122,496</u>

DEFERRED INFLOWS OF RESOURCES

Unavailable Revenue - Property Taxes	<u>1,206,501</u>
Total Deferred Inflows of Resources	<u>1,206,501</u>

FUND BALANCES

Fund Balance-Unassigned	<u>8,616,124</u>
Total Fund Balance	<u>8,616,124</u>

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

Non-depreciable capital assets used in governmental activities are not financial
resources therefore are not reported in the funds.

295,594

Net position of Governmental Activities

\$ 8,911,718

CITY OF NORTHGLENN, COLORADO

NORTHGLENN URBAN RENEWAL AUTHORITY STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED DECEMBER 31, 2017

REVENUES

Taxes-Property	\$ 2,556,539
Investment Earnings	70,068
Miscellaneous	500,488
Total Revenues	<u>3,127,095</u>

EXPENDITURES

General Government:	
Non-Departmental	3,247,137
Total Expenditures	<u>3,247,137</u>

(Deficiency) of Revenues

Over Expenditures	<u>(120,042)</u>
-------------------	------------------

OTHER FINANCING SOURCES (USES)

Sales of Capital Assets	98,861
Total Other Financing Sources and (Uses)	<u>98,861</u>

Net Change In Fund Balance	(21,181)
Fund Balance-Beginning	8,637,305
Fund Balance-Ending	<u>\$ 8,616,124</u>

Amount reported for the urban renewal authority in
the statement of activities is different because:

Net change in fund balance	(21,181)
Loss on disposal of capital assets which are not recorded in the governmental funds since they do not use current assets.	<u>(1,575,796)</u>
Change in Net Position	<u>\$ (1,596,977)</u>

-

CITY OF NORTHGLENN,COLORADO

NORTHGLENN URBAN RENEWAL AUTHORITY BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	Budget Basis	Final Budget
REVENUES				
Taxes-Property	\$ 2,529,006	\$ 2,529,006	\$ 2,556,539	\$ 27,533
Investment Earnings	25,000	25,000	70,068	45,068
Miscellaneous	300	300	500,488	500,188
Total Revenues	<u>2,554,306</u>	<u>2,554,306</u>	<u>3,127,095</u>	<u>572,789</u>
EXPENDITURES				
General Government	<u>6,737,160</u>	<u>6,737,160</u>	<u>3,247,137</u>	<u>3,490,023</u>
Total Expenditures	<u>6,737,160</u>	<u>6,737,160</u>	<u>3,247,137</u>	<u>3,490,023</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(4,182,854)</u>	<u>(4,182,854)</u>	<u>(120,042)</u>	<u>(2,917,234)</u>
OTHER FINANCING RESOURCES				
Sales of Capital Assets	<u>82,000</u>	<u>82,000</u>	<u>98,861</u>	<u>(16,861)</u>
Total Other Financing Sources and (Uses)	<u>82,000</u>	<u>82,000</u>	<u>98,861</u>	<u>(16,861)</u>
Net Change in Fund Balance	(4,100,854)	(4,100,854)	(21,181)	(2,934,095)
Fund Balance-Beginning of Year	629,554	1,278,031	8,637,305	7,359,274
Fund Balance-End of Year	<u>\$ (3,471,300)</u>	<u>\$ (2,822,823)</u>	<u>\$ 8,616,124</u>	<u>\$ 4,425,179</u>

CITY OF NORTHGLENN, COLORADO

CHURCH DITCH WATER AUTHORITY BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	Budget Basis	Final Budget
REVENUES				
Intergovernmental	\$ 1,206,486	\$ 1,206,486	\$ -	\$ (1,206,486)
Charges for Services	855,194	855,194	870,951	15,757
Investment Earnings	175	175	176	1
Miscellaneous	-	-	10,321	10,321
Total Revenues	<u>2,061,855</u>	<u>2,061,855</u>	<u>881,448</u>	<u>(1,180,407)</u>
EXPENSES				
General Operations	509,119	509,119	493,406	15,713
Capital Outlay	1,618,486	1,618,486	419,241	1,199,245
Debt Service:				
Principal Payments	33,000	33,000	20,565	12,435
Interest and Fiscal Charges	-	-	12,435	(12,435)
Total Expenses	<u>2,160,605</u>	<u>2,160,605</u>	<u>945,647</u>	<u>1,214,958</u>
Net Change	<u>\$ (98,750)</u>	<u>\$ (98,750)</u>	(64,199)	<u>\$ 34,551</u>
Adjustments to reconcile budgetary basis to GAAP basis Adjustment for				
Principal Paid on Bonds and Notes Payable			20,565	
Capitalization of Capital Assets			419,241	
Depreciation			(250,717)	
Total Adjustments to Basis			<u>189,089</u>	
Change in Net Position			124,890	
Total Net Position-Beginning			4,037,969	
Total Net Position-Ending			<u>\$ 4,162,859</u>	

CITY OF NORTHGLENN, COLORADO

STATISTICAL SECTION

FOR THE YEAR ENDED DECEMBER 31, 2017

This section of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information. This section includes data for the City (i.e. the primary government) only and does not include the City's discretely presented component units. This information has not been audited by the independent auditor.

Schedule Number		Page Number
	Financial Trends Information - These schedules contain trend information that may assist the reader in assessing the City's current financial performance by placing it in historical perspective.	
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3	Fund Balances, governmental funds	78
4	Changes in funds balances, governmental funds	80
5	Changes in net position, water and wastewater fund	82
6	Tax revenues by source, governmental funds	84
	Revenue Capacity Information - These schedules contain information that may assist the reader in assessing the City's two most significant local revenue sources, property tax and sales tax.	
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	Debt Capacity Information - These schedules contain information that may assist the reader in analyzing the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
14	Ratios of outstanding debt by type	96
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16	Direct and overlapping governmental activities debt	100
	Demographic and Economic Information - These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	
17	Demographic and economic statistics	101
	Note for Schedule of Principal Employers: The City of Northglenn does not rely on one or a few employers for revenue and does not track this information.	
	Operating Information - These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and activities it performs.	
18	Full-time employees by function/program	103
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20	Capital asset statistics by function/program	106

CITY OF NORTHGLENN, COLORADO

NET POSITION BY COMPONENT LAST TEN YEARS (Accrual basis of accounting)

	2008	2009	2010	2011
Governmental activities				
Net investment in capital assets	\$ 95,546,950	\$ 92,633,050	\$ 93,828,783	\$ 94,144,049
Restricted	744,414	1,879,854	1,890,967	1,721,075
Unrestricted	6,367,514	5,837,248	8,234,241	11,306,483
Total governmental activities net position	\$ 102,658,878	\$ 100,350,152	\$ 103,953,991	\$ 107,171,607
Business-type activities				
Net investment in capital assets	\$ 89,703,824	\$ 97,836,240	\$ 102,070,013	102,582,246
Restricted	11,397,939	6,555,525	3,239,578	2,822,811
Unrestricted	8,398,067	8,807,081	11,215,299	13,565,635
Total business-type activities net position	\$ 109,499,830	\$ 113,198,846	\$ 116,524,890	\$ 118,970,692
Primary government				
Net investment in capital assets	\$ 185,250,774	\$ 190,469,289	\$ 195,898,796	\$ 196,726,295
Restricted	12,142,353	8,435,379	5,130,545	4,543,886
Unrestricted	14,765,581	14,644,330	19,449,540	24,872,118
Total primary government net position	\$ 212,158,708	\$ 213,548,998	\$ 220,478,881	\$ 226,142,299

2012		2013		2014		2015		2016		2017	
\$	94,336,345	\$	88,116,480	\$	84,558,882	\$	86,060,540	\$	85,788,225	\$	85,803,214
	918,293		1,270,523		1,513,032		1,510,920		1,860,471		2,214,978
	14,850,635		20,151,373		26,125,685		29,509,620		35,605,528		38,103,765
\$	110,105,273	\$	109,538,376	\$	112,197,599	\$	117,081,080	\$	123,254,224	\$	126,121,957
	104,060,888		106,585,633		107,983,338		112,221,616		118,485,887		125,715,017
	2,510,692		2,445,420		2,741,089		1,738,070		4,157,767		5,812,428
	14,880,701		15,451,522		17,453,085		17,612,902		13,040,254		8,819,925
\$	121,452,281	\$	124,482,575	\$	128,177,512	\$	131,572,588	\$	135,683,908	\$	140,347,370
\$	198,397,233	\$	194,702,113	\$	192,542,220	\$	198,282,156	\$	204,274,112	\$	211,518,231
	3,428,985		3,715,943		4,254,121		3,248,990		6,018,238		8,027,406
	29,731,336		35,602,895		43,578,770		47,122,522		48,645,782		46,923,690
\$	231,557,554	\$	234,020,951	\$	240,375,111	\$	248,653,668	\$	258,938,132	\$	266,469,327

CITY OF NORTHGLENN, COLORADO

CHANGES IN NET POSITION LAST TEN YEARS (Accrual basis of accounting)

	2008	2009	2010	2011
Expenses				
Governmental activities:				
General government	\$ 9,519,448	\$ 6,381,839	\$ 5,532,381	\$ 4,872,394
Public safety	9,924,420	9,112,846	7,072,212	7,076,547
Public Works	1,577,983	3,819,443	5,521,558	5,503,927
Recreation and Culture	5,511,520	3,740,748	3,436,481	3,669,958
Interest on Long-Term Debt	61,012	35,455	20,146	9,313
Total governmental activities expenses	26,594,383	23,090,331	21,582,778	21,132,139
Business-type activities:				
Water and Wastewater	11,318,303	9,951,649	10,273,230	9,788,526
Stormwater (1)	274,753	294,563	347,466	162,823
Sanitation	1,394,633	1,548,225	1,398,860	1,453,394
Total business-type activities expenses	12,987,689	11,794,437	12,019,556	11,404,743
Total primary government expenses	\$ 39,582,072	\$ 34,884,768	\$ 33,602,334	\$ 32,536,882
Program Revenues				
Governmental activities:				
Charges for services:				
General government	\$ 69,427	\$ 69,913	\$ 517,172	\$ 525,992
Public safety	2,017,337	2,044,943	2,297,090	1,584,137
Recreation and Culture	1,329,069	937,978	908,161	941,371
Operating grants and contributions	237,848	344,618	461,110	814,282
Capital grants and contributions	5,103,022	2,485,444	6,177,450	3,271,786
Total governmental activities program revenues	8,756,703	5,882,896	10,360,983	7,137,568
Business-type activities:				
Charges for services:				
Water and Wastewater	9,737,184	8,814,128	8,676,473	9,296,698
Stormwater (1)	442,150	425,725	419,799	417,656
Sanitation	1,481,979	1,424,697	1,508,397	1,479,488
Capital grants and contributions	255,503	-	-	-
Total business-type activities program revenues	11,916,816	10,664,550	10,604,669	11,193,842
Total primary government program revenues	\$ 20,673,519	\$ 16,547,446	\$ 20,965,652	\$ 18,331,410
Net (Expense) Revenue				
Governmental activities	\$ (17,837,680)	\$ (17,207,435)	\$ (11,221,795)	\$ (13,994,571)
Business-type activities	(1,070,873)	(1,129,887)	(1,414,887)	(210,901)
Total primary government net expense	\$ (18,908,553)	\$ (18,337,322)	\$ (12,636,682)	\$ (14,205,472)
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes				
Property taxes	\$ 3,173,653	\$ 3,083,895	\$ 2,951,290	\$ 2,972,443
Sales Taxes	11,575,412	10,330,693	10,610,255	13,023,411
Franchise Fees	1,216,392	1,117,418	893,087	881,196
Unrestricted grants and contributions	108,292	139,838	96,538	111,118
Investment earnings	405,355	189,939	57,354	78,796
Miscellaneous	348,606	296,926	201,996	122,063
Gain (loss) on sale of assets	-	-	15,114	23,158
Transfers	(260,000)	(260,000)	-	-
Total governmental activities	16,567,710	14,898,709	14,825,634	17,212,185
Business-type activities:				
Sales Taxes	4,445,068	4,115,330	4,090,837	2,411,051
Investment earnings	994,051	182,373	105,322	99,486
Miscellaneous	181,496	271,200	149,029	136,046
Gain (loss) on sale of assets	4,529	-	395,743	10,120
Transfers	260,000	260,000	-	-
Total business-type activities	5,885,144	4,828,903	4,740,931	2,656,703
Total primary government	\$ 22,452,854	\$ 19,727,612	\$ 19,566,565	\$ 19,868,888
Change in Net Position				
Governmental activities	\$ (1,269,970)	\$ (2,308,726)	\$ 3,603,839	\$ 3,217,614
Business-type activities	4,814,271	3,699,016	3,326,044	2,445,802
Total primary government net expense	\$ 3,544,301	\$ 1,390,290	\$ 6,929,883	\$ 5,663,416

NOTE: (1) Stormwater segregated from Water and Wastewater Fund activity

2012	2013	2014	2015	2016	2017
\$ 5,188,006	\$ 5,642,648	\$ 7,026,920	\$ 6,874,866	\$ 7,014,984	\$ 7,541,534
7,518,748	7,919,263	8,252,498	8,687,337	9,007,976	9,614,582
5,905,627	6,086,819	6,332,372	6,634,423	6,671,524	7,140,190
3,738,984	3,925,859	4,378,446	4,548,921	4,690,956	4,948,858
-	-	-	-	-	740,892
<u>22,351,365</u>	<u>23,574,589</u>	<u>25,990,236</u>	<u>26,745,547</u>	<u>27,385,440</u>	<u>29,986,056</u>
10,576,724	10,198,187	10,113,527	10,972,042	11,225,967	10,893,121
156,019	139,504	168,053	253,738	196,710	255,971
1,581,239	1,488,962	1,646,175	1,510,257	1,477,851	1,585,624
<u>12,313,982</u>	<u>11,826,653</u>	<u>11,927,755</u>	<u>12,736,037</u>	<u>12,900,528</u>	<u>12,734,716</u>
<u>\$ 34,665,347</u>	<u>\$ 35,401,242</u>	<u>\$ 37,917,991</u>	<u>\$ 39,481,584</u>	<u>\$ 40,285,968</u>	<u>\$ 42,720,772</u>
\$ 1,356,943	\$ 1,557,560	\$ 1,505,853	\$ 1,624,266	\$ 1,594,496	\$ 1,656,232
1,261,165	1,987,633	2,038,382	1,766,656	1,484,133	1,486,893
959,609	935,981	984,188	1,074,442	1,180,494	1,232,504
1,071,658	658,937	629,722	512,031	573,753	1,005,881
3,795,542	2,719,205	3,250,625	3,643,999	4,805,431	3,231,517
<u>8,444,917</u>	<u>7,859,316</u>	<u>8,408,770</u>	<u>8,621,394</u>	<u>9,638,307</u>	<u>8,613,027</u>
10,227,963	10,084,324	9,477,142	10,402,537	11,206,334	10,882,424
413,801	506,339	409,566	415,007	476,152	438,994
1,487,633	1,461,574	1,487,065	1,453,662	1,460,563	1,914,730
-	-	-	-	-	-
<u>12,129,397</u>	<u>12,052,237</u>	<u>11,373,773</u>	<u>12,271,206</u>	<u>13,143,049</u>	<u>13,236,148</u>
<u>\$ 20,574,314</u>	<u>\$ 19,911,553</u>	<u>\$ 19,782,543</u>	<u>\$ 20,892,600</u>	<u>\$ 22,781,356</u>	<u>\$ 21,849,175</u>
\$ (13,906,448)	\$ (15,715,273)	\$ (17,581,466)	\$ (18,124,153)	\$ (17,747,133)	\$ (21,373,029)
(184,585)	225,584	(553,982)	(464,831)	242,521	501,432
<u>\$ (14,091,033)</u>	<u>\$ (15,489,689)</u>	<u>\$ (18,135,448)</u>	<u>\$ (18,588,984)</u>	<u>\$ (17,504,612)</u>	<u>\$ (20,871,597)</u>
\$ 2,973,213	\$ 3,006,351	\$ 3,023,073	\$ 2,748,798	\$ 3,125,606	\$ 3,099,837
13,561,188	14,733,641	16,669,901	19,233,873	19,882,073	20,563,896
66,367	62,910	62,886	62,622	63,840	63,554
135,854	135,876	210,143	234,835	151,044	117,737
50,565	(54,921)	144,245	137,528	189,370	410,019
52,927	112,350	120,903	100,135	190,374	185,719
-	(2,847,831)	9,538	489,843	317,970	-
-	-	-	-	-	(200,000)
<u>16,840,114</u>	<u>15,148,376</u>	<u>20,240,689</u>	<u>23,007,634</u>	<u>23,920,277</u>	<u>24,240,762</u>
2,481,927	2,685,471	3,098,715	3,561,700	3,656,420	3,778,572
56,212	(34,663)	106,351	88,134	106,701	124,357
125,553	159,144	873,193	142,073	17,745	44,841
2,484	(5,242)	170,660	68,000	87,933	14,260
-	-	-	-	-	200,000
<u>2,666,176</u>	<u>2,804,710</u>	<u>4,248,919</u>	<u>3,859,907</u>	<u>3,868,799</u>	<u>4,162,030</u>
<u>\$ 19,506,290</u>	<u>\$ 17,953,086</u>	<u>\$ 24,489,608</u>	<u>\$ 26,867,541</u>	<u>\$ 27,789,076</u>	<u>\$ 28,402,792</u>
\$ 2,933,666	\$ (566,897)	\$ 2,659,223	\$ 4,883,481	\$ 6,173,144	\$ 2,867,733
2,481,591	3,030,294	3,694,937	3,395,076	4,111,320	4,663,462
<u>\$ 5,415,257</u>	<u>\$ 2,463,397</u>	<u>\$ 6,354,160</u>	<u>\$ 8,278,557</u>	<u>\$ 10,284,464</u>	<u>\$ 7,531,195</u>

CITY OF NORTHGLENN, COLORADO

FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN YEARS (Modified accrual basis of accounting)

	2008	2009	2010	2011 (a)
General Fund				
Reserved	\$ 805,983	\$ 805,168	\$ 684,172	N/A
Unreserved	6,836,548	7,371,617	7,361,071	N/A
Nonspendable	N/A	N/A	N/A	\$ 100,357
Restricted	N/A	N/A	N/A	630,324
Committed	N/A	N/A	N/A	102,784
Unassigned	N/A	N/A	N/A	9,053,818
Total general fund	<u>\$ 7,642,531</u>	<u>\$ 8,176,785</u>	<u>\$ 8,045,243</u>	<u>\$ 9,887,283</u>
All Other Governmental Funds				
Unreserved, reported in:				
Special revenue funds	1,026,235	1,020,134	1,325,586	N/A
Restricted:				
Capital Improvements	N/A	N/A	N/A	\$ 3,288,913
Parks & Recreation	N/A	N/A	N/A	1,150,014
Committed:				
Capital Improvements	N/A	N/A	N/A	547,861
Total all other governmental funds	<u>\$ 1,026,235</u>	<u>\$ 1,020,134</u>	<u>\$ 1,325,586</u>	<u>\$ 4,986,788</u>

(a): The City adopted GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions," for fiscal year 2011. This statement changed the fund balance categories reported for governmental funds beginning with the fiscal year ending December 31, 2011.

2012	2013	2014	2015	2016	2017
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
\$ 60,854	\$ 44,236	\$ 59,273	\$ 73,405	\$ 63,740	\$ 148,432
631,157	678,400	728,385	777,823	759,328	783,815
79,109	167,694	166,131	165,118	164,210	163,436
10,307,279	12,635,270	14,789,657	18,563,358	20,251,190	21,424,107
<u>\$ 11,078,399</u>	<u>\$ 13,525,600</u>	<u>\$ 15,743,446</u>	<u>\$ 19,579,704</u>	<u>\$ 21,238,468</u>	<u>\$ 22,519,790</u>
N/A	N/A	N/A	N/A	N/A	N/A
\$ 4,436,891	\$ 6,409,837	\$ 9,817,782	\$ 10,927,281	\$ 13,697,714	\$ 25,913,798
34,568	639,048	831,572	780,022	1,148,068	1,478,731
632,969	2,550,678	3,214,989	1,410,538	3,396,553	5,344,870
<u>\$ 5,104,428</u>	<u>\$ 9,599,563</u>	<u>\$ 13,864,343</u>	<u>\$ 13,117,841</u>	<u>\$ 18,242,335</u>	<u>\$ 32,737,399</u>

CITY OF NORTHGLENN, COLORADO

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN YEARS

(Modified accrual basis of accounting)

	2008	2009	2010	2011
Revenues				
Taxes	\$ 15,965,457	\$ 14,532,006	\$ 14,454,632	\$ 16,877,050
Licenses and permits	325,921	250,074	475,652	446,766
Intergovernmental	5,449,162	2,714,706	6,713,795	4,271,170
Charges for services	1,303,732	995,364	1,281,364	1,320,072
Fines and forfeitures	1,786,180	1,807,396	1,965,407	1,284,662
Investment earnings	405,355	189,939	57,354	78,796
Miscellaneous	348,606	296,926	201,996	122,063
Total revenues	25,584,413	20,786,411	25,150,200	24,400,579
Expenditures				
Current:				
General government	\$ 7,653,688	\$ 4,670,444	\$ 5,288,399	4,566,704
Public Safety	7,894,939	8,942,516	7,007,715	6,947,691
Public Works	1,159,977	1,325,612	1,900,952	1,881,271
Recreation and Culture	4,311,732	3,106,896	2,889,045	3,109,907
Capital outlay	6,230,246	1,425,250	5,486,729	4,338,874
Debt service				
Principal	592,031	488,582	287,765	177,389
Interest and fiscal charges	64,340	38,958	20,146	9,313
Total expenditures	27,906,953	19,998,258	22,880,751	21,031,149
Excess of revenues over (under) expenditures	(2,322,540)	788,153	2,269,449	3,369,430
Other Finances Sources (Uses)				
Transfers In	-	-	296,000	100,000
Transfers Out	(260,000)	(260,000)	(296,000)	(100,000)
Proceeds from Debt Issuance	-	-	-	-
Premium on Debt Issuance	-	-	-	-
Capital Lease	-	-	-	-
Proceeds from sale of asset	27,483	-	15,114	23,158
Total other financing sources (uses)	(232,517)	(260,000)	15,114	23,158
Net change in fund balances	\$ (2,555,057)	\$ 528,153	\$ 2,284,563	\$ 3,392,588
Debt service as a percentage of noncapital expenditures	3.0%	2.8%	1.8%	1.1%

2012	2013	2014	2015	2016	2017
\$ 16,600,768	\$ 17,802,902	\$ 19,755,860	\$ 22,045,293	\$ 23,071,519	\$ 23,727,287
484,191	691,200	642,525	824,611	697,955	700,943
3,471,227	4,697,234	4,210,827	4,068,717	4,207,082	4,183,643
2,141,212	2,309,074	2,332,248	2,496,462	2,580,488	2,704,426
952,314	1,480,900	1,553,650	1,144,572	980,680	970,260
50,565	(54,921)	144,245	137,528	189,370	410,019
52,927	112,350	120,903	100,135	190,374	185,719
23,753,204	27,038,739	28,760,258	30,817,318	31,917,468	32,882,297
4,854,056	5,276,777	6,322,735	6,376,869	6,685,674	7,156,756
7,355,358	7,712,736	7,991,053	8,480,024	8,762,452	9,276,436
2,085,972	2,053,943	2,254,693	2,400,902	2,387,284	2,597,686
3,159,763	3,259,841	3,577,881	3,733,782	3,757,864	3,922,289
4,989,302	1,874,805	2,140,808	8,361,820	3,868,490	14,056,419
-	-	-	-	-	395,000
-	-	-	-	-	769,062
22,444,451	20,178,102	22,287,170	29,353,397	25,461,764	38,173,648
1,308,753	6,860,637	6,473,088	1,463,921	6,455,704	(5,291,351)
200,000	200,000	400,000	200,000	1,700,000	1,700,000
(200,000)	(200,000)	(400,000)	(200,000)	(1,700,000)	(1,900,000)
-	-	-	-	-	19,325,000
-	-	-	-	-	1,929,736
-	-	-	-	-	-
-	81,699	9,538	1,625,835	327,554	13,001
-	81,699	9,538	1,625,835	327,554	21,067,737
\$ 1,308,753	\$ 6,942,336	\$ 6,482,626	\$ 3,089,756	\$ 6,783,258	\$ 15,776,386
0.0%	0.0%	0.0%	0.0%	0.0%	3.8%

CITY OF NORTHGLENN, COLORADO

CHANGES IN NET POSITION, WATER AND WASTEWATER FUND LAST TEN YEARS (Accrual basis of accounting)

	2008	2009	2010	2011
Operating Revenues				
Charges for services	\$ 9,737,184	\$ 8,814,128	\$ 8,676,473	\$ 9,296,698
Other Operating Revenues	119,953	62,692	149,029	136,046
Total Operating Revenues	9,857,137	8,876,820	8,825,502	9,432,744
Operating Expenses				
Administration	1,284,173	1,160,701	1,284,971	1,231,504
Facilities	187,552	169,519	187,669	146,643
Fleet	111,393	100,682	111,462	61,338
Engineering	304,880	275,565	305,069	276,917
Water Operations	779,464	704,518	779,948	856,192
Lab Operations	352,508	318,614	352,727	384,274
Electrical and Mechanical	591,066	534,235	591,433	614,800
Distribution and Collection	658,369	595,067	658,778	744,843
Water Resources Operations	757,406	684,582	757,877	916,499
Wastewater Operations	1,432,797	1,295,033	1,433,687	1,233,791
Industrial Pre-Treatment	63,480	57,376	63,519	86,153
Depreciation	3,763,046	3,197,291	3,125,059	2,375,946
Amortization of Bond Costs	63,674	50,264	31,993	30,475
Total Operating Expenses	10,349,808	9,143,447	9,684,192	8,959,375
Net Operating Income	(492,671)	(266,627)	(858,690)	473,369
Nonoperating Revenues (Expenses)	4,367,484	3,439,869	3,596,333	1,664,661
Income Before Contributions and Transfers	3,874,813	3,173,242	2,737,643	2,138,030
Capital Contributions/Transfers	515,503	260,000	-	-
Change in Net Position	4,390,316	3,433,242	2,737,643	2,138,030
Total Net Position-Beginning	103,110,067	106,165,826	109,458,867	112,196,510
Prior Period Adjustment	(1,334,559)	(140,201)	-	-
Total Net Position-Ending	\$ 106,165,824	\$ 109,458,867	\$ 112,196,510	\$ 114,334,540

Note: This statement is provided pursuant to the continuing Debt Disclosure Undertaking requirements

2012	2013	2014	2015	2016	2017
\$ 10,227,963	\$ 10,084,324	\$ 9,477,142	\$ 10,402,537	\$ 11,206,334	\$ 10,882,424
125,553	159,144	171,962	142,073	17,745	44,841
10,353,516	10,243,468	9,649,104	10,544,610	11,224,079	10,927,265
1,217,943	1,183,385	1,266,235	1,484,033	1,480,587	1,416,459
149,425	149,307	183,411	189,891	192,367	219,770
77,613	67,685	81,361	84,883	79,398	42,326
301,868	305,081	285,754	485,839	662,612	661,093
925,756	1,251,945	928,361	1,003,930	1,123,400	1,177,840
383,140	390,253	417,239	498,409	507,654	547,597
592,165	584,580	583,784	523,305	472,371	533,386
1,814,630	1,083,932	1,195,375	1,499,666	1,362,025	1,092,036
865,323	853,219	966,461	828,739	1,056,749	1,039,124
857,399	1,379,579	1,429,958	1,553,157	1,801,951	1,649,571
72,498	70,764	74,792	71,970	73,604	91,312
2,378,146	2,413,840	2,389,599	2,510,512	2,247,724	2,274,559
192,896	-	-	-	-	-
9,828,802	9,733,570	9,802,330	10,734,334	11,060,442	10,745,073
524,714	509,898	(153,226)	(189,724)	163,637	182,192
1,783,986	2,185,990	3,586,808	3,468,892	3,584,612	3,739,223
2,308,700	2,695,888	3,433,582	3,279,168	3,748,249	3,921,415
-	-	-	-	-	-
2,308,700	2,695,888	3,433,582	3,279,168	3,748,249	3,921,415
114,334,538	116,643,238	119,339,126	122,772,708	126,051,876	129,800,125
-	-	-	-	-	-
\$ 116,643,238	\$ 119,339,126	\$ 122,772,708	\$ 126,051,876	\$ 129,800,125	\$ 133,721,540

CITY OF NORTHGLENN, COLORADO

Schedule 6

TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS (1) LAST TEN YEARS

Year	Property Tax		Sales and Use Taxes (2)	Occupational Tax	Total
	General	Specific Ownership			
2008	4,714,461	261,658	11,575,412 (3)	1,216,392	17,767,923 (3)
2009	4,857,245	225,088	10,330,693	1,117,418	16,530,444
2010	4,197,591	191,761	10,610,255	893,087	15,892,694
2011	4,088,194	186,395	13,023,411	881,196	18,179,196
2012	4,051,116	198,343	13,561,188	66,367	17,877,014
2013	3,994,463	212,096	14,733,641	62,910	19,003,110
2014	6,711,993	221,128	16,669,901	62,886	23,665,908
2015	4,738,947	251,151	19,233,873	62,622	24,286,593
2016	5,474,110	275,735	19,882,073	63,840	25,695,758
2017	5,656,376	322,415	20,563,896	63,554	26,606,241

Source: City of Northglenn Finance Department

(1) Includes general funds and Northglenn Urban Renewal Authority, a discretely presented component unit.

(2) Sales taxes on food and a 1/2% sales tax for purchases of water rights are recorded directly in the Water and Waste Water Enterprise Fund.

(3) Beginning in 2008, economic development incentive payments are recorded as expenses and are no longer recorded as contra revenues.

Year	Sales and Use Tax Collections	Percent Increase
2008	11,575,412	13.55%
2009	10,330,693	-10.75%
2010	10,610,255	2.71%
2011	13,023,411	22.74%
2012	13,561,188	4.13%
2013	14,733,641	8.65%
2014	16,669,901	13.14%
2015	19,233,873	15.38%
2016	19,882,073	3.37%
2017	20,563,896	3.43%



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CITY OF NORTHGLENN, COLORADO

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN YEARS

Year	Commercial	Residential	Vacant Land	Industrial	Agriculture	Other Natural Resources	Oil & Gas
2008	56,838,320	171,308,830	2,181,270	3,975,130	22,500	150	467,230
2009	56,836,630	170,640,120	2,138,700	3,975,130	61,870	150	356,890
2010	61,125,780	156,921,400	1,721,670	4,036,580	23,090	150	-
2011	59,002,460	155,323,970	1,660,070	3,943,050	25,280	150	-
2012	58,936,040	156,198,870	1,724,320	4,123,180	25,280	150	-
2013	58,582,220	151,933,750	2,167,600	3,937,680	26,900	150	-
2014	53,341,300	151,205,720	2,390,870	4,249,990	26,900	150	-
2015	56,793,760	182,440,830	1,978,350	4,293,940	27,980	150	-
2016	56,389,140	182,727,960	1,862,830	4,293,940	27,890	150	-
2017	79,875,660	229,626,210	2,776,280	4,689,810	27,350	150	-

Source: Adams and Weld County Assessors

Note: Property in Colorado is reassessed every two years. Tax rates are per \$1,000 of assessed value. The assessed value of taxable property is determined by multiplying the "actual" value times an assessment ratio. The assessment ratio for residential property changes every two years based on a constitutionally mandated requirement to keep the ratio of assessed value of commercial property to residential property at the same level as it was in the property tax year commencing January 1, 1985 (the "Gallagher Amendment"). The Gallagher Amendment requires that statewide residential assessed values must be approximately 45% of the total assessed value in the State with commercial and other assessed values making up the other 55% of the assessed values in the State. In order to maintain this 45% / 55% ratio, the commercial assessment rate is established at 29% of the actual value of commercial property and the residential assessment rate fluctuates. The assessment rate of residential property by collection year was:

Year	Residential Rate
2008	7.96%
2009	7.96%
2010	7.96%
2011	7.96%
2012	7.96%
2013	7.96%
2014	7.96%
2015	7.96%
2016	7.96%
2017	7.96%

State Assessed	Personal Property	Total Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a % of Estimated Actual Value
292,010	18,211,590	253,297,030	11.597	2,434,177,198	10.41%
416,940	16,313,690	250,740,120	11.597	2,419,107,645	10.36%
133,350	15,867,890	239,829,910	11.597	2,299,232,194	10.43%
288,910	15,451,950	235,695,840	11.597	2,591,781,486	9.09%
247,380	15,563,030	236,818,250	11.597	2,265,564,967	10.45%
137,620	17,655,690	234,441,610	11.597	2,431,042,872	9.64%
162,940	17,358,170	244,450,580	11.597	2,377,871,036	10.28%
170,910	19,582,190	265,288,020	11.597	2,378,939,110	11.15%
161,970	20,871,130	266,335,010	11.597	2,425,558,180	10.98%
215,490	23,917,840	341,128,790	11.597	3,037,487,550	11.23%

CITY OF NORTHGLENN, COLORADO

Schedule 8

DIRECT AND OVERLAPPING PROPERTY TAX RATES LAST TEN YEARS

Year	City of Northglenn			Overlapping Rates (1)						
	Operating Millage	Road Reconstruction Millage	Total City Millage	Adams County School District	Adams County	Rangeview Library District	North Metro Fire District	Urban Drainage Flood Control District	Total Overlapping Rates	Total Direct & Overlapping Rates
2008	11.597	-	11.597	69.671	26.809	3.659	13.168	0.528	113.835	125.432
2009	11.597	-	11.597	70.179	26.824	3.659	13.207	0.508	114.377	125.974
2010	7.597	4.000	11.597	70.179	26.824	3.659	13.207	0.508	114.377	125.974
2011	7.597	4.000	11.597	70.276	26.806	3.659	11.176	0.566	112.483	124.080
2012	7.597	4.000	11.597	70.602	26.903	3.659	11.375	0.599	113.138	124.735
2013	7.597	4.000	11.597	68.605	26.815	3.659	11.246	0.608	110.933	122.530
2014	7.597	4.000	11.597	68.781	27.042	3.659	14.903	0.632	115.017	126.614
2015	7.597	4.000	11.597	66.017	26.817	3.659	14.713	0.553	111.759	123.356
2016	7.597	4.000	11.597	65.922	27.055	3.659	14.810	0.559	112.005	123.602
2017	7.597	4.000	11.597	63.259	26.929	3.669	14.710	0.500	109.067	120.664

Source: Adams County abstract of assessments and tax levies

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

(1) Overlapping rates are those of local and county governments that apply to property owners with the City of Northglenn. All overlapping rates apply to all Northglenn property owners.

CITY OF NORTHGLENN, COLORADO

Schedule 9

PRINCIPAL PROPERTY TAX PAYERS CURRENT YEAR AND TEN YEARS AGO

Taxpayer(1)	2017			2008		
	Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
Retail	\$ 13,920,000	1	5.94%			
Public Utility	10,645,170	2	4.54%	3,935,550	1	1.62%
Apartments	5,145,270	3	2.19%			
Hospital	4,899,850	4	2.09%			
Apartments	4,500,010	5	1.92%			
Apartments	4,610,130	6	1.97%			
Apartments	3,819,980	7	1.97%	1,528,320	6	
Commercial	3,345,190	8	1.38%			0.00%
Commercial	3,225,600	9	1.33%			0.00%
Commercial	3,122,360	10	1.33%			
Commercial	-		-	2,349,000	2	0.97%
Commercial	-		-	1,799,020	3	0.74%
Commercial	-		-	1,656,480	4	0.68%
Commercial	-		-	1,576,440	5	0.65%
Commercial	-		-	1,479,910	7	0.61%
Commercial	-		-	1,471,370	8	0.61%
Commercial	-		-	1,227,490	9	0.51%
Apartments	-		-	1,208,750	10	0.50%
Total	<u>\$ 57,233,560</u>		<u>24.41%</u>	<u>\$ 18,232,330</u>		<u>7.52%</u>

Source: Adams and Weld County Assessors

(1) The names of these entities have been generalized to protect confidentiality

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS**

Levy Year	Tax Collection Year	Taxes Levied for the Year (1)	Collections (2)	Percentage of Levy (3)
2007	2008	2,938,883	2,911,999	99.09%
2008	2009	2,908,957	2,858,807	98.28%
2009	2010	2,781,307	2,759,529	99.22%
2010	2011	2,789,189	2,972,443	106.57%
2011	2012	2,771,330	2,973,213	107.28% (4)
2012	2013	2,809,715	3,006,351	107.00% (4)
2013	2014	2,808,108	3,023,073	107.66% (4)
2014	2015	2,749,205	2,748,798	99.99% (4)
2015	2016	3,133,582	3,125,606	99.75%
2016	2017	3,104,737	3,099,837	99.84%

Source: Adams and Weld County Assessors

- (1) Taxes are levied on November 1 of the prior year based on the prior year's assessed valuation at January 1.
 (2) Includes general funds.
 (3) Information on outstanding delinquent taxes is not readily available.
 (4) The City's tax collections were in excess of the taxes levied due to a miscalculation by the County of the tax increment financing revenue owed to the Northglenn Urban Renewal Authority ("NURA") which resulted in overpayments to the City. NURA has since won in litigation against the County and has collected the appropriate amount of revenue.



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CITY OF NORTHGLENN, COLORADO

SALES TAX COLLECTIONS BY CATEGORY (1) LAST TEN YEARS

Category	2008	2009	2010	2011
Automotive Sales/Supplies/Rentals	\$ 1,144,405	\$ 1,013,025	\$ 996,803	\$ 873,739
Finance/Insurance/Real Estate/Rental/Leasing	183,938	156,376	152,608	157,224
Food and Beverage Stores (2)	804,098	862,856	806,014	781,939
Retail Stores	6,080,268	5,680,284	5,777,124	6,233,696
Arts, Entertainment, and Recreation	202,214	190,660	190,798	198,676
Eating and Drinking Establishments	2,024,062	1,854,541	1,838,558	1,959,685
Lodging (3)	155,556	114,075	135,757	152,430
Manufacturing	98,198	86,685	94,997	75,931
Service Providers and Transportation	1,628,714	1,548,096	1,603,336	1,565,425
Construction and Contractors	95,693	62,032	66,064	67,200
Utilities	1,148,720	997,972	1,093,927	1,090,808
Wholesale	121,798	143,727	112,913	144,706
Total	<u>\$ 13,687,663</u>	<u>\$ 12,710,330</u>	<u>\$ 12,868,899</u>	<u>\$ 13,301,458</u>
City Direct Sales Tax Rate	4.00%	4.00%	4.00%	4.00%

Source: City of Northglenn Finance Department

(1) Excludes use tax, penalties & interest, and audit recoveries.

(2) Food for home consumption is taxed at 3.0%.

(3) Lodging is taxed at 5.0%.

2012	2013	2014	2015	2016	2017
\$ 1,017,472	\$ 1,218,585	\$ 1,237,885	\$ 1,554,178	\$ 1,586,320	\$ 1,650,406
163,758	201,250	190,062	313,728	387,128	490,882
810,630	393,708	1,001,952	646,940	1,481,906	1,578,068
6,083,040	5,993,120	5,668,197	6,607,015	6,814,539	7,009,480
262,228	277,369	313,922	314,364	330,990	335,307
2,031,747	2,154,024	2,447,832	3,102,060	3,394,196	3,651,690
151,729	164,488	194,746	221,625	226,904	241,401
83,052	99,041	114,419	122,624	115,839	96,205
1,783,006	1,887,538	2,455,393	3,017,540	3,531,981	3,512,585
93,318	102,364	157,807	162,640	187,582	183,531
1,042,736	1,105,393	1,088,352	1,104,150	1,055,994	1,127,770
144,805	162,493	157,355	208,844	221,341	256,589
<u>\$ 13,301,458</u>	<u>\$ 13,759,372</u>	<u>\$ 15,027,922</u>	<u>\$ 17,375,708</u>	<u>\$ 19,334,718</u>	<u>\$ 20,133,914</u>
4.00%	4.00%	4.00%	4.00%	4.00%	4.00%

LARGEST SALES TAX GENERATORS
CURRENT YEAR

Type of Business(1)	2017 Sales Tax Collected	% of Total City Sales Tax(2)
Auto Use Tax	\$ 2,729,852	13.26%
Retail	1,273,775	6.19%
Public Utility	1,100,887	5.35%
Retail	869,368	4.22%
Retail	814,146	3.95%
Retail	596,142	2.89%
Retail	561,349	2.73%
Grocery Store	433,654	2.11%
Auto	409,932	1.99%
Retail	361,697	1.76%
	<u>\$ 9,150,802</u>	<u>44.44%</u>

Source: City of Northglenn Finance Department

(1) The names of these entities have been generalized to protect confidentiality

(2) Based upon 2017 Sales and Use Tax Collections of \$20,593,348

**DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN YEARS**

Year	City Direct Rate (1)	State of Colorado	Adams County	RTD/ SCFD/ FD (2)	Total Sales Tax Rate
2008	4.00%	2.90%	0.75%	1.20%	8.85%
2009	4.00%	2.90%	0.75%	1.20%	8.85%
2010	4.00%	2.90%	0.75%	1.20%	8.85%
2011	4.00%	2.90%	0.75%	1.20%	8.85%
2012	4.00%	2.90%	0.75%	1.10%	8.75%
2013	4.00%	2.90%	0.75%	1.10%	8.75%
2014	4.00%	2.90%	0.75%	1.10%	8.75%
2015	4.00%	2.90%	0.75%	1.10%	8.75%
2016	4.00%	2.90%	0.75%	1.10%	8.75%
2017	4.00%	2.90%	0.75%	1.10%	8.75%

Source: City of Northglenn Finance Department

(1) Sales tax rates for years 2002 and beyond reflect rate of sales tax on everything except food for home consumption. Food for home consumption is taxed at a rate of 3.50% by the City and is not taxed by any other overlapping jurisdiction.

(2) Includes special districts, Regional Transportation District (RTD), Science/Cultural Facility District (SCFD), and Football District (FD).

CITY OF NORTHGLENN, COLORADO

RATIOS OF OUTSTANDING DEBT BY TYPE LAST TEN YEARS

Year	Governmental Activities			Business-Type Activities		
	Notes Payable	Capital Lease	Certificates Of Participation	General Obligation Bonds	Certificates Of Participation	Capital Lease
2008	506,061	482,628	-	2,785,000	10,715,000	766,718
2009	345,927	119,227	-	-	10,185,000	433,561
2010	177,389	-	-	-	9,625,000	7,590,000
2011	-	-	-	-	9,035,000	6,163,339
2012	-	-	-	-	8,420,000	4,705,649
2013	-	-	-	-	-	11,163,879
2014	-	-	-	-	-	8,776,023
2015	-	-	-	-	-	6,315,000
2016	-	-	-	-	-	5,465,000
2017	-	-	20,763,249	-	-	4,600,000

Note: Details of the City's outstanding debt can be found in the notes to the financial statements.

Schedule 14

Total Primary Government	Percentage Of Personal Income	Population	Debt Per Capita
15,255,407	1.321%	35,238	433
11,083,715	0.991%	35,238	315
17,392,389	1.633%	33,563	518
15,198,339	1.348%	33,563	453
13,125,649	0.930%	35,789	367
11,163,879	0.767%	36,891	303
8,776,023	0.593%	37,499	234
6,315,000	0.432%	37,075	170
5,465,000	0.358%	38,648	141
25,363,249	1.651%	38,928	652

CITY OF NORTHGLENN, COLORADO

RATIOS OF GENERAL BONDED DEBT OUTSTANDING AND LEGAL DEBT MARGIN LAST TEN YEARS

	2008	2009	2010	2011
Debt Applicable to Limitation:				
General Obligation Bonds	\$ 2,785,000	\$ -	\$ -	\$ -
Less: Debt payable from Enterprise Fund revenues				
2004 Utility Refunding	(2,785,000)	-	-	-
Total	\$ -	\$ -	\$ -	\$ -
Percentage to estimated actual property value (1)	0.00%	0.00%	0.00%	0.00%
Per capita (2)	-	-	-	-
Total net debt applicable to limit	-	-	-	-
Legal debt limit (3)	73,025,316	72,573,229	68,976,966	77,753,445
Legal debt margin	<u>\$ 73,025,316</u>	<u>\$ 72,573,229</u>	<u>\$ 68,976,966</u>	<u>\$ 77,753,445</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements

(1) Property value data can be found in Schedule 7: Taxable assessed value and estimated actual value of taxable property

(2) Population data can be found in Schedule 16

(3) Colorado Revised Statutes 31-15-302 (II) - 3% of Actual Value

2012	2013	2014	2015	2016	2017
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
-	-	-	-	-	-
-	-	-	-	-	-
67,966,949	72,931,286	71,336,131	71,368,173	72,766,745	91,124,627
<u>\$ 67,966,949</u>	<u>\$ 72,931,286</u>	<u>\$ 71,336,131</u>	<u>\$ 71,368,173</u>	<u>\$ 72,766,745</u>	<u>\$ 91,124,627</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

CITY OF NORTHGLENN, COLORADO

Schedule 16

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT DECEMBER 31, 2016

Name of Governmental Entity	Debt Outstanding (1)	Estimated Percentage Applicable	Estimated Share of Overlapping Debt (2)
Direct:			
City of Northglenn	\$ -	100%	\$ -
Overlapping:			
Adams County School District No. 12	485,570,000	12.60%	61,187,022
North Metro Fire Rescue Authority	<u>17,565,000</u>	16.57%	<u>2,911,173</u>
	<u>\$ 503,135,000</u>		<u>\$ 64,098,195</u>

Sources: North Metro Fire Rescue Authority, Adams County School District #12

- (1) Excluding self-supporting general obligation bonds reported in the Enterprise Funds.
- (2) Determined by calculating ratio of assessed valuation of taxable property within the City to assessed valuation of the overlapping unit.
- (3) Although the City has attempted to obtain accurate information as to the outstanding debt of such governmental entites, it does not represent its completeness or accuracy as there is no central reporting entity which has this information available and the statistics are based on information supplied by others. This table, however, should provide a reasonable representation of the overlapping debt which affects the City

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS**

Year	(1) Population	Personal Income	(2) Adams County Per Capita Income	(1) Adams County Median Age	(3) Adams County School Enrollment	(4) Unemployment Rate	(4) Denver Boulder Consumer Price Index
2008	35,238	1,154,749,260	32,770	32.1	79,253	5.4%	209.9
2009	35,238	1,117,996,026	31,727	32.1	81,645	9.0%	208.6
2010	33,563	1,064,853,301	31,727	32.0	82,252	8.1%	212.4
2011	35,528	1,127,196,856	31,727	32.3	85,951	10.0%	220.3
2012	35,789	1,412,054,995	39,455	32.4	87,096	8.9%	221.5
2013	36,891	1,455,534,405	39,455	33.1	87,120	8.4%	229.1
2014	37,499	1,479,523,045	39,455	32.4	84,340	9.0%	232.4
2015	37,075	1,462,794,125	39,455	32.4	84,284	3.8%	240.0
2016	38,648	1,524,856,840	39,455	32.4	82,921	3.6%	246.6
2017	38,928	1,535,904,240	39,455	32.8	83,999	4.3%	253.2

Sources:

(1) US Census Bureau

(2) Adams County Economic Development

(3) Colorado Department of Education

(4) Bureau of Labor Statistics, Adams County

Note: The City of Northglenn does not rely on one or a few employers for revenue and does not track principal employer information.

Note: The demographic and economic information is not readily available for the City of Northglenn. We have chosen to provide information for Adams County as we feel it is a fair representation of the City of Northglenn's demographic and economic statistical information.



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CITY OF NORTHGLENN, COLORADO

Schedule 18

FULL-TIME EQUIVALENCY BY FUNCTION/PROGRAM LAST EIGHT YEARS

Function / Program	2010	2011	2012	2013	2014	2015	2016	2017
General Government								
City Manager	4.00	5.00	5.00	6.00	6.00	6.00	6.00	6.00
City Clerk	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
Management Services	13.75	13.65	13.65	13.65	14.65	15.65	15.65	15.65
Information Technology	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Finance	13.60	13.60	12.60	11.60	11.60	11.60	11.60	11.60
Planning & Development	11.01	10.01	10.00	9.00	11.00	12.00	12.00	12.00
Parks, Recreation & Culture	44.65	45.72	46.11	47.67	47.07	48.19	48.69	49.69
Public Safety	79.00	82.00	82.50	75.00	82.50	84.50	84.50	87.50
Public Works	12.50	15.00	15.00	15.00	37.00	40.00	40.00	40.00
Water and Environmental Services								
Water/Wastewater	41.70	43.80	43.80	42.00	22.00	22.00	22.00	22.00
Storm Water	5.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Sanitation	12.20	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Total	<u>246.91</u>	<u>247.28</u>	<u>247.16</u>	<u>238.42</u>	<u>250.32</u>	<u>258.44</u>	<u>258.94</u>	<u>262.94</u>

Source: City of Northglenn Human Resources Department

Notes:

Includes regular full-time employees as of December 31st.

A full-time employee is scheduled to work 260 days per year (52 weeks x 5 days per week). At eight hours per day, 2,080 hours are scheduled per year (including vacation and sick leave). Full-time equivalent employment is calculated by dividing total labor hours by 2,080.

CITY OF NORTHGLENN, COLORADO

OPERATING INDICATORS BY FUNCTION/PROGRAM LAST TEN YEARS

	2008	2009	2010	2011
Police				
Physical Arrests	3,323	2,830	1,752	1,494
Traffic Violations	10,654	10,695	12,929	7,226
Parking Violations	801	933	1,159	555
Fire (1)				
Number of Fire Personnel & Officers	108	108	108	108
Building Division				
Building Permits Value	8,975,113	6,657,248	11,681,311	10,740,103
Building Permits Issued	453	247	2,016	1,657
Refuse Collection				
Refuse collected (tons)	15,807	15,336	15,250	15,011
Recyclables collected				
Commingled (tons)	147	168	149	295
Newspaper (tons)	294	236	273	541
Steel (tons)	58	39	22	27
Other Public Works				
Minor Street Repair Materials (tons)	916	1,319	974	1,144
Street Sweeping (miles)	2,513	3,199	3,700	2,354
Parks and Recreation				
Athletic Field Rentals	103	105	43	38
Recreation Center Memberships	3,635	4,417	4,016	4,026
Theatre Admissions	4,960	6,314	6,150	6,463
Park Shelter Rentals	506	512	450	461
Water				
Number of Service Connections	10,328	10,331	10,331	10,331
Water main breaks	10	6	6	2
Average daily consumption (millions of gallons)	4.601	4.074	4.386	4.341
Peak daily consumption (millions of gallons)	10.958	9.432	9.027	9.178
Wastewater				
Average daily treatment (millions of gallons)	3.810	3.834	3.910	3.700

Sources: Various city departments, unless otherwise noted

(1) North Metro Fire Rescue Authority

Schedule 19

2012	2013	2014	2015	2016	2017
1,457	1,578	2,143	2,094	1,712	1,344
5,916	10,693	9,141	6,388	5,263	6,178
349	530	537	530	517	522
108	108	108	108	108	108
40,711,538	13,234,974	22,421,849	32,085,372	32,446,029	44,720,122
1,373	1,483	1,681	1,561	1,705	1,595
14,498	13,848	14,402	14,823	14,877	14,675
481	521	555	516	532	229
892	967	1,032	1,259	1,817	1,833
22	27	36	21	23	23
349	386	1,313	246	363	243
2,134	3,205	3,744	3,547	3,547	3,057
40	40	35	34	46	57
4,041	4,123	3,972	4,021	4,129	4,125
9,620	9,564	9,567	9,974	10,630	13,654
627	543	509	537	503	531
10,304	10,223	10,240	10,245	10,251	10,257
5	7	12	4	4	4
4.621	4.037	3.795	3.780	3.925	3.837
10.902	9.081	8.221	7.669	8.607	8.479
3.030	3.165	3.280	3.424	3.563	3.713

CITY OF NORTHGLENN, COLORADO

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM LAST TEN YEARS

	2008	2009	2010	2011
Police				
Stations	1	1	1	1
Patrol Units	22	23	25	25
Fire Stations (1)	2	2	2	2
Refuse Collection				
Collection Trucks (Trash & Roll Off)	8	9	7	7
Recycling Collection Stations	2	2	2	2
Other Public Works				
Streets (miles) (2)	104.92	104.92	104.92	104.92
Street Lights	2,011	2,012	2,012	2,012
Parks and Recreation				
Community Centers	1	1	1	1
Parks	25	25	25	25
Developed Acreage	182	182	182	183
Undeveloped Acreage	312	312	312	311
Swimming Pools	2	2	2	2
Tennis Courts	5	5	5	5
Water				
Water Mains (miles)	120.43	120.43	182.00	182.00
Fire Hydrants	1,000	1,000	999	999
Storage Capacity (millions of gallons)	7,750,000	7,750,000	7,725,000	7,725,000
Daily Plant Capacity (millions of gallons)	16.00	16.00	16.00	16.00
Wastewater				
Treatment Plants	1	1	1	1
Sanitary Sewer (miles)	138.20	138.20	138.20	138.20
Storm Sewer (miles)	23.00	23.00	23.00	23.00
Treatment Capacity (millions of gallons)	6.50	6.50	6.50	6.50

Sources: Various city departments, unless otherwise noted

(1) North Metro Fire Rescue Authority

(2) CDOT Annual Certification Report

Notes: No capital asset indicators are available for the general government function.

n/a - data unavailable

Schedule 20

2012	2013	2014	2015	2016	2017
1	1	1	1	1	1
26	24	24	22	21	22
2	2	2	2	2	2
8	8	9	10	11	11
2	2	2	2	2	2
104.92	104.92	104.92	104.92	104.92	104.92
2,012	2,012	2,012	2,012	2,012	2,012
1	1	1	1	1	1
25	25	25	25	25	25
183	183	183	183	183	183
311	311	311	311	311	311
2	2	2	2	2	2
5	5	5	5	5	5
182.00	182.00	182.00	182.00	182.00	182.00
999	999	999	999	999	999
7,725,000	7,725,000	7,725,000	7,725,000	7,725,000	7,725,000
16.00	16.00	16.00	16.00	16.00	16.00
1	1	1	1	1	1
138.20	138.20	138.20	138.20	138.20	138.20
23.00	23.00	23.00	23.00	23.00	23.00
6.50	6.50	6.50	6.50	6.50	6.50



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LOCAL HIGHWAY FINANCE REPORT				City or County: City of Northglenn	
				YEAR ENDING : December 2017	
This Information From The Records Of (example - City of _ or County of _ City of Northglenn			Prepared By: Jessica Clanton Phone: 303.450.8719		
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			III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES		
ITEM	AMOUNT	ITEM		AMOUNT	
A. Receipts from local sources:		A. Local highway disbursements:			
1. Local highway-user taxes		1. Capital outlay (from page 2)		1,265,716	
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:		816,979	
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:			
c. Total (a.+b.)		a. Traffic control operations		20,948	
2. General fund appropriations	737,691	b. Snow and ice removal		66,493	
3. Other local imposts (from page 2)	2,218,832	c. Other			
4. Miscellaneous local receipts (from page 2)	859,755	d. Total (a. through c.)		87,441	
5. Transfers from toll facilities		4. General administration & miscellaneous		293,624	
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety		2,519,830	
a. Bonds - Original Issues		6. Total (1 through 5)		4,983,590	
b. Bonds - Refunding Issues		B. Debt service on local obligations:			
c. Notes		1. Bonds:			
d. Total (a. + b. + c.)	0	a. Interest			
7. Total (1 through 6)	3,816,278	b. Redemption			
B. Private Contributions		c. Total (a. + b.)		0	
C. Receipts from State government (from page 2)	1,167,312	2. Notes:			
D. Receipts from Federal Government (from page 2)	0	a. Interest			
E. Total receipts (A.7 + B + C + D)	4,983,590	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)		4,983,590	
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
		4,983,590	4,983,590		0
Notes and Comments:					

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2017	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	1,068,820	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	768,445
1. Sales Taxes	976,339	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	91,310
5. Specific Ownership &/or Other	173,673	g. Other Misc. Receipts	
6. Total (1. through 5.)	1,150,012	h. Other	
c. Total (a. + b.)	2,218,832	i. Total (a. through h.)	859,755
(Carry forward to page 1)		(Carry forward to page 1)	
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	1,039,359	1. FHWA (from Item I.D.5.)	0
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	127,953	d. Federal Transit Admin	
d. Other (Specify)		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	127,953	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	1,167,312	3. Total (1. + 2.g)	0
		(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		534,202	534,202
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		474,713	474,713
(4). System Enhancement & Operation		256,801	256,801
(5). Total Construction (1) + (2) + (3) + (4)	0	731,514	731,514
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	1,265,716	1,265,716
		(Carry forward to page 1)	
Notes and Comments:			