

Town of Berthoud, Colorado
Financial Statements
With Independent Auditors' Report
December 31, 2018

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Town of Berthoud, Colorado

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**HINKLE &
COMPANY**
Strategic PC
Business Advisors

Independent Auditors' Report

Honorable Mayor and Members of the Board of Trustees
Town of Berthoud
Berthoud, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Berthoud as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Town of Berthoud, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 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.

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Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Berthoud as of December 31, 2018, and the respective changes in financial position and cash flows, where applicable, 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 required supplementary information 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 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.

The Town of Berthoud has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Berthoud's basic financial statements. The supplementary information and the local highway finance report listed in the table of contents 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. The 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 the 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.

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Basic Financial Statements

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Town of Berthoud, Colorado
Statement of Net Position
December 31, 2018

	Governmental Activities	Business-type Activities	Totals
Assets			
Cash	\$ 19,278,188	\$ 30,877,271	\$ 50,155,459
Accounts Receivable	15,579	552,192	567,771
Taxes Receivable	2,399,728	-	2,399,728
Prepaid Expenses	1,846	-	1,846
Restricted Cash	-	4,092	4,092
Capital Assets, <i>Not Being Depreciated</i>	5,587,370	18,659,167	24,246,537
Capital Assets, <i>Net of Accumulated Depreciation</i>	10,062,921	24,117,026	34,179,947
Total Assets	37,345,632	74,209,748	111,555,380
Deferred Outflows of Resources			
Loss on Debt Refunding, <i>Net of Accumulated Amortization</i>	-	149,526	149,526
Liabilities			
Accounts Payable	100,324	439,731	540,055
Accrued Liabilities	58,919	14,807	73,726
Retainage Payable	-	57,412	57,412
Accrued Interest Payable	-	122,823	122,823
Noncurrent Liabilities			
Due within one year	133,993	473,107	607,100
Due in More Than One Year	-	11,777,694	11,777,694
Total Liabilities	293,236	12,885,574	13,178,810
Deferred Inflows of Resources			
Property Taxes	1,912,688	-	1,912,688
Net Positions			
Net Investment in Capital Assets	15,650,291	30,705,107	46,355,398
Restricted for:			
Debt Service	-	1,472,620	1,472,620
Street Paving and Maintenance	3,974,371	-	3,974,371
Open Space and Parks	1,456,892	-	1,456,892
Emergencies	315,000	-	315,000
Unrestricted	13,743,154	29,295,973	43,039,127
Total Net Position	\$ 35,139,708	\$ 61,473,700	\$ 96,613,408

See Notes to Financial Statements.

Town of Berthoud, Colorado
Statement of Activities
For the Year Ended December 31, 2018

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Change in Net Position			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Totals
Primary Government							
<i>Governmental Activities</i>							
General Government	\$ 1,403,875	\$ 1,526,570	\$ -	\$ -	\$ 122,695	\$ -	\$ 122,695
Public Safety	1,199,224	24,567	-	-	(1,174,657)	-	(1,174,657)
Public Works	1,877,439	1,284,211	363,033	1,213,228	983,033	-	983,033
Parks and Recreation	1,346,215	1,948,399	267,486	-	869,670	-	869,670
Planning	202,211	1,199,478	-	-	997,267	-	997,267
Transportation	131,272	145,109	-	-	13,837	-	13,837
Total Governmental Activities	<u>6,160,236</u>	<u>6,128,334</u>	<u>630,519</u>	<u>1,213,228</u>	<u>1,811,845</u>	<u>-</u>	<u>1,811,845</u>
<i>Business-Type Activities</i>							
Water Utility	2,907,299	3,412,456	-	10,704,948	-	11,210,105	11,210,105
Wastewater Utility	2,494,608	2,605,433	-	3,105,244	-	3,216,069	3,216,069
Storm Water Utility	157,780	1,299,615	-	-	-	1,141,835	1,141,835
Total Business-Type	<u>5,559,687</u>	<u>7,317,504</u>	<u>-</u>	<u>13,810,192</u>	<u>-</u>	<u>15,568,009</u>	<u>15,568,009</u>
Total Primary Government	<u>\$ 11,719,923</u>	<u>\$ 13,445,838</u>	<u>\$ 630,519</u>	<u>\$ 15,023,420</u>	<u>1,811,845</u>	<u>15,568,009</u>	<u>17,379,854</u>
General Revenues							
Property Taxes					875,431	-	875,431
Specific Ownership Taxes					145,118	-	145,118
Sales and Use Taxes					4,350,508	-	4,350,508
Occupation Taxes					9,074	-	9,074
Franchise Taxes					113,939	-	113,939
Lodging Taxes					3,564	-	3,564
Grants and Contributions not Restricted to Specific Programs					33,479	-	33,479
Investment Income					123,606	213,363	336,969
Gain on Sale of Capital Assets					-	70,000	70,000
Miscellaneous					560,999	-	560,999
Transfers					290,000	(290,000)	-
Total General Revenues and Transfers					<u>6,505,718</u>	<u>(6,637)</u>	<u>6,499,081</u>
Change in Net Position					<u>8,317,563</u>	<u>15,561,372</u>	<u>23,878,935</u>
Net Position, Beginning of year					<u>26,822,145</u>	<u>45,912,328</u>	<u>72,734,473</u>
Net Position, End of year					<u>\$ 35,139,708</u>	<u>\$ 61,473,700</u>	<u>\$ 96,613,408</u>

Town of Berthoud, Colorado
Balance Sheet
Governmental Funds
December 31, 2018

	General	1% Sales Tax	Public Facility	Road Impact	Nonmajor Governmental Funds	Totals
Assets						
Cash	\$ 5,160,090	\$ 3,835,259	\$ 1,914,194	\$ 2,867,714	\$ 5,500,931	\$ 19,278,188
Accounts Receivable	15,579	-	-	-	33,801	49,380
Taxes Receivable	2,226,815	139,112	-	-	-	2,365,927
Prepaid Items	1,846	-	-	-	-	1,846
Total Assets	\$ 7,404,330	\$ 3,974,371	\$ 1,914,194	\$ 2,867,714	\$ 5,534,732	\$ 21,695,341
Liabilities						
Accounts Payable	\$ 43,115	\$ -	\$ -	\$ 16,906	\$ 40,303	\$ 100,324
Accrued Liabilities	54,735	-	-	-	4,184	58,919
Total Liabilities	97,850	-	-	16,906	44,487	159,243
Deferred Inflows of Resources						
Property Taxes	1,912,688	-	-	-	-	1,912,688
Fund Balances						
No spendable Prepaid Items	1,846	-	-	-	-	1,846
Restricted for:						
Street Paving and Maintenance	-	3,974,371	-	-	-	3,974,371
Open Space and Parks	-	-	-	-	1,456,892	1,456,892
Emergencies	315,000	-	-	-	-	315,000
Committed to:						
Capital Improvements	-	-	1,914,194	2,850,808	3,648,404	8,413,406
Assigned to:						
Cemetery	-	-	-	-	46,165	46,165
Transportation	-	-	-	-	338,784	338,784
Unrestricted, Unassigned	5,076,946	-	-	-	-	5,076,946
Total Fund Balances	5,393,792	3,974,371	1,914,194	2,850,808	5,490,245	19,623,410
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 7,404,330	\$ 3,974,371	\$ 1,914,194	\$ 2,867,714	\$ 5,534,732	\$ 21,695,341

See Notes to Financial Statements.

Town of Berthoud, Colorado
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2018

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:

Total Fund Balances of Governmental Funds	\$ 19,623,410
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds	15,650,291
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds:	
Compensated absences payable	<u>(133,993)</u>
Total Net Position of Governmental Activities	<u>\$ 35,139,708</u>

Town of Berthoud, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2018

	General	1% Sales Tax	Public Facility	Road Impact	Nonmajor Governmental Funds	Totals
Revenues						
Taxes	\$ 4,048,821	\$ 1,448,813	\$ -	\$ -	\$ -	\$ 5,497,634
Licenses and Permits	207,587	-	-	-	-	207,587
Intergovernmental	396,512	-	-	1,213,228	267,486	1,877,226
Charges for Services	1,856,765	-	845,376	1,284,211	1,909,828	5,896,180
Fines and Forfeitures	24,567	-	-	-	-	24,567
Investment Income	31,252	28,363	12,224	15,640	36,127	123,606
Miscellaneous	567,745	-	-	-	31,046	598,791
Total Revenues	<u>7,133,249</u>	<u>1,477,176</u>	<u>857,600</u>	<u>2,513,079</u>	<u>2,244,487</u>	<u>14,225,591</u>
Expenditures						
Current						
General Government	1,363,909	-	34,424	-	-	1,398,333
Public Safety	1,169,687	-	-	-	-	1,169,687
Public Works	1,467,255	583,686	-	1,556,044	-	3,606,985
Parks and Recreation	910,210	-	-	-	365,372	1,275,582
Planning	181,663	-	-	-	-	181,663
Transportation	-	-	-	-	106,229	106,229
Capital Outlay	382,589	-	-	-	-	382,589
Total Expenditures	<u>5,475,313</u>	<u>583,686</u>	<u>34,424</u>	<u>1,556,044</u>	<u>471,601</u>	<u>8,121,068</u>
Excess of Revenues Over (Under) Expenditures	<u>1,657,936</u>	<u>893,490</u>	<u>823,176</u>	<u>957,035</u>	<u>1,772,886</u>	<u>6,104,523</u>
Other Financing Sources (Uses)						
Transfers In	335,031	-	-	-	127,100	462,131
Transfers Out	(55,000)	(72,100)	-	(40,031)	(5,000)	(172,131)
Total Other Financing Sources (Uses)	<u>280,031</u>	<u>(72,100)</u>	<u>-</u>	<u>(40,031)</u>	<u>122,100</u>	<u>290,000</u>
Net Change in Fund Balances	1,937,967	821,390	823,176	917,004	1,894,986	6,394,523
Fund Balances, Beginning of year	<u>3,455,825</u>	<u>3,152,981</u>	<u>1,091,018</u>	<u>1,933,804</u>	<u>3,595,259</u>	<u>13,228,887</u>
Fund Balances, End of year	<u>\$ 5,393,792</u>	<u>\$ 3,974,371</u>	<u>\$ 1,914,194</u>	<u>\$ 2,850,808</u>	<u>\$ 5,490,245</u>	<u>\$ 19,623,410</u>

See Notes to Financial Statements.

Town of Berthoud, Colorado
 Reconciliation of the Statement of Revenues, Expenditures and Changes in
 Fund Balances of Governmental Funds to the Statement of Activities
 Governmental Funds
 For the Year Ended December 31, 2018

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:

Net Change in Fund Balances of Governmental Funds	\$ 6,394,523
<p>Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.</p>	
Capital outlay	2,626,589
Depreciation expense	(642,117) (37,792)
<p>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.</p>	
Compensated absences payable	-
Change in Net Position of Governmental Activities	\$ 8,341,203

Town of Berthoud, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2018

	Water	Wastewater	Storm Water	Totals
Assets				
<i>Current Assets</i>				
Cash	\$ 18,769,911	\$ 10,858,510	\$ 1,248,850	\$ 30,877,271
Accounts Receivable	275,863	246,880	29,449	552,192
Restricted Cash	1,218	2,874	-	4,092
Total Current Assets	19,046,992	11,108,264	1,278,299	31,433,555
<i>Noncurrent Assets</i>				
Capital Assets, <i>Not Being Depreciated</i>	17,386,264	1,245,569	27,334	18,659,167
Capital Assets, <i>Net of Accumulated Depreciation</i>	8,526,517	14,898,476	692,033	24,117,026
Total Noncurrent Assets	25,912,781	16,144,045	719,367	42,776,193
Total Assets	44,959,773	27,252,309	1,997,666	74,209,748
Deferred Outflows of Resources				
Loss on Debt Refunding, <i>Net of Accumulated Amortization</i>	-	149,526	-	149,526
Liabilities				
<i>Current Liabilities</i>				
Accounts Payable	392,237	44,596	2,898	439,731
Accrued Liabilities	11,388	1,052	2,367	14,807
Retainage Payable	31,287	26,125	-	57,412
Accrued Interest Payable	41,045	81,778	-	122,823
<i>Current Portion of Noncurrent Liabilities</i>				
Compensated Absences Payable	11,341	1,191	-	12,532
Note Payable	45,575	-	-	45,575
Bonds Payable	270,000	145,000	-	415,000
Total Current Liabilities	802,873	299,742	5,265	1,107,880
<i>Noncurrent Liabilities</i>				
Compensated Absences	12,915	2,371	2,371	17,657
Note Payable	501,455	-	-	501,455
Bonds Payable	2,428,957	8,829,625	-	11,258,582
Total Noncurrent Liabilities	2,943,327	8,831,996	2,371	11,777,694
Total Liabilities	3,746,200	9,131,738	7,636	12,885,574
Net Position				
Net Investment in Capital Assets	22,666,794	7,318,946	719,367	30,705,107
Restricted for Debt Service	524,120	948,500	-	1,472,620
Unrestricted	18,022,659	10,002,651	1,270,663	29,295,973
Total Net Position	\$ 41,213,573	\$ 18,270,097	\$ 1,990,030	\$ 61,473,700

See Notes to Financial Statements.

Town of Berthoud, Colorado
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2018

	Water	Wastewater	Storm Water	Totals
Operating Revenues				
Charges for Services	\$ 3,412,456	\$ 2,605,433	\$ 1,299,615	\$ 7,317,504
Total Operating Revenues	<u>3,412,456</u>	<u>2,605,433</u>	<u>1,299,615</u>	<u>7,317,504</u>
Operating Expenses				
Operations and Maintenance	2,329,884	1,312,653	112,696	3,755,233
Depreciation	<u>446,646</u>	<u>780,878</u>	<u>45,084</u>	<u>1,272,608</u>
Total Operating Expenses	<u>2,776,530</u>	<u>2,093,531</u>	<u>157,780</u>	<u>5,027,841</u>
Net Operating Income	<u>635,926</u>	<u>511,902</u>	<u>1,141,835</u>	<u>2,289,663</u>
Nonoperating Revenues (Expenses)				
Investment Income	134,024	72,332	7,007	213,363
Gain of Sale of Assets	-	70,000	-	70,000
Debt Interest and Fiscal Charges	<u>(130,769)</u>	<u>(401,077)</u>	<u>-</u>	<u>(531,846)</u>
Total Nonoperating Revenues (Expenses)	<u>3,255</u>	<u>(258,745)</u>	<u>7,007</u>	<u>(248,483)</u>
Net Income Before Capital Contributions and Transfers	639,181	253,157	1,148,842	2,041,180
Capital Contributions				
Developer Contributions	-	-	-	-
Water Dedication Fees	7,265,055	-	-	7,265,055
System Investment Fees	3,439,893	3,105,244	-	6,545,137
Transfers Out	<u>(140,000)</u>	<u>(140,000)</u>	<u>(10,000)</u>	<u>(290,000)</u>
Change in Net Position	11,204,129	3,218,401	1,138,842	15,561,372
Net Position, Beginning of year	<u>30,009,444</u>	<u>15,051,696</u>	<u>851,188</u>	<u>45,912,328</u>
Net Position, End of year	<u>\$ 41,213,573</u>	<u>\$ 18,270,097</u>	<u>\$ 1,990,030</u>	<u>\$ 61,473,700</u>

Town of Berthoud, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2018

	Water	Wastewater	Storm Water	Totals
Cash Flows From Operating Activities				
Cash Received from Customers	\$ 3,362,424	\$ 2,631,285	\$ 1,306,260	\$ 7,299,969
Cash Payments to Employees	(265,168)	(45,984)	(37,171)	(348,323)
Cash Payments to Vendors and Suppliers	(1,941,802)	(1,353,441)	(72,260)	(3,367,503)
Net Cash Provided by Operating Activities	<u>1,155,454</u>	<u>1,231,860</u>	<u>1,196,829</u>	<u>3,584,143</u>
Cash Flows From Noncapital Financing Activities				
Transfers to Other Funds	(140,000)	(140,000)	(10,000)	(290,000)
Net Cash Used in Noncapital Financing Activities	<u>(140,000)</u>	<u>(140,000)</u>	<u>(10,000)</u>	<u>(290,000)</u>
Cash Flows From Capital and Related Financing Activities				
Purchases of Capital Assets	(9,683,187)	(344,863)	(220,694)	(10,248,744)
Developer Contributions Received	-	-	-	-
Water Dedication Fees Received	7,265,055	-	-	7,265,055
System Investment Fees Received	3,439,893	3,105,244	-	6,545,137
Debt Principal Payments	(293,822)	(140,000)	-	(433,822)
Debt Interest Payments	(145,018)	(387,650)	-	(532,668)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>582,921</u>	<u>2,232,731</u>	<u>(220,694)</u>	<u>2,594,958</u>
Cash Flows From Investing Activities				
Interest Received	134,024	72,332	7,007	213,363
Net Increase in Cash	1,732,399	3,396,923	973,142	6,102,464
Cash, Beginning of Year	17,038,730	7,464,461	275,708	24,778,899
Cash, End of Year	<u>\$ 18,771,129</u>	<u>\$ 10,861,384</u>	<u>\$ 1,248,850</u>	<u>\$ 30,881,363</u>
Reconciliation of Net Operating Income to Net Cash Provided by (Used in) Operating Activities				
Net Operating Income	\$ 635,926	\$ 511,902	\$ 1,141,835	\$ 2,289,663
Adjustments to Reconcile Net Operating Income to Net Cash Provided by (Used in) Operating Activities				
Depreciation	446,646	780,878	45,084	1,272,608
Gain on Sale of Assets	-	70,000	-	70,000
Changes in Assets and Liabilities				
Accounts Receivable	(50,032)	25,852	6,645	(17,535)
Accounts Payable	115,488	(157,420)	1,938	(39,994)
Accrued Liabilities	4,387	(144)	1,176	5,419
Compensated Absences Payable	3,039	792	151	3,982
Net Cash Provided by (Used in) Operating Activities	<u>\$ 1,155,454</u>	<u>\$ 1,231,860</u>	<u>\$ 1,196,829</u>	<u>\$ 3,584,143</u>

See Notes to Financial Statements.

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 1: Summary of Significant Accounting Policies

The financial statements of the Town of Berthoud (the Town) have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

Reporting Entity

The financial reporting entity consists of the Town, organizations for which the Town is financially accountable and organizations that raise and hold economic resources for the direct benefit of the Town. All funds, organizations, institutions, agencies, departments and offices that are not legally separate are part of the Town. Legally separate organizations for which the Town is financially accountable are considered part of the reporting entity. Financial accountability exists if the Town appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if there is a potential for the organization to provide benefits to, or impose financial burdens on, the Town.

Based on the application of this criteria, the Town does not include additional organizations in its reporting entity.

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 Town. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges for interfund services that are 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.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment are 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*. Internally dedicated resources are reported as general revenues rather than as program revenues.

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

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 1: Summary of Significant Accounting Policies (Continued)

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. Revenues are recorded when earned and expenses are recorded when the 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 collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current year.

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

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, are recorded only when payment is due.

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 fund's principal ongoing operations. 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 a specific use, it is the Town's practice to use restricted resources first, then unrestricted resources as they are needed.

In the fund financial statements, the Town reports the following major governmental funds:

The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the Town, except those accounted for in another fund.

The *1% Sales Tax Fund* accounts for a 1% sales and use tax restricted by election to maintain streets, purchase land and construct a recreation center, purchase open space, and operate and maintain the Berthoud Public Library and the Berthoud Area Transportation System.

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

The *Public Facility Fund* accounts for a public facilities investment fee collected from development in the Town.

The *Road Impact Fund* accounts for development fees on new construction collected in accordance with the Town Code for repair and replacement of streets.

In addition, the Town reports the following major proprietary funds:

The *Water Fund* accounts for the financial activities associated with the provision of water services to the Town residents.

The *Wastewater Fund* accounts for the financial activities associated with the operation and maintenance of the sewer system.

Assets, Liabilities and Net Position/Fund Balances

Receivables - Receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Prepaid Expenses - Certain payments to vendors reflect costs applicable to future years and are reported as prepaid expenses using the consumption method.

Capital Assets - Capital assets, which include land, buildings, utility systems, equipment, and all infrastructure owned by the Town, 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. Capital assets are defined by the Town as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives.

Buildings, Improvements and Plants	10 - 50 years
Collection and Distribution Systems	5 - 50 years
Infrastructure	15 - 40 years
Vehicles and Equipment	5 - 20 years

Deferred Inflows of Resources - Property taxes earned but levied for a subsequent year are reported as deferred inflows of resources in the financial statements.

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances (Continued)

Compensated Absences - Employees of the Town are allowed to accumulate unused vacation and sick leave up to a maximum based on years of service. Upon termination of employment from the Town, employees with at least ten years of service will be paid for one-third of their accumulated sick leave up to a maximum of 320 hours, and for all accumulated vacation leave up to a maximum of 240 hours, at their current pay rate.

A liability for these compensated absences is reported when earned in the proprietary funds and when due in the governmental funds. A long-term liability has been reported in the government-wide financial statement for the accrued compensated absences.

Long-Term Debt - In the government-wide financial statements and the proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums, discounts and accounting losses resulting from debt refunding's are deferred and amortized over the life of the debt using the straight-line method. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses.

Debt issuance costs, whether or not withheld from the debt proceeds, are reported as current expenses or expenditures.

Net Position/Fund Balances - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. In the fund financial statements, governmental funds report committed fund balances when the Board of Trustees approves an ordinance that places constraints on the use of resources for a specific purpose. Assigned fund balances arise from an informal action of the Board of Trustees.

The Town has not established a formal policy for its use of restricted and unrestricted fund balances. However, if both restricted and unrestricted fund balances are available for a specific purpose, the Town uses restricted fund balances first, followed by committed, assigned, and unassigned balances.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and collected in the subsequent calendar year. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's Office collects property taxes and remits to the Town on a monthly basis. Since property tax revenues are collected in arrears during the succeeding year, receivables and corresponding deferred inflows of resources are reported at year end.

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 2: Cash and Investments

A summary of cash at December 31, 2018, follows:

Petty Cash	\$ 400
Cash Deposits	<u>38,030,664</u>
Total	<u>\$ 38,031,064</u>

Cash is reported in the financial statements as follows:

Cash	\$ 38,026,425
Restricted Cash	<u>4,639</u>
Total	<u>\$ 38,031,064</u>

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2018, the Town had bank deposits of \$40,523,131 collateralized with securities held by the financial institution's agent but not in the Town's name.

Investments

The Town is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which the Town may invest, which include the following. State statutes do not address custodial risk.

- Obligations of the United States and certain U.S. Agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts (GICs)

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 2: Cash and Investments (Continued)

Investments (Continued)

Interest Rate Risk - State statutes generally limit the maturity of investment securities to five years from the date of purchase, unless the governing board authorizes the investment for a period in excess of five years.

Credit Risk - State statutes limit certain investments to those with specified ratings from nationally recognized statistical rating organizations, depending on the type of investment.

Concentration of Credit Risk - State statutes do not limit the amount the Town may invest in one issuer of investment securities, except for corporate securities.

At December 31, 2018, the Town had no investments.

Restricted Cash and Investments

At December 31, 2018, the Town reported restricted cash of \$1,218 and \$2,874 in the Water and Wastewater Funds, respectively. The restricted cash represents contributions from developers for the construction of water and wastewater infrastructure along Interstate 25.

Note 3: Capital Assets

Capital asset activity for the year ended December 31, 2018, is summarized below.

	Balance 12/31/17	Additions	Deletions	Balance 12/31/18
Governmental Activities				
<i>Capital Assets, Not Being Depreciated</i>				
Land	\$ 5,587,370	\$ -	\$ -	\$ 5,587,370
<i>Capital Assets, Being Depreciated</i>				
Buildings and Improvements	4,676,026	26,357	-	4,702,383
Infrastructure	7,586,892	2,106,428	-	9,693,320
Vehicles and Equipment	3,095,615	493,804	(161,590)	3,427,829
Total Capital Assets, Being Depreciated	15,358,533	2,626,589	(161,590)	17,823,532
<i>Less Accumulated Depreciation</i>				
Buildings and Improvements	(1,807,397)	(147,834)	-	(1,955,231)
Infrastructure	(3,368,217)	(261,072)	-	(3,629,289)
Vehicles and Equipment	(2,066,678)	(233,211)	123,798	(2,176,091)
Total Accumulated Depreciation	(7,242,292)	(642,117)	123,798	(7,760,611)
Total Capital Assets, Being Depreciated, net	8,116,241	1,984,472	(37,792)	10,062,921
Governmental Activities Capital Assets, net	\$ 13,703,611	\$ 1,984,472	\$ (37,792)	\$ 15,650,291

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 3: Capital Assets (Continued)

	Balance 12/31/17	Additions	Deletions	Balance 12/31/18
Business-Type Activities				
<i>Capital Assets, Not Being Depreciated</i>				
Land	\$ 2,347,542	\$ -	\$ -	\$ 2,347,542
Water Rights	3,703,867	6,906,524	-	10,610,391
Drainage System	1,046,772	-	-	1,046,772
Construction in Progress	3,603,962	2,826,024	(1,775,524)	4,654,462
Total Capital Assets, not being Depreciated	10,702,143	9,732,548	(1,775,524)	18,659,167
<i>Capital Assets, being depreciated</i>				
Buildings and Plants	28,661,388	1,932,850	-	30,594,238
Collection and Distribution Systems	6,913,083	58,682	-	6,971,765
Drainage Systems	1,456,272	80,077	-	1,536,349
Equipment	1,810,299	201,319	(252,891)	1,758,727
Total Capital Assets, Being Depreciated	38,841,042	2,272,928	(252,891)	40,861,079
<i>Less Accumulated Depreciation</i>				
Buildings and Plants	(9,720,928)	(895,458)	-	(10,616,386)
Collection and Distribution Systems	(3,732,616)	(230,320)	-	(3,962,936)
Drainage Systems	(1,082,848)	(28,727)	-	(1,111,575)
Equipment	(1,187,943)	(118,104)	252,891	(1,053,156)
Total Accumulated Depreciation	(15,724,335)	(1,272,609)	252,891	(15,690,897)
Total Capital Assets, Being Depreciated, net	23,116,707	1,000,319	-	24,117,026
Governmental- Type Activities Capital Assets, net	\$ 33,818,850	\$ 10,732,867	\$ (1,775,524)	\$ 42,776,193

Depreciation expense was charged to programs of the Town as follows:

Governmental Activities	
General Government	\$ 76,027
Public Safety	1,862
Public Works	413,973
Parks and Recreation	150,255
Planning	-
Transportation	-
Total	\$ 642,117

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 4: Long-Term Debt

Governmental Activities

Following is a summary of long-term debt transactions of the governmental activities for the year ended December 31, 2018:

	<u>Balance 12/31/17</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 12/31/18</u>	<u>Due Within One Year</u>
Compensated Absences	\$ 110,353	\$ 69,513	\$ (45,873)	\$ 133,993	\$ 133,993

Compensated absences are expected to be liquidated primarily with revenues of the General and Berthoud Area Transportation Funds.

Business-type Activities

Following are the changes in long-term debt of the business-type activities for the year ended December 31, 2018:

	<u>Balance 12/31/17</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 12/31/18</u>	<u>Due Within One Year</u>
2006 Water Refunding Bonds	\$ 215,000	\$ -	\$ (50,000)	\$ 165,000	\$ 55,000
Premium	8,421	-	(2,105)	6,316	-
2006 Wastewater Refunding Bonds	-	-	-	-	-
Premium	-	-	-	-	-
2007 Water Revenue Bonds	1,590,000	-	(55,000)	1,535,000	60,000
Discount	(11,700)	-	616	(11,084)	-
2007 Wastewater Revenue Bonds	-	-	-	-	-
Discount	-	-	-	-	-
2012 Water Revenue Bonds	1,110,000	-	(145,000)	965,000	155,000
Premium	46,471	-	(7,747)	38,724	-
2012 Wastewater Refunding Bonds	8,895,000	-	(140,000)	8,755,000	145,000
Premium	235,313	-	(15,688)	219,625	-
Note Payable	590,852	-	(43,822)	547,030	45,575
Compensated Absences	26,207	11,903	(7,920)	30,190	12,532
Total	\$ 12,705,564	\$ 11,903	\$ (466,666)	\$ 12,250,801	\$ 473,107

During 2006, the Town issued \$2,870,000 Water Revenue Refunding Bonds to refund the 1997 Water Revenue Bonds and the 1982 General Obligation Water Bonds. Interest payments are due semi-annually on October 15 and April 15, with interest accruing at rates ranging from 3.75% to 4.5%. Principal payments are due annually on October 15, through 2021.

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 4: Long-Term Debt (Continued)

Business-Type Activities (Continued)

During 2006, the Town issued \$2,085,000 Wastewater Revenue Refunding Bonds to refund the 1997 Wastewater Revenue Bonds. Interest payments are due semi-annually on October 15 and April 15, with interest accruing at rates ranging from 3.75% to 4.5%. Principal payments are due annually on October 15, through 2022. During the year ended December 31, 2018, the bonds were called and paid in full.

During 2007, the Town issued \$2,015,000 Water Revenue Bonds to construct improvements to the water system. Interest payments are due semi-annually on October 15 and April 15, with interest accruing at rates ranging from 4% to 4.4%. Principal payments are due annually on October 15, through 2036.

During 2007, the Town issued \$355,000 Wastewater Revenue Bonds to construct improvements to the wastewater system. Interest payments are due semi-annually on October 15 and April 15, with interest accruing at 4.4%. Principal payments are due annually on October 15, through 2036. During the year ended December 31, 2018, the bonds were called and paid in full.

During 2012, the Town issued \$1,110,000 Water Revenue Bonds to finance the reconfiguration and upgrade of the water treatment plant. Interest payments are due semi-annually on October 15 and April 15, with interest accruing at rates ranging from 3% to 5%. Principal payments are due annually on October 15, through 2023.

During 2012, the Town issued \$9,485,000 Wastewater Revenue Refunding and Improvement Bonds to refund the outstanding 2002 and 2004 Colorado Water Resources and Power Development Authority loans and to finance the expansion and upgrade of the wastewater treatment plant. Interest payments are due semi-annually on October 15 and April 15, with interest accruing at rates ranging from 3% to 5%. Principal payments are due annually on October 15, through 2032.

The 2006, Water Revenue Refunding Bonds, 2007 Water Revenue Bonds, and 2012 Water Revenue Bonds are payable solely from revenues of the water utility system, after deduction of operating and maintenance costs. During the year ended December 31, 2018, net revenues of \$3,412,456 were available to pay annual debt service of \$464,307. Remaining debt service at December 31, 2018, was \$3,522,623.

The 2006, Wastewater Revenue Refunding Bonds, 2007 Wastewater Revenue Bonds, and 2012 Wastewater Revenue Refunding and Improvement Bonds are payable solely from revenues of the wastewater utility system, after deduction of operating and maintenance costs. During the year ended December 31, 2018, net revenues of \$4,490,609 were available to pay annual debt service of \$2,605,433. Remaining debt service at December 31, 2018, was \$12,375,750.

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 4: Long-Term Debt (Continued)

Business-Type Activities (Continued)

Annual debt service requirements for the outstanding bonds at December 31, 2018, were as follows.

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 415,000	\$ 496,283	\$ 911,283
2019	425,000	482,683	907,683
2020	440,000	465,683	905,683
2021	620,000	448,083	1,068,083
2022	930,000	417,733	1,347,733
2023 - 2027	3,640,000	1,521,123	5,161,123
2028 - 2032	4,605,000	615,988	5,220,988
2033 - 2036	345,000	30,800	375,800
Total	<u>\$ 11,420,000</u>	<u>\$ 4,478,376</u>	<u>\$ 15,898,376</u>

During 2013, the Town entered into an agreement to purchase water rights as part of a contract to buy and sell real estate with a local property owner. The purchase of the water rights will be financed by the seller. Principal and interest payments are due annually each April 1, through 2028, with interest accruing at 4% per annum.

Following is a summary of debt service requirements under the agreement.

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 45,575	\$ 21,881	\$ 67,456
2020	47,398	20,058	67,456
2021	49,294	18,162	67,456
2022	51,265	16,191	67,456
2023	53,316	14,140	67,456
2024 - 2028	300,182	36,952	337,134
Total	<u>\$ 547,030</u>	<u>\$ 127,384</u>	<u>\$ 674,414</u>

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 5: Interfund Transactions

Interfund transfers for the year ended December 31, 2018, were comprised of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Road Impact Fund	\$ 40,031
General Fund	Water Fund	140,000
General Fund	Wastewater Fund	140,000
General Fund	Storm Water Fund	10,000
General Fund	Berthoud Area Transportation Fund	5,000
Conservation Trust Fund	General Fund	55,000
Berthoud Area Transportation Fund	1% Sales Tax Fund	72,100
		<hr/>
Total		\$ <u>462,131</u>

The Road Impact, Water, Wastewater, Storm Water, and Berthoud Area Transportation Funds reimbursed the General Fund for services provided, including administration, payroll, and billing. The 1% Sales Tax Fund contributed to the maintenance and operations of the Berthoud Area Transportation System as allowed by the election that authorized the 1% sales tax. Transfers from the General Fund to the Conservation Trust Fund were used for replacement trees due to emerald ash borer destruction.

Note 6: Risk Management

Public Entity Risk Pool

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the Town participates in the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-10-115.5, Colorado Revised Statutes, and the Colorado Constitution, Article XIV, Section 18(2).

The purposes of CIRSA are to provide members defined liability, property, and workers compensation coverages and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees and officers.

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

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 7: Retirement Commitments

Defined Contribution Money Purchase Pension Plan

The Town contributes to a single-employer defined contribution money purchase pension plan on behalf of its employees. The Plan is administered by the International City/County Management Association (ICMA). All employees are eligible to participate in the Plan after one full year of employment. The Town is required to contribute 5% of each participating employee's compensation. No employee contributions are required. Employees become vested in the Town's contributions at 20% annually after one year of employment. Participants become fully vested after five years of service. The contribution requirements of the Town and eligible employees are established and may be amended by the Board of Trustees.

For the year ended December 31, 2018, the Town contributed \$63,094 to the Plan, equal to the required contributions. All Plan assets are held and managed by ICMA.

Note 8: Commitments and Contingencies

Litigation

The Town is from time to time involved in various threatened and pending litigation. However, the outcome of this litigation cannot be determined at this time.

TABOR Amendment

In November 1992, Colorado voters passed the TABOR Amendment to the State Constitution which limits state and local government taxing powers and imposes spending limitations. The Town is subject to the TABOR Amendment. Fiscal year 1992 provides the basis for limits in future years, to which may be applied allowable increases for inflation and property valuation. Revenue received in excess of the limitations may be required to be refunded unless the Town's electorate vote to retain the revenue. The TABOR Amendment is subject to many interpretations, but the Town believes it is in substantial compliance with the Amendment.

In November, 1994, voters permitted the Town, without increasing or adding any taxes of any kind, to collect, retain or expend revenues generated from all sources during 1994 and each subsequent year for trails, parks, and open space, storm water facilities and drainage, street, curb and sidewalk construction, repair and maintenance, police services, and for other basic municipal services and lawful purposes, without limitation.

The Town has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2018, the emergency reserve was reported as restricted fund balance in the General Fund, in the amount of \$315,000.

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2018

Note 8: Commitments and Contingencies (Continued)

Windy Gap Water Rights

In November 2017, the Town entered into an agreement with Platte River Power Authority to purchase water rights in the Windy Gap Firming Project and outlet capacity at Carter Lake for a total cost of \$6,096,000. If all conditions of the agreement are met, the full purchase price will be due at closing on July 1, 2018.

Required Supplementary Information

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Town of Berthoud, Colorado
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes				
Property Taxes	\$ 895,194	\$ 895,194	\$ 875,431	\$ (19,763)
Specific Ownership Taxes	141,481	141,481	145,118	3,637
Sales and Use Taxes	2,380,823	2,380,823	2,901,695	520,872
Occupation Taxes	12,000	12,000	9,074	(2,926)
Franchise Taxes	75,000	75,000	113,939	38,939
Lodging Taxes	3,500	3,500	3,564	64
Total Taxes	<u>3,507,998</u>	<u>3,507,998</u>	<u>4,048,821</u>	<u>540,823</u>
Licenses and Permits				
Passports	65,000	65,000	55,205	(9,795)
Liquor Licenses	127,000	127,000	107,939	(19,061)
Medical Marijuana Licenses	51,500	51,500	43,118	(8,382)
Animal Licenses	2,000	2,000	1,325	(675)
Total Licenses and Permits	<u>245,500</u>	<u>245,500</u>	<u>207,587</u>	<u>(37,913)</u>
Intergovernmental				
Highway Users Taxes	240,340	240,340	310,529	70,189
Severance Taxes	15,000	15,000	26,878	11,878
Road and Bridge Fees	32,000	32,000	50,119	18,119
Cigarette Taxes	5,670	5,670	6,601	931
Grants	-	-	-	-
Utility Road Cut Permit	2,000	2,000	2,385	385
Total Intergovernmental	<u>295,010</u>	<u>295,010</u>	<u>396,512</u>	<u>101,502</u>
Charges for Services				
Development Review Fees & Application Fees	82,500	82,500	9,717	(72,783)
Building and Plan Check Fees	568,750	568,750	1,189,761	621,011
Recreation Fees	139,800	139,800	183,680	43,880
Municipal Fees	298,000	298,000	333,560	35,560
Other Charges for Services	87,092	87,092	140,047	52,955
Total Charges for Services	<u>1,176,142</u>	<u>1,176,142</u>	<u>1,856,765</u>	<u>680,623</u>
Fines and Forfeitures	<u>14,400</u>	<u>14,400</u>	<u>24,567</u>	<u>10,167</u>
Investment Income	<u>13,800</u>	<u>13,800</u>	<u>31,252</u>	<u>17,452</u>
Miscellaneous	<u>42,026</u>	<u>42,026</u>	<u>567,745</u>	<u>525,719</u>
Total Revenues	<u>5,294,876</u>	<u>5,294,876</u>	<u>7,133,249</u>	<u>1,838,373</u>

(Continued)

See the accompanying Independent Auditors' Report.

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended December 31, 2018
 (Continued)

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures				
Current				
General Government	\$ 1,510,296	\$ 1,551,446	\$ 1,363,909	\$ 187,537
Public Safety	1,250,672	1,250,672	1,169,687	80,985
Public Works	972,929	979,929	1,467,255	(487,326)
Parks and Recreation	1,185,991	1,202,791	910,210	292,581
Planning	848,724	852,724	181,663	671,061
Contributions	37,825	44,165	-	44,165
Capital Outlay	581,000	741,000	382,589	358,411
Emergency Reserves	168,356	168,356	-	168,356
Total Expenditures	<u>6,555,793</u>	<u>6,791,083</u>	<u>5,475,313</u>	<u>1,315,770</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,260,917)</u>	<u>(1,496,207)</u>	<u>1,657,936</u>	<u>3,154,143</u>
Other Financing Sources (Uses)				
Transfers In	317,006	317,006	335,031	18,025
Transfers Out	-	-	(55,000)	(55,000)
Total Other Financing Sources (Uses)	<u>317,006</u>	<u>317,006</u>	<u>280,031</u>	<u>(36,975)</u>
Net Change in Fund Balance	(943,911)	(1,179,201)	1,937,967	3,117,168
Fund Balance, Beginning of year	<u>2,198,253</u>	<u>3,455,825</u>	<u>3,455,825</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 1,254,342</u>	<u>\$ 2,276,624</u>	<u>\$ 5,393,792</u>	<u>\$ 3,117,168</u>

Town of Berthoud, Colorado
Notes to Required Supplementary Information
December 31, 2018

Note 1: Stewardship, Compliance and Accountability

Budgets and Budgetary Accounting

Budgets are adopted for all funds of the Town in accordance with State statutes. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons for the enterprise funds are presented on a non-GAAP budgetary basis. Capital outlay and debt principal are budgeted as expenditures but depreciation is not budgeted.

The Town follows these procedures to establish the budgetary information reflected in the financial statements:

- Management submits to the Board of Trustees a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31, the budget is legally adopted through passage of a resolution.
- Town management is authorized to transfer budgeted amounts between departments within any fund. However, revisions that alter the total expenditures of any fund must be approved by the Board of Trustees. State statutes stipulate that expenditures may not exceed budget appropriations at the fund level.
- All appropriations lapse at year end.

Legal Compliance

For the year ended December 31, 2018, the expenditures of the 1% Sales Tax Fund exceeded the amounts budgeted by \$21,049. This may be a violation of State statutes.

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Supplementary Information

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Town of Berthoud, Colorado
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2018

	Park Development	Park Dedication	Conservation Trust	Larimer County Open Space	Cemetery	Berthoud Area Transportation	Recreation MJ Tax	Totals
Assets								
Cash	\$ 2,787,927	\$ 900,583	\$ 151,371	\$ 1,273,301	\$ 46,190	\$ 334,375	\$ 7,184	\$ 5,500,931
Accounts Receivable	-	-	-	33,801	-	-	-	33,801
Total Assets	\$ 2,787,927	\$ 900,583	\$ 151,371	\$ 1,307,102	\$ 46,190	\$ 334,375	\$ 7,184	\$ 5,534,732
Liabilities								
Accounts Payable	\$ 40,106	-	-	\$ 106	\$ 25	\$ 66	-	\$ 40,303
Accrued Liabilities	-	-	1,475	-	-	2,709	-	4,184
Total Liabilities	40,106	-	1,475	106	25	2,775	-	44,487
Fund Balances								
Restricted for Open Space and Parks	-	-	149,896	1,306,996	-	-	-	1,456,892
Committed to Capital Improvements	2,747,821	900,583	-	-	-	-	-	3,648,404
Assigned to Cemetery	-	-	-	-	46,165	-	-	46,165
Assigned to Transportation	-	-	-	-	-	331,600	7,184	338,784
Total Fund Balances	2,747,821	900,583	149,896	1,306,996	46,165	331,600	7,184	5,490,245
Total Liabilities and Fund Balances	\$ 2,787,927	\$ 900,583	\$ 151,371	\$ 1,307,102	\$ 46,190	\$ 334,375	\$ 7,184	\$ 5,534,732

See the accompanying Independent Auditors' Report.

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Town of Berthoud, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2018

	Park Development	Park Dedication	Conservation Trust	Larimer County Open Space	Cemetery	Berthoud Area Transportation	Recreation MJ Tax	Totals
Revenues								
Intergovernmental	\$ -	\$ -	\$ 63,172	\$ 197,139	\$ -	\$ -	\$ 7,175	\$ 267,486
Charges for Services	1,447,123	280,200	-	-	37,396	145,109	-	1,909,828
Investment Income	17,183	6,031	1,020	9,334	318	2,232	9	36,127
Miscellaneous	-	-	-	-	25,540	5,506	-	31,046
Total Revenues	1,464,306	286,231	64,192	206,473	63,254	152,847	7,184	2,244,487
Expenditures								
Current								
Parks and Recreation	176,169	8,068	92,733	42,196	46,206	-	-	365,372
Transportation	-	-	-	-	-	106,229	-	106,229
Total Expenditures	176,169	8,068	92,733	42,196	46,206	106,229	-	471,601
Excess of Revenues Over (Under) Expenditures	1,288,137	278,163	(28,541)	164,277	17,048	46,618	7,184	1,772,886
Other Financing Sources (Uses)								
Transfers In	-	-	55,000	-	-	72,100	-	127,100
Transfers Out	-	-	-	-	-	(5,000)	-	(5,000)
Total Other Financing Sources (Uses)	-	-	55,000	-	-	67,100	-	122,100
Net Change in Fund Balances	1,288,137	278,163	26,459	164,277	17,048	113,718	7,184	1,894,986
Fund Balances, Beginning of year	1,459,684	622,420	123,437	1,142,719	29,117	217,882	-	3,595,259
Fund Balances, End of year	\$ 2,747,821	\$ 900,583	\$ 149,896	\$ 1,306,996	\$ 46,165	\$ 331,600	\$ 7,184	\$ 5,490,245

See the accompanying Independent Auditors' Report.

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Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Park Development Fund
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 707,850	\$ 707,850	\$ 1,447,123	\$ 739,273
Investment Income	5,700	5,700	17,183	11,483
Total Revenues	713,550	713,550	1,464,306	750,756
Expenditures				
Parks and Recreation	875,360	1,130,360	176,169	954,191
Emergency Reserves	21,407	21,407	-	21,407
Total Expenditures	896,767	1,151,767	176,169	975,598
Net Change in Fund Balance	(183,217)	(438,217)	1,288,137	1,726,354
Fund Balance, Beginning of year	1,108,877	581,731	1,459,684	877,953
Fund Balance, End of year	\$ 925,660	\$ 143,514	\$ 2,747,821	\$ 2,604,307

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Park Dedication Fund
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Park Dedication Fees	\$ 260,000	\$ 260,000	\$ 280,200	\$ 20,200
Investment Income	2,400	2,400	6,031	3,631
Total Revenues	<u>262,400</u>	<u>262,400</u>	<u>286,231</u>	<u>23,831</u>
Expenditures				
Parks and Recreation	1,360	16,360	8,068	8,292
Emergency Reverses	7,872	7,872	-	7,872
Total Expenditures	<u>9,232</u>	<u>24,232</u>	<u>8,068</u>	<u>16,164</u>
Net Change in Fund Balance	253,168	238,168	278,163	39,995
Fund Balance, Beginning of year	<u>535,615</u>	<u>622,420</u>	<u>622,420</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 788,783</u>	<u>\$ 860,588</u>	<u>\$ 900,583</u>	<u>\$ 39,995</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Conservation Trust Fund
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 55,000	\$ 55,000	\$ 63,172	\$ 8,172
Investment Income	300	300	1,020	720
Total Revenues	<u>55,300</u>	<u>55,300</u>	<u>64,192</u>	<u>8,892</u>
Expenditures				
Parks and Recreation	149,554	153,554	92,733	60,821
Emergency Reserves	3,309	3,309	-	3,309
Total Expenditures	<u>152,863</u>	<u>156,863</u>	<u>92,733</u>	<u>64,130</u>
Excess of Revenues Over (Under) Expenditures	(97,563)	(101,563)	(28,541)	73,022
Other Financing Sources / Uses				
Transfers In	55,000	55,000	55,000	-
Net Change in Fund Balance	(42,563)	(46,563)	26,459	73,022
Fund Balance, Beginning of year	<u>70,206</u>	<u>123,437</u>	<u>123,437</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 27,643</u>	<u>\$ 76,874</u>	<u>\$ 149,896</u>	<u>\$ 73,022</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Larimer County Open Space Fund
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 312,603	\$ 312,603	\$ 197,139	\$ (115,464)
Investment Income	5,800	5,800	9,334	3,534
Total Revenues	<u>318,403</u>	<u>318,403</u>	<u>206,473</u>	<u>(111,930)</u>
Expenditures				
Parks and Recreation	558,360	609,085	42,196	566,889
Emergency Reserves	9,552	9,552	-	9,552
Total Expenditures	<u>567,912</u>	<u>618,637</u>	<u>42,196</u>	<u>576,441</u>
Net Change in Fund Balance	(249,509)	(300,234)	164,277	464,511
Fund Balance, Beginning of year	<u>1,230,460</u>	<u>1,142,720</u>	<u>1,142,719</u>	<u>(1)</u>
Fund Balance, End of year	<u>\$ 980,951</u>	<u>\$ 842,486</u>	<u>\$ 1,306,996</u>	<u>\$ 464,510</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Cemetery Fund
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 54,267	\$ 54,267	\$ 37,396	\$ (16,871)
Investment Income	200	200	318	118
Miscellaneous	-	-	25,540	25,540
Total Revenues	<u>54,467</u>	<u>54,467</u>	<u>63,254</u>	<u>8,787</u>
Expenditures				
Parks and Recreation	53,142	53,142	46,206	6,936
Emergency Reverses	1,634	1,634	-	1,634
Total Expenditures	<u>54,776</u>	<u>54,776</u>	<u>46,206</u>	<u>8,570</u>
Net Change in Fund Balance	(309)	(309)	17,048	17,357
Fund Balance, Beginning of year	<u>27,182</u>	<u>29,117</u>	<u>29,117</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 26,873</u>	<u>\$ 28,808</u>	<u>\$ 46,165</u>	<u>\$ 17,357</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Berthoud Area Transportation Fund
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 70,000	\$ 70,000	\$ 145,109	\$ 75,109
Investment Income	1,000	1,000	2,232	1,232
Miscellaneous	5,600	5,600	5,506	(94)
Total Revenues	<u>76,600</u>	<u>76,600</u>	<u>152,847</u>	<u>76,247</u>
Expenditures				
Transportation	171,646	171,646	106,229	65,417
Emergency Reserves	4,461	4,461	-	4,461
Total Expenditures	<u>176,107</u>	<u>176,107</u>	<u>106,229</u>	<u>69,878</u>
Excess of Revenues Over (Under) Expenditures	<u>(99,507)</u>	<u>(99,507)</u>	<u>46,618</u>	<u>146,125</u>
Other Financing Sources (Uses)				
Transfers In	72,100	72,100	72,100	-
Transfers Out	(5,000)	(5,000)	(5,000)	-
Total Other Financing Sources (Uses)	<u>67,100</u>	<u>67,100</u>	<u>67,100</u>	<u>-</u>
Net Change in Fund Balance	<u>(32,407)</u>	<u>(32,407)</u>	<u>113,718</u>	<u>146,125</u>
Fund Balance, Beginning of year	<u>201,017</u>	<u>217,882</u>	<u>217,882</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 168,610</u>	<u>\$ 185,475</u>	<u>\$ 331,600</u>	<u>\$ 146,125</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 1% Sales Tax Fund
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Sales Tax	\$ 1,190,412	\$ 1,190,412	\$ 1,448,813	\$ 258,401
Investment Income	12,000	12,000	28,363	16,363
Total Revenues	<u>1,202,412</u>	<u>1,202,412</u>	<u>1,477,176</u>	<u>274,764</u>
Expenditures				
Public Works	500,360	550,360	583,686	(33,326)
Emergency Reserves	36,072	36,972	-	36,972
Total Expenditures	<u>536,432</u>	<u>587,332</u>	<u>583,686</u>	<u>3,646</u>
Excess Revenues Over (Under) Expenditures	665,980	615,080	893,490	278,410
Other Financing Sources (Uses)				
Transfers Out	(72,100)	(72,100)	(72,100)	-
Net Changes in Fund Balance	593,880	542,980	821,390	278,410
Fund Balance, Beginning of year	<u>3,106,082</u>	<u>3,152,981</u>	<u>3,152,981</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 3,699,962</u>	<u>\$ 3,695,961</u>	<u>\$ 3,974,371</u>	<u>\$ 278,410</u>

See the accompanying Independent Auditors' Report.

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Public Facility Fund
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 495,300	\$ 495,300	\$ 845,376	\$ 350,076
DOLA Grant	400,000	400,000	-	(400,000)
Investment Income	3,200	3,200	12,224	9,024
Total Revenues	<u>898,500</u>	<u>898,500</u>	<u>857,600</u>	<u>(40,900)</u>
Expenditures				
General Government	915,360	930,360	34,424	895,936
Emergency Reverses	26,955	26,955	-	26,955
Total Expenditures	<u>915,360</u>	<u>930,360</u>	<u>34,424</u>	<u>895,936</u>
Net Change in Fund Balance	(16,860)	(31,860)	823,176	855,036
Fund Balance, Beginning of year	<u>744,210</u>	<u>1,091,018</u>	<u>1,091,018</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 727,350</u>	<u>\$ 1,059,158</u>	<u>\$ 1,914,194</u>	<u>\$ 855,036</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Road Impact Fund
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ -	\$ 1,213,228	\$ 1,213,228
Road Impact Fees	2,233,525	3,033,525	1,284,211	(1,749,314)
Investment Income	9,000	9,000	15,640	6,640
Total Revenues	<u>2,242,525</u>	<u>3,042,525</u>	<u>2,513,079</u>	<u>(529,446)</u>
Expenditures				
Public Works	2,710,360	4,505,360	1,556,044	2,949,316
Emergency Reserves	67,276	91,276	-	91,276
Total Expenditures	<u>2,777,636</u>	<u>4,596,636</u>	<u>1,556,044</u>	<u>3,040,592</u>
Excess Revenues Over (Under) Expenditures	(535,111)	(1,554,111)	957,035	2,511,146
Other Financing Sources (Uses)				
Transfers Out	(22,006)	(22,006)	(40,031)	(18,025)
Net Change in Fund Balance	(557,117)	(1,576,117)	917,004	2,493,121
Fund Balance, Beginning of year	<u>1,512,837</u>	<u>1,933,803</u>	<u>1,933,804</u>	<u>1</u>
Fund Balance, End of year	<u>\$ 955,720</u>	<u>\$ 357,686</u>	<u>\$ 2,850,808</u>	<u>\$ 2,493,122</u>

Town of Berthoud, Colorado
Budgetary Comparison Schedule
Water Fund
For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 2,551,200	\$ 2,551,200	\$ 3,412,456	\$ 861,256
Water Dedication Fees	2,708,225	2,708,225	7,265,055	4,556,830
System Investment Fees	2,136,875	2,136,875	3,439,893	1,303,018
Investment Income	51,900	51,900	134,024	
Transfer In	100,000	100,000	-	(100,000)
Total Revenues	<u>7,548,200</u>	<u>7,548,200</u>	<u>14,251,428</u>	<u>6,621,104</u>
Expenditures				
Operations and Maintenance	3,426,237	9,965,737	2,329,884	7,635,853
Capital Outlay	3,668,360	3,658,360	-	3,658,360
Debt Principal	-	-	-	-
Debt Interest and Fiscal Charges	-	-	130,769	(130,769)
Transfers Out	-	-	140,000	(140,000)
Total Expenditures	<u>7,094,597</u>	<u>13,624,097</u>	<u>2,600,653</u>	<u>11,023,444</u>
Change in Net Position, Budgetary Basis	<u>\$ 453,603</u>	<u>\$ (6,075,897)</u>	11,650,775	<u>\$ 17,726,672</u>
Adjustments to GAAP Basis				
Depreciation			(446,646)	
Capital Outlay			-	
Debt Principal			-	
Change in Net Position, GAAP Basis			<u>\$ 11,204,129</u>	

Town of Berthoud, Colorado
Budgetary Comparison Schedule
Wastewater Fund
For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 2,308,295	\$ 2,428,295	\$ 2,605,433	\$ 177,138
System Investment Fees	1,787,500	1,787,500	3,105,244	1,317,744
Gain on Sale of Assets	-	-	70,000	70,000
Investment Income	41,000	41,000	72,332	31,332
Total Revenues	<u>4,136,795</u>	<u>4,256,795</u>	<u>5,853,009</u>	<u>1,596,214</u>
Expenditures				
Operations and Maintenance	2,420,771	3,658,771	1,312,653	2,346,118
Capital Outlay	800,000	800,000	-	800,000
Debt Principal	527,650	527,650	-	527,650
Debt Interest and Fiscal Charges	-	-	401,077	(401,077)
Transfers Out	-	-	140,000	(140,000)
Total Expenditures	<u>3,748,421</u>	<u>4,986,421</u>	<u>1,853,730</u>	<u>3,132,691</u>
Change in Net Position, Budgetary Basis	<u>\$ 388,374</u>	<u>\$ (729,626)</u>	3,999,279	<u>\$ 4,728,905</u>
Adjustments to GAAP Basis				
Depreciation			(780,878)	
Capital Outlay			-	
Debt Principal			-	
Change in Net Position, GAAP Basis			<u>\$ 3,218,401</u>	

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Storm Water Fund
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 839,400	\$ 839,400	\$ 1,299,615	\$ 460,215
Developers - CR-17	842,400	842,400	-	(842,400)
Investment Income	2,000	2,000	7,007	5,007
	<u>1,683,800</u>	<u>1,683,800</u>	<u>1,306,622</u>	<u>(377,178)</u>
Expenditures				
Operations and Maintenance	227,724	253,724	112,696	141,028
Capital Outlay	1,197,000	1,197,000	-	1,197,000
Transfers Out	10,000	10,000	10,000	-
	<u>1,434,724</u>	<u>1,460,724</u>	<u>122,696</u>	<u>1,338,028</u>
Change in Net Position, Budgetary Basis	<u>\$ 249,076</u>	<u>\$ 223,076</u>	1,183,926	<u>\$ 960,850</u>
Adjustments to GAAP Basis				
Depreciation			(45,084)	
Capital Outlay			<u> </u>	
Change in Net Position, GAAP Basis			<u>\$ 1,138,842</u>	

Compliance Section

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Berthoud, Colorado
	YEAR ENDING : 12/31/2018 December 2018
This Information From The Records Of Town of Berthoud	Prepared By: Cindy Leach Phone: 970-532-2643

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)	458,550
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	157,996
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	20,263
2. General fund appropriations	996,757	b. Snow and ice removal	59,216
3. Other local imposts (from page 2)	615,554	c. Other	74,855
4. Miscellaneous local receipts (from page 2)	15,640	d. Total (a. through c.)	154,334
5. Transfers from toll facilities	0	4. General administration & miscellaneous	401,369
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	554,577
a. Bonds - Original Issues		6. Total (1 through 5)	1,726,826
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	0
7. Total (1 through 6)	1,627,951	b. Redemption	0
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	348,875	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	0
E. Total receipts (A.7 + B + C + D)	1,976,826	b. Redemption	0
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	250,000
		D. Payments to toll facilities	0
		E. Total disbursements (A.6 + B.3 + C + D)	1,976,826

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
		1,976,826	1,976,826		0

Notes and Comments:

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LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 31, 2018

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	0	a. Interest on investments	15,640
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	458,550	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Specific Ownership Tax	157,004	e. Sale of Surplus Property	0
		f. Charges for Services	0
5. From Cities/Countries	0	g. Other Misc. Receipts	0
6. Total (1. through 5.)	615,554	h. Other	0
c. Total (a. + b.)	615,554	i. Total (a. through h.)	15,640
	(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	240,634	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	38,346	d. Federal Transit Admin	0
d. Other (Specify) - DOLA Grant	0	e. U.S. Corps of Engineers	0
e. Other (Specify)	69,895	f. Other Federal	0
f. Total (a. through e.)	108,241	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	348,875	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		458,550	458,550
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	458,550	458,550
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	458,550	458,550
			(Carry forward to page 1)

Notes and Comments:

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