



TOWN OF FIRESTONE, COLORADO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the year ending December 31, 2019



Comprehensive Annual Financial Report
For the Fiscal Year ended
December 31, 2019

TOWN OF FIRESTONE
FIRESTONE, COLORADO



Prepared by the Finance Department

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TOWN OF FIRESTONE, COLORADO
Comprehensive Annual Financial Report
For the Fiscal Year Ended December 31, 2019

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June 24, 2020

To the Honorable Mayor, members of the Board of Trustees (the “Trustees”), and citizens of the Town of Firestone (the “Town”):

State law requires that all general-purpose local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles in the United States (“GAAP”) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual financial report of the Town of Firestone for the fiscal year ended December 31, 2019.

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

Fiscal Focus Partners, LLC, a firm of licensed certified public accountants, has audited the Town’s financial statements. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Town for the fiscal year ended December 31, 2019 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 that, based upon the audit, there was a reasonable basis for rendering an unmodified opinion that the Town’s financial statements for the fiscal year ended December 31, 2019, are fairly presented in conformity with GAAP. The independent auditors report is presented as the first component of the financial section of this report.

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

PROFILE OF THE TOWN OF FIRESTONE

The Town incorporated in 1908, is located on the northern fringe of the Denver metropolitan area of Colorado. The Town has a current area of 14 square miles and serves a population of approximately 14,500 and is located in Weld County. The Town is empowered to levy a property tax on real properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing board and voter approval. On April 2, 1996, the taxpayers approved a ballot question to remove the Taxpayer Bill of Rights ("TABOR") limits that were imposed on the Town in 1992.

The Town has operated under the Trustees-Town Manager form of government since its first meeting as a statutory Town. Policy-making and legislative authority are vested in the Board, consisting of the Mayor and six Trustees. The Town's board is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the Town's manager, attorney, treasurer, and clerk. The Town's manager is responsible for: carrying out the goals, policies, and ordinances of the Board; for overseeing the day-to-day operations of the Town; and for appointing the heads of the various departments. The Board is elected on a nonpartisan basis. The Mayor is elected for a two-year term and the Trustees are elected for four-year terms. The Mayor and Trustees are elected at-large.

The Town provides a full range of services including: police protection; construction and maintenance of streets, parks, trails, and open space; and stormwater and water utilities. Other utility services such as sewer, electricity, natural gas, and trash removal are provided by organizations not affiliated with the Town, and therefore, are not reported in the Town's financial statements.

The annual budget serves as the foundation for the Town's financial planning and control. All departments of the Town are required to submit requests for appropriation to the Town's finance department on or about the last day of August each year. The finance department and Town manager use these requests as the starting point for developing a proposed budget. The finance department then presents the proposed budget to the Board by October 15. The Board is required to hold public hearings on the proposed budget and to adopt a final budget no later than December 15. The Town's fiscal year is on a calendar year basis. The Town's budget is prepared by fund (e.g. general) and department (e.g. police). However, the annual budget is appropriated and approved at the fund level by the Board and certified to the State of Colorado as such. Transfers of appropriations between funds require the approval of the Board.

Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. The General Fund comparisons are presented on page 69 as part of the required supplementary information. For all other governmental and proprietary funds, the comparisons are presented in the other supplementary information subsection of this report, which begins on page 77.

FACTORS AFFECTING FINANCIAL CONDITION

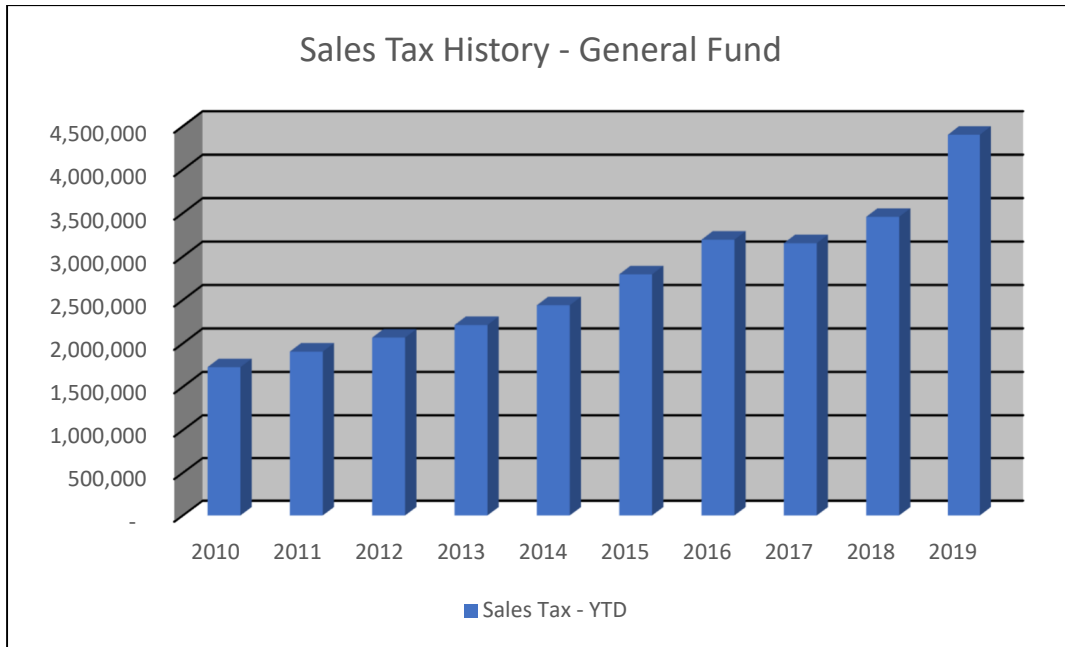
LOCAL ECONOMY

The Town is a unique community of citizens, businesses, and governments that are united in creating a stable, safe, prosperous, and healthy environment in which to live, work, worship, learn, and exercise the rights and freedoms provided by the United States Constitution. The Town has been recognized in several national and Colorado listings for its cost of home ownership, amenities, and for being a safe environment. During 2019, the Town was named the seventh safest community in Colorado by Safewise. The Town continues to grow and develop attracting additional retail and lodging facilities along with more residents. In 2020 Centennial Lending, a regional mortgage lender, will open its 80 person headquarter office in Firestone. The area has a homeownership rate of 88.6 percent, and a median household income of \$97,102 annually per datausa.io. The median home value in Firestone is \$329,000. In addition, according to City-Data.com, the Town's cost of living index is 103.2, which is near the United States average of 100. In order to maximize commercial and residential development opportunities, the Town continued with a strategic and targeted economic development program in 2019. The objective of the plan is to attract new businesses and encourage expansion of existing businesses.

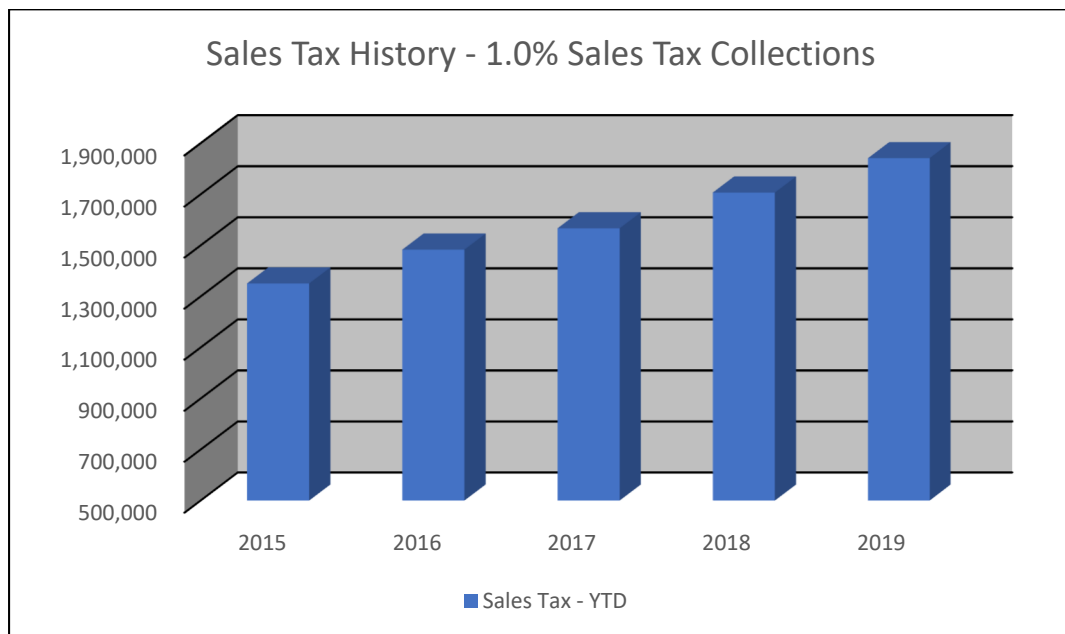
The Town is currently working to increase the number and variety of businesses throughout the community, including initiatives to enhance the economic success of historic Old Town Firestone. The tables below detail the Town's taxable assessed value (AV) for the past ten years.

AV Year/Year Levied	Assessed Valuation
2010/2011	\$ 116,860,720
2011/2012	\$ 132,306,920
2012/2013	\$ 142,807,170
2013/2014	\$ 135,635,763
2014/2015	\$ 147,288,760
2015/2016	\$ 170,842,090
2016/2017	\$ 208,282,680
2017/2018	\$ 215,444,970
2018/2019	\$ 231,241,860
2019/2020	\$ 266,484,840

Because of the growth of the Town's residential and retail base, sales tax revenues have shown significant growth throughout the past ten years. The retail trade sector has steadily employed more of the Town's population in the past several years and significantly influences the Town's economy. The chart on the next page reflects the increase in Sales tax revenues throughout the last ten years (as of December of each year).



In addition to the sales tax revenues shown in the previous chart, in November 2013, the Town's citizens approved a 1 percent additional sales tax to be utilized for street and park capital projects, operation and maintenance and associated debt service issuances/payments. Collection of this additional tax began in 2014 and will provide for long term sustainability of the Town's streets and park assets. Below is a chart reflecting the increase in 1% sales tax revenues for the past five years (as of December of each year).



Recently, the Town's citizens approved a 0.6% Sales Tax increase for the purpose of constructing a Public Safety Facility that will house the police, the court, and will provide meeting space for the Town.

Collection of this sales tax began in 2018 and will expire after 25 years. The Town collected \$1.2 million from the 0.6% sales tax in 2018 and \$1.4 million in 2019.

LONG-TERM PLANNING

The Board and management are currently working on a major project that will impact the Town's financial position. In 2005, the Board indicated its desire to pursue participation in Northern Integrated Supply Project ("NISP") for future water needs. NISP is a joint project to develop water storage and supply facilities for a large group of water providers in the region. The Town maintains a long-range financial model in order to plan and provide future funding for this vital project.

The Town continuously monitors the status of its budget and will make adjustments, as warranted.

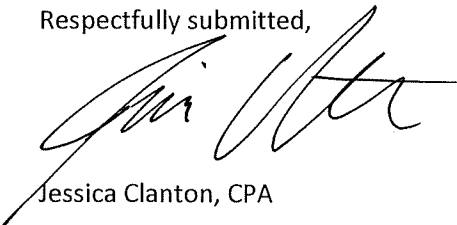
AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its comprehensive annual financial report for the fiscal year ended December 31, 2018. This was the thirteenth consecutive year that the Town has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principals and applicable legal requirements.

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

We would like to express our appreciation to all staff members who assisted and contributed to the preparation of this report. The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance and administrative departments. Credit also must be given to the Mayor and the Board for their unfailing support for maintaining the highest standards of professionalism in the management of the Town's finances.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Jessica Clanton', is written over a horizontal line.

Jessica Clanton, CPA

Finance Director



Government Finance Officers Association

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

Presented to

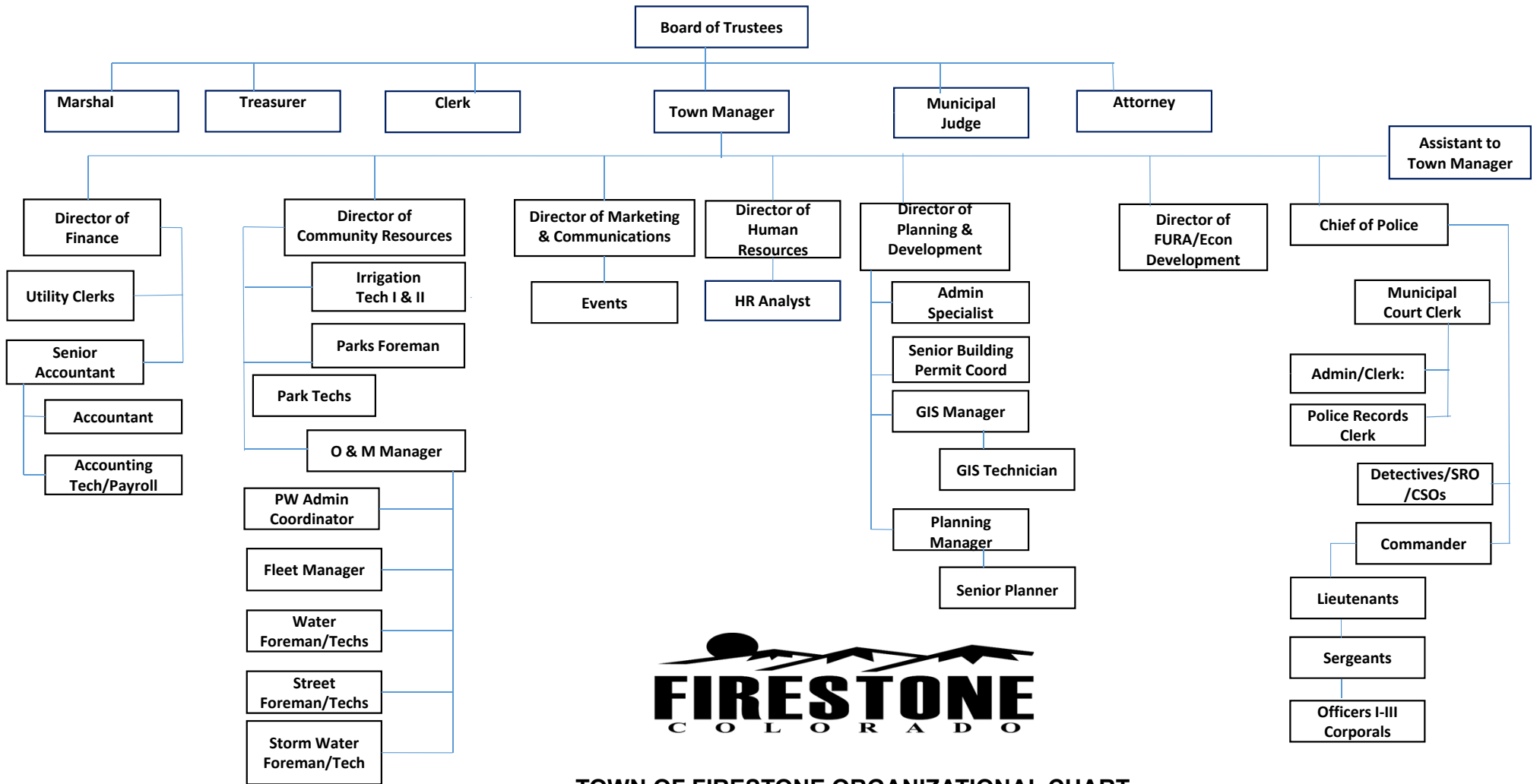
**Town of Firestone
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2018

Christopher P. Morill

Executive Director/CEO



TOWN OF FIRESTONE ORGANIZATIONAL CHART



LIST OF PRINCIPAL OFFICIALS – AS OF DECEMBER 31, 2019

Elected Officials

Mayor Bobbi Sindelar
Mayor Pro-tem Drew Peterson
Trustee Don Conyac
Trustee George Heath
Trustee Frank Jimenez
Trustee Samantha Meiring
Trustee Doug Sharp

Appointed Officials

Town Clerk Jessica Koenig
Town Treasurer Jessica Clanton, CPA
Town Attorney Bill Hayashi, Williamson & Hayashi, LLC
Town Engineer Matt Wiederspahn
Municipal Judge Paul Basso

Department Directors

Town Manager AJ Krieger
Assistant to Town Manager Raelynn Ferrera
Chief of Police David Montgomery
Economic Development and FURA Director Paula Mehle
Finance Director Jessica Clanton, CPA
Human Resource Director Janet Sloat
Marketing and Communications Director Katie Hansen
Planning Director Todd Bjerkaas
Public Works Director Julie Pasillas



INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and the Town Board of Trustees
Town of Firestone, 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 Firestone, Colorado (the Town), as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Town'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. 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 remaining fund information of the Town of Firestone, as of December 31, 2019, 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.

Fiscal Focus Partners, LLC

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 13, the budgetary comparison information on page 69, and the pension and other postemployment benefits schedules on pages 70 through 75 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 Town's basic financial statements. The introductory section, budgetary comparison information on pages 77 and 78, combining and individual fund financial statements and schedules, enterprise fund budgetary comparison information, statistical section, and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The budgetary comparison information on pages 77 and 78, combining and individual fund financial statements and schedules, enterprise fund budgetary comparison, and Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Fiscal Focus Partners, LLC

Greenwood Village, Colorado
June 24, 2020

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

As management of the Town, we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2019. We encourage readers to consider the information presented here in conjunction with additional information furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources as of December 31, 2019 by \$152.8 million. Of this amount, \$22.3 million is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.
- The Town's total net position increased by \$9.5 million, or 6.6%. Governmental net position increased by \$5.7 million, or 10.6%, and business-type net position increased by \$3.8 million, or 4.3%.
- As of December 31, 2019, the Town's governmental funds reported combined ending fund balances of \$27.4 million, a decrease of \$1.6 million from 2018. Approximately 13.8% of this total amount or \$3.8 million is unassigned and available for discretionary spending for the benefit of Town citizens.
- Outlays for capital assets included purchase of land; construction of the Police building and streets; water and storm water infrastructure; improvements to various parks; acquisition of public works equipment and vehicles. See the Capital Assets section of this management's discussion and analysis for more information.

Overview of the Financial Statements

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

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

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

The statement of activities presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town include general government, public safety, public works and parks. Business-type activities include the water system and storm drainage system.

The government-wide financial statements can be found on pages 15 through 17 of this report.

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

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

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

The Town maintains 7 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Sales Tax Capital Improvement Fund, and Sales and Use Tax – Police Facility Capital Improvement Fund, which are all considered to be major funds. Data from the other 4 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Town adopts an annual appropriated budget for each individual governmental fund. A budgetary comparison statement has been provided for all governmental funds to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 18 through 21 of this report.

Proprietary Funds: The Town maintains two individual proprietary funds. Enterprise funds are used to report the same functions presented as a business-type activities in the government-wide financial statements. The Town uses enterprise funds to account for its water and stormwater operations.

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water operation and the stormwater operation, which are both considered to be major funds.

The basic proprietary fund financial statements can be found on pages 22 through 24 of this report.

Notes to Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 25 of this report.

Required Supplementary Information: Required supplementary information consists of a budgetary comparison statement for the General Fund and supporting pension and the other post-employment benefit schedules found on pages 69 through 75.

Other Information: The budgetary comparison statements for the major debt service funds are presented immediately following the required supplementary information and begin on page 77 of this report. In addition, the combining statements and budget schedules for the nonmajor governmental funds and all of the proprietary funds are also presented in this section.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town, assets and deferred outflows exceeded liabilities and deferred inflows by \$152.8 million at December 31, 2019. The Town reported positive balances in net position for both governmental and business-type activities.

Total Assets increased by \$15.7 million or 9%. This is partially from additional investments from the 2019 Certificates of Participation (COP) that were issued during the year and not yet spent on the construction/addition of Town Hall (Note 7).

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

The following table reflects the Town's Condensed statement of net position.

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
ASSETS						
Current and Other Assets	\$ 30,651	\$ 34,619	15,768	\$ 10,246	\$ 46,419	\$ 44,865
Capital Assets	59,968	48,797	84,597	81,611	144,565	130,408
Total Assets	90,619	83,416	100,365	91,857	190,984	175,273
TOTAL DEFERRED OUTFLOWS OF RESOURCES	3,194	1,068	270	50	3,464	1,118
LIABILITIES						
Long-Term Liabilities						
Outstanding	30,777	24,316	6,625	2,082	37,402	26,398
Other Liabilities	1,467	3,738	853	418	2,320	4,156
Total Liabilities	32,244	28,054	7,478	2,500	39,722	30,554
TOTAL DEFERRED INFLOWS OF RESOURCES	1,933	2,487	3	66	1,936	2,553
NET POSITION						
Net Investment in						
Capital Assets	41,258	28,110	78,691	80,031	119,949	108,141
Restricted	10,522	13,841	-	-	10,522	13,841
Unrestricted	7,856	11,992	14,462	9,310	22,318	21,302
Total Net Position	\$ 59,636	\$ 53,943	\$ 93,153	\$ 89,341	\$ 152,789	\$ 143,284

Total Liabilities increased by \$9.1 million or 30%. This is primarily due to the 2019 COPs that were issued. These are discussed in Note 7 to the financial statements.

By far the largest portion of the Town's net position (78.5%) reflects its investment in capital assets (e.g., land, buildings, streets, water, storm drainage systems, equipment, and vehicles), less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's 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 accounts for 6.9% of its total net position, representing resources that are subject to external restrictions on how they may be used. The remaining component of net position is unrestricted, representing 14.6% of the Town's total net position and may be used to meet ongoing obligations to the Town's residents and creditors.

The Town's Statement of Activities reflects a decrease in revenues for 2019 of \$9.8 million or 23.2% over prior year. This is due to the Town receiving \$11.8 million for water credit bidding in 2018. The Town did not receive this revenue in 2019.

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

The Town's expenses for 2019 increased by \$2.7 million or 13.1% over 2018. These changes primarily occurred in the Governmental Activities and are due to several key position vacancies being filled during 2019 and a change in how reimbursable developer expenditures are handled.

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
PROGRAM REVENUES						
Charges for Services	\$ 5,076	\$ 5,476	\$ 7,456	\$ 6,358	\$ 12,532	\$ 11,834
Operating Grants and Contributions	690	508	67	10	757	518
Capital Grants and Contributions	2,261	2,198	901	13,936	3,162	16,134
GENERAL REVENUE						
Property Taxes	3,121	2,911	-	-	3,121	2,911
Sales and Use Taxes	10,167	8,123	-	-	10,167	8,123
Other Taxes	1,395	1,208	-	-	1,395	1,208
Other Revenue	1,117	993	249	572	1,366	1,565
Total Revenues	23,827	21,417	8,673	20,876	32,500	42,293
EXPENSES						
General Government	7,347	6,570	-	-	7,347	6,570
Public Safety	3,999	3,935	-	-	3,999	3,935
Public Works	4,333	4,126	-	-	4,333	4,126
Parks	1,686	1,039	-	-	1,686	1,039
Interest and Fiscal Charges	770	554	-	-	770	554
Water/Stormwater	-	-	4,861	4,114	4,861	4,114
Total Expenses	18,135	16,224	4,861	4,114	22,996	20,338
INCREASE (DECREASE) IN NET POSITION BEFORE TRANSFERS	5,692	5,193	3,812	16,762	9,504	21,955
Transfers	-	(250)	-	250	-	-
INCREASE (DECREASE) IN NET POSITION	5,692	4,943	3,812	17,012	9,504	21,955
Net Position - January 1	53,943	49,000	89,341	72,329	143,284	121,329
NET POSITION - DECEMBER 31	\$ 59,635	\$ 53,943	\$ 93,153	\$ 89,341	\$ 152,788	\$ 143,284

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

General Government Functions

The following schedule presents a summary of the governmental funds revenues from various sources for the fiscal year ended December 31, 2019 and the changes from the prior year.

REVENUE SOURCE	2019		2018		Increase (Decrease)	
	Amount	Percent	Amount	Percent	Amount	Percent
Taxes	\$ 13,489	62.5 %	\$ 11,235	58.4 %	\$ 2,254	20.1%
Intergovernmental	1,360	6.3	1,045	5.4	315	30.1
Licenses, Fees and Charges	4,910	22.8	4,474	23.3	436	9.7
Fines	166	0.8	244	1.3	(78)	(32.0)
Grants	448	2.1	369	1.9	79	21.4
Miscellaneous	1,193	5.6	1,851	9.6	(658)	(35.5)
Total Revenue (\$000s)	<u>\$ 21,566</u>	100.0%	<u>\$ 19,218</u>	100.0%	<u>\$ 2,348</u>	12.2%

Overall 2019 revenue increased by 12.2% or \$2.3 million over 2018.

The largest source of revenue for 2019 was derived from taxes, 62.5% of total revenues. Overall tax revenue increased by 20.1% or \$2.3 million. Property tax revenue in 2019 increased by \$0.2 million or 7.2% over 2018 due primarily to an increase in assessed value. The Town has maintained its mill levy at 6.805 mills for over ten years. Sales and Use taxes increased by \$2.0 million or 25.2% due to sales tax being collected for online sales in 2019.

Intergovernmental revenue remained consistent with the prior year, while grant revenue increased due to a one-time DOLA grant received for the public safety building. Full grant amount awarded was \$0.8 million, of this \$0.4 million was received as reimbursement in 2019.

Licenses, Fees and Charges show a 9.7% increase from 2018 due to including Franchise Fees, Oil and Gas Royalties, and Street Lighting Fees in Licenses, fees, and charges. Miscellaneous revenue decreased due to better tracking methods and application in the account structure. One of these changes includes Impact fees which are now reported in the proprietary funds that directly benefit from the fees.

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

The following schedule presents a summary of the governmental funds expenditures for the fiscal year ended December 31, 2019 and the changes from the prior year.

	2019		2018		Increase (Decrease)	
	Amount	Percent	Amount	Percent	Amount	Percent
EXPENDITURES						
General Government	\$ 7,421	25.9 %	\$ 6,188	26.5 %	\$ 1,233	19.9 %
Public Safety	3,971	13.8	3,661	15.7	310	8.5
Public Works	1,406	4.9	1,500	6.4	(94)	(6.3)
Parks	1,485	5.2	682	2.9	803	117.7
Capital Outlay	12,558	43.8	9,436	40.4	3,122	33.1
Debt Service	1,857	6.5	1,882	8.1	(25)	(1.3)
Total Expenditures (\$000s)	<u>\$ 28,698</u>	100.0%	<u>\$ 23,349</u>	100.0%	<u>\$ 5,349</u>	22.9%

Overall expenditures for 2019 increased by \$5.3 million or 22.9% over the prior year.

General government expenditures increased \$1.2 million in 2019 mainly due to several key positions that had been vacant and were filled in 2019 as well as using less outside consultants and bringing the work in-house.

Public Safety increased by \$0.3 million or 8.5% due primarily to an increase in personnel and overall operating expenses. Public Works activities remained consistent with prior year. Parks increased by \$0.8 million or 117.7% due to a re-allocation of the irrigation division costs in 2019. Capital outlay increased by \$3.1 million or 33.1% due the completion of construction related to the Public Safety Facility for \$12 million. Debt service remained consistent with expectations from prior year.

Financial Analysis of the Town's Funds

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

Governmental Funds: The focus of the Town's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a governments net resources available for spending at the end of the fiscal year.

As of December 31, 2019, the Town's governmental funds reported combined ending fund balances of \$27.4 million, a decrease of \$1.5 million compared to prior year. Approximately 13.8% of the total fund balance constitutes unassigned fund balance, which is available for spending to meet the needs of Town Citizens. The remainder of fund balance is separated into four categories.

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

- Nonspendable fund balance includes amounts that cannot be spent because they are either not in a spendable form or they are legally or contractually required to be maintained intact. For 2019, this is \$0.1 million.
- Restricted fund balance has constraints placed on the use of these resources either externally imposed by creditors, grantors, contributors, or have been imposed by law through constitutional provisions or enabling legislation. For 2019, this includes:
 - Emergency reserves required by TABOR of \$0.4 million;
 - Conservation Trust funds as stipulated by State statute of \$0.3 million;
 - Facility Construction funds as stipulated by Certificates of Participation (COP) issued with voter consent of \$7 million;
 - Lodging taxes have been restricted for the purchase, development and maintenance of open space within the Town for a fund balance of \$0.5 million;
 - And, parks and streets as stipulated by the sales tax regulations imposed by voter approval for \$2.3 million.
- Committed Fund balances are reported pursuant to resolutions passed by the Board of Trustees.
 - Fund balances related to the Finance Urban Renewal Authorities – Southern, Northern, and Central are committed for projects within these three blighted areas in the amount of \$1.5 million;
 - Impact fees collected for Roadway, Local Parks, Regional Parks, and Municipal Facilities, have been committed for related capital projects of \$8.2 million.
- Assigned Fund balances are constrained by the Town's intent to use them for a specific purpose.
 - Working reserve is determined by calculating a minimum of 25% of the General Funds expenditures in the current year.

The General Fund is the chief operating fund of the Town. At December 31, 2019, unassigned fund balance of the General Fund was \$3.8 million while total fund balance increased to \$22.8 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and a total fund balance to total fund expenditures (including transfers). Unassigned fund balance represents 14.6% of total General Fund expenditures (including transfers out), while total fund balance represents 87.5% of that same amount.

The Town has established a working reserve of just over 25%, or \$3.3 million, of current year General Fund operating expenditures.

The fund balance of the Town's General Fund increased by \$7.7 million during 2019, due to the facility Construction COP discussed above.

Proprietary Funds. The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Both of the Town's proprietary funds are enterprise funds engaged in business-type activities.

The total net position of the enterprise funds as of December 31, 2019, was \$93 million, of which \$14.5 million was unrestricted. Total net position increased \$3.8 million over the prior year, with unrestricted net position increasing \$5.2 million.

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

The following schedule provides the breakdown of revenues by source for 2019:

REVENUE SOURCE	2019		2018		Increase (Decrease)	
	Amount	Percent	Amount	Percent	Amount	Percent
Charges for Services	\$ 6,879	79.3 %	\$ 6,358	30.5 %	\$ 521	8.2 %
Licenses and fees	577	6.7	-	-	577	100.0
Water Credit Bidding	-	-	11,816	56.6	(11,816)	(100.0)
Interest Earnings	249	2.9	384	1.8	(135)	(35.2)
Pension Investments	-	-	188	0.9	(188)	(100.0)
Capital Contributions	901	10.4	2,120	10.2	(1,219)	(57.5)
Miscellaneous	67	0.8	10	-	57	570.0
Total Revenue (\$000s)	<u>\$ 8,673</u>	100.0%	<u>\$ 20,876</u>	100.0%	<u>\$ (12,203)</u>	-58.5%

Proprietary Funds rely on charges for services to support related expenses. Charges for services of \$6.9 million for Proprietary Funds represented 79.3% of 2019 revenues, and increased \$0.5 million, or 8.2%, compared to the prior year. The other primary source of revenue, representing 10.4% of revenues comes primarily from capital contributions in the form of donated capital assets. This source of revenue decreased \$1.2 million, or 57.5% compared to 2018. The final decrease in revenues occurred due to water credits that the Town offered at auction. Normally, water credits are kept and do not provide a revenue source. In 2018, these water credits were not needed by the Town and brought in \$11.8 million, revenue that was not repeated in 2019.

Proprietary Fund expenses were \$4.9 million in 2019, an increase of \$0.7 million, or 18.2% compared to 2018. This is directly related to an increase of \$1.1 million in tap fees paid to Central Weld County Water District.

General Fund Budgetary Highlights

The Town's original budget for the General Fund anticipated a deficit of \$3.6 million, reflecting revenues of \$13 million, expenditures of \$27 million and other financing sources, net of other financing uses of \$10.4 million.

Actual results in the General Fund was an excess of \$7.7 million. Revenues in total exceeded budget mainly due to the issuance of debt in 2019 of \$5.6 million. There was a new Sales Tax requirement in Colorado as of January 1, 2019 to collect sales tax on online purchases increasing the taxes collected. Licenses, fees and charges related to building permits issued during the year are also up. With an increase in multi-family permits issued, the Town noticed an increase in related fees.

Capital Asset and Debt Administration

Capital Assets. The Town's investment in capital assets for its governmental and business-type activities as of December 31, 2019 amounts to \$144.6 million (net of accumulated depreciation). This investment in capital assets includes land and improvements, water shares, construction in progress, buildings and

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

improvements, infrastructure and equipment/vehicles. The total net increase in the Town's Investment in capital assets for the current fiscal year was \$14.2 million.

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
CAPITAL ASSETS						
Land	\$ 6,920	\$ 6,537	\$ 5,439	\$ 1,601	\$ 12,359	\$ 8,138
Water Shares	-	-	52,330	52,190	52,330	52,190
Construction in Progress	611	7,191	3,124	5,494	3,735	12,685
Land Improvements	1,762	1,954	-	-	1,762	1,954
Buildings and Improvements	16,480	836	-	-	16,480	836
Infrastructure	30,187	29,211	23,069	22,128	53,256	51,339
Equipment and Vehicles	4,008	3,068	634	198	4,642	3,266
Total Capital Assets (\$000s)	\$ 59,968	\$ 48,797	\$ 84,596	\$ 81,611	\$ 144,564	\$ 130,408

Additional information on the Town's capital assets can be found in Note 6 on pages 38 and 39 of the financial statements.

Long-Term Debt: At the end of 2019, the Town had \$2.9 million in sales tax revenue bonds reported in the governmental funds. In addition, the Town had Certificates of Participation outstanding totaling \$21.5 million. At December 31, 2019 the Water Fund had a \$5.9 million loan from the Colorado Water Conservation Board (CWCB). For 2019, the Town experienced a \$9 million increase overall in outstanding debt from 2018, mainly due to the issuance of the 2019 Certificates of Participation and additional drawdowns of funds from the CWCB.

The Town's debt consists of the following at December 31, 2019:

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Sales Tax Revenue Bonds	\$ 2,868	\$ 3,030	\$ -	\$ -	\$ 2,868	\$ 3,030
Certificate of Participation	21,520	16,465	-	-	21,520	16,465
CWCB Loan	-	-	5,906	1,580	5,906	1,580
Leases	892	1,192	-	-	892	1,192
Compensated Absences	410	282	28	29	438	311
Total Long-Term Debt (\$000s)	\$ 25,690	\$ 20,969	\$ 5,934	\$ 1,609	\$ 31,624	\$ 22,578

State Statutes limit the amount of general obligation debt the Town may issue up to 3% of estimated actual valuation, except for such debt as may be incurred in supplying water. The Town's outstanding debt is below this limit. Additional information on the Town's long-term debt can be found in Note 7 in the financial statements and the statistical section of this report for more details.

**TOWN OF FIRESTONE, COLORADO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2019**

Economic Factors and Next Year's Budgets and Rates

- There are several factors that drive the Town's budget and financial performance. The factors include but are not limited to the following: area employment rates, sales and use tax revenues, building permit valuation and issuance, population growth, and capital asset construction requirements.
- Currently, the Town's residential building permit valuation and issuance drives a reasonable part of the budgeted revenue for corresponding capital expenditures. The Town receives capital revenues from impact fees and water tap fees during the fiscal year, which will be utilized in future years to acquire or construct capital assets to serve future residents. A significant decrease in housing permits would have a significant adverse effect on impact fee revenues and corresponding capital projects.
- The Town has set aside significant amounts of reserves in the General Fund to enable it to continue to provide required services should an economic downturn occur.
- In November 2017, the residents of the Town, passed a 0.6% sales tax increase to fund the construction of a new Police Facility and associated debt service issuance/payments. In 2018, the Sales and Use Tax – Police Facility Capital Improvement Fund was established to account for the additional sales tax and related debt. The 2020 budget includes costs for debt service payments for Certificates of Participation issued in 2018.
- In 2018, a 5-year water and stormwater rate increase plan was implemented to raise funds to complete capital projects over the next decade.

All of these factors were considered in preparing the Town's budget for 2020.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Town of Firestone Finance Director, 151 Grant Ave, P.O. Box 100, Firestone, Colorado 80520-0100.

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TOWN OF FIRESTONE
STATEMENT OF NET POSITION
December 31, 2019

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Investments	\$ 19,017,975	\$ 14,989,077	\$ 34,007,052
Receivables	3,294,486	768,040	4,062,526
Prepaid Items	120,797	10,840	131,637
Cash and Investments, Restricted	8,217,810	-	8,217,810
Capital Assets, Non-Depreciable	7,531,203	60,893,152	68,424,355
Capital Assets, Net	52,437,124	23,703,281	76,140,405
Total Assets	90,619,395	100,364,390	190,983,785
DEFERRED OUTFLOWS OF RESOURCES			
Pensions	3,092,241	254,664	3,346,905
OPEB	101,888	14,956	116,844
Total Deferred Outflows of Resources	3,194,129	269,620	3,463,749
LIABILITIES			
Accounts Payable and Other Current Liabilities	675,931	538,181	1,214,112
Retainage Payable	8,671	-	8,671
Accrued Liabilities	218,039	-	218,039
Accrued Interest Payable	76,247	106,805	183,052
Developer Deposits	436,262	-	436,262
Unearned Revenue	51,671	-	51,671
Noncurrent Liabilities:			
Customer Deposits	-	207,886	207,886
Long-Term Liabilities			
Due within One Year	1,602,784	8,525	1,611,309
Due After One Year	24,086,988	5,925,692	30,012,680
Net Pension Liability	4,726,885	637,882	5,364,767
Net OPEB Liability	360,743	52,953	413,696
Total Liabilities	32,244,221	7,477,924	39,722,145
DEFERRED INFLOWS OF RESOURCES			
Deferred Property Tax Revenues	1,813,421	-	1,813,421
Pensions	109,390	1,874	111,264
OPEB	10,556	1,550	12,106
Total Deferred Inflows of Resources	1,933,367	3,424	1,936,791
NET POSITION			
Net Investment in Capital Assets	41,257,735	78,690,632	119,948,367
Restricted for:			
Emergencies	399,543	-	399,543
Conservation Trust	330,502	-	330,502
Facility Construction	7,041,991	-	7,041,991
Open Space	469,180	-	469,180
Parks and Streets	2,281,480	-	2,281,480
Unrestricted	7,855,505	14,462,030	22,317,535
Total Net Position	\$ 59,635,936	\$ 93,152,662	\$ 152,788,598

The accompanying notes are an integral part of these financial statements.

TOWN OF FIRESTONE
STATEMENT OF ACTIVITIES
Year Ended December 31, 2019

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
General Government	\$ 7,346,775	\$ 2,951,584	\$ -	\$ -
Public Safety	3,998,914	167,956	614,561	-
Public Works	4,333,351	977,560	75,129	2,261,265
Parks	1,686,172	978,632	-	-
Interest on Long-Term Debt	769,762	-	-	-
Total Governmental Activities	<u>18,134,974</u>	<u>5,075,732</u>	<u>689,690</u>	<u>2,261,265</u>
BUSINESS-TYPE ACTIVITIES				
Water	4,491,369	6,624,512	67,297	568,495
Stormwater	369,739	831,519	-	332,329
Total Business-Type Activities	<u>4,861,108</u>	<u>7,456,031</u>	<u>67,297</u>	<u>900,824</u>
Total	<u>\$ 22,996,082</u>	<u>\$ 12,531,763</u>	<u>\$ 756,987</u>	<u>\$ 3,162,089</u>

GENERAL REVENUES:

Property Taxes
Sales and Use Taxes
Highway Users Tax
Specific Ownership
Other Shared Taxes
Investment Earnings
Miscellaneous
Gain on Sale of Assets
Total General Revenues

CHANGE IN NET POSITION

NET POSITION - BEGINNING OF YEAR

NET POSITION - END OF YEAR

The accompanying notes are an integral part of these financial statements.

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Business- Type Activities	Total
\$ (4,395,191)	\$ -	\$ (4,395,191)
(3,216,397)	-	(3,216,397)
(1,019,397)	-	(1,019,397)
(707,540)	-	(707,540)
(769,762)	-	(769,762)
<u>(10,108,287)</u>	<u>-</u>	<u>(10,108,287)</u>
-	2,768,935	2,768,935
-	794,109	794,109
<u>-</u>	<u>3,563,044</u>	<u>3,563,044</u>
<u>(10,108,287)</u>	<u>3,563,044</u>	<u>(6,545,243)</u>
3,120,988	-	3,120,988
10,166,807	-	10,166,807
541,420	-	541,420
105,737	-	105,737
748,438	-	748,438
640,060	248,725	888,785
426,503	-	426,503
51,693	-	51,693
<u>15,801,646</u>	<u>248,725</u>	<u>16,050,371</u>
5,693,359	3,811,769	9,505,128
<u>53,942,577</u>	<u>89,340,893</u>	<u>143,283,470</u>
<u>\$ 59,635,936</u>	<u>\$ 93,152,662</u>	<u>\$ 152,788,598</u>

**TOWN OF FIRESTONE
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2019**

	General Fund	Sales Tax Capital Improvement Fund	Sales and Use Tax - Police Facility Capital Improvement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and Investments	\$ 17,534,847	\$ -	\$ -	\$ 1,483,128	\$ 19,017,975
Cash and Investments, restricted	5,558,371	1,398,233	1,261,206	-	8,217,810
Receivables	2,740,609	331,463	222,414	-	3,294,486
Prepaid Items	120,797	-	-	-	120,797
Total Assets	<u>25,954,624</u>	<u>1,729,696</u>	<u>1,483,620</u>	<u>1,483,128</u>	<u>30,651,068</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Accounts Payable	654,168	3,513	-	18,250	675,931
Retainage payable	8,671	-	-	-	8,671
Accrued Liabilities	210,352	-	-	7,687	218,039
Customer Deposits	436,262	-	-	-	436,262
Unearned Revenues	51,671	-	-	-	51,671
Total Liabilities	<u>1,361,124</u>	<u>3,513</u>	<u>-</u>	<u>25,937</u>	<u>1,390,574</u>
DEFERRED INFLOWS OF RESOURCES					
Property Tax Revenues	<u>1,813,421</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,813,421</u>
Total Deferred inflows of resources	<u>1,813,421</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,813,421</u>
FUND BALANCE					
Nonspendable	120,797	-	-	-	120,797
Restricted for:					
Emergencies	399,543	-	-	-	399,543
Conservation Trust	330,502	-	-	-	330,502
Facility Construction	5,558,371	-	1,483,620	-	7,041,991
Open Space	469,180	-	-	-	469,180
Parks and Streets	555,297	1,726,183	-	-	2,281,480
Committed for:					
Impact Fees	8,221,410	-	-	-	8,221,410
FURA Improvements	-	-	-	1,457,191	1,457,191
Assigned for:					
Working Reserve	3,329,528	-	-	-	3,329,528
Unassigned	3,795,451	-	-	-	3,795,451
Total Fund Balance	<u>22,780,079</u>	<u>1,726,183</u>	<u>1,483,620</u>	<u>1,457,191</u>	<u>27,447,073</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u>\$ 25,954,624</u>	<u>\$ 1,729,696</u>	<u>\$ 1,483,620</u>	<u>\$ 1,483,128</u>	<u>\$ 30,651,068</u>

The accompanying notes are an integral part of these financial statements.

**TOWN OF FIRESTONE
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
December 31, 2019**

Total Fund Balance - Governmental Funds	\$ 27,447,073
Amounts reported for governmental activities on the Statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds.	59,968,327
Long-term liabilities, including interest payable, leases, compensated absences, and certificates of participation, are not due and payable from current financial resources, and therefore, are not reported as liabilities in the governmental funds.	(25,766,019)
Net pension liability is not payable from current financial resources and, therefore, are not reported in the funds.	(4,726,885)
Pension related deferred outflows of resources used in governmental activities are not financial resources and, therefore are not reported in the funds.	3,092,241
Pension related deferred inflows of resources used in governmental activities are not due and payable in the current year and, therefore, are not reported in the funds.	(109,390)
Net OPEB liability is not payable from current financial resources and, therefore, are not reported in the funds.	(360,743)
OPEB related deferred outflows of resources used in governmental activities are not financial resources and, therefore are not reported in the funds.	101,888
OPEB related deferred inflows of resources used in governmental activities are not due and payable in the current year and, therefore, are not reported in the funds.	<u>(10,556)</u>
Net Position - Governmental Activities	<u>\$ 59,635,936</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF FIRESTONE
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
GOVERNMENTAL FUNDS
Year Ended December 31, 2019

	General Fund	Sales Tax Capital Improvement Fund	Sales and Use Tax - Police Facility Capital Improvement Fund	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 8,583,975	\$ 1,841,898	\$ 1,381,891	\$ 1,681,342	\$ 13,489,106
Intergovernmental	1,360,479	-	-	-	1,360,479
Licenses, fees and charges	4,810,146	-	-	100,000	4,910,146
Fines	165,586	-	-	-	165,586
Grants	448,366	-	-	-	448,366
Investment Earnings	426,351	13,477	161,049	39,183	640,060
Miscellaneous	553,325	-	-	-	553,325
Total Revenues	<u>16,348,228</u>	<u>1,855,375</u>	<u>1,542,940</u>	<u>1,820,525</u>	<u>21,567,068</u>
EXPENDITURES					
Current:					
Town Administration	4,180,115	-	19,997	1,393,987	5,594,099
Municipal Court	137,131	-	-	-	137,131
Planning	1,689,408	-	-	-	1,689,408
Public Safety	3,970,905	-	-	-	3,970,905
Public Works	1,406,210	-	-	-	1,406,210
Parks	1,484,645	-	-	-	1,484,645
Capital Outlay	12,557,891	-	-	-	12,557,891
Debt Service:					
Principal	300,461	160,000	360,000	115,000	935,461
Interest expenditures	64,235	103,619	635,769	32,791	836,414
Debt issuance costs	85,000	-	-	-	85,000
Total Expenditures	<u>25,876,001</u>	<u>263,619</u>	<u>1,015,766</u>	<u>1,541,778</u>	<u>28,697,164</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>(9,527,773)</u>	<u>1,591,756</u>	<u>527,174</u>	<u>278,747</u>	<u>(7,130,096)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	11,833,886	-	-	148,991	11,982,877
Transfers out	(148,991)	(147,685)	(11,686,201)	-	(11,982,877)
Issuance of debt	5,585,000	-	-	-	5,585,000
Total Other Financing Sources (Uses)	<u>17,269,895</u>	<u>(147,685)</u>	<u>(11,686,201)</u>	<u>148,991</u>	<u>5,585,000</u>
NET CHANGE IN FUND BALANCES	<u>7,742,122</u>	<u>1,444,071</u>	<u>(11,159,027)</u>	<u>427,738</u>	<u>(1,545,096)</u>
FUND BALANCES - BEGINNING OF YEAR	<u>15,037,957</u>	<u>282,112</u>	<u>12,642,647</u>	<u>1,029,453</u>	<u>28,992,169</u>
FUND BALANCES - END OF YEAR	<u>\$ 22,780,079</u>	<u>\$ 1,726,183</u>	<u>\$ 1,483,620</u>	<u>\$ 1,457,191</u>	<u>\$ 27,447,073</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF FIRESTONE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2019

Net Change in Fund Balances - Total Governmental Funds	\$ (1,545,096)
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceed depreciation in the current period.	8,916,023
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Contributions of capital assets by developers increase net position in the Statement of of Activities but do not appear in the governmental funds because they are not financial resources.	2,261,265
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Net Value of Disposed Capital Assets	(5,820)
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Repayment of debt principal is an expenditure in the governmental funds. However, these payments are not an expenditure in the Statement of Activities. These payments are reflected as a reduction in long-term debt obligations in the Statement of Net Position.	935,461
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Issuance of debt is considered a revenue in the governmental funds. However, the proceeds are not revenue in the Statement of Activities. These payments are reflected as an increase in long-term debt obligations in the Statement of Net Position.	(5,585,000)
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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 the Government funds.	716,526
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Change in Net Position of Governmental Activities	<u><u>\$ 5,693,359</u></u>
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The accompanying notes are an integral part of these financial statements.

TOWN OF FIRESTONE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2019

	Water Fund	Stormwater Fund	Total
CURRENT ASSETS			
Cash and Investments	\$ 13,495,931	\$ 1,493,146	\$ 14,989,077
Receivables	705,051	62,989	768,040
Prepaid Items	10,840	-	10,840
Total Current Assets	<u>14,211,822</u>	<u>1,556,135</u>	<u>15,767,957</u>
NONCURRENT ASSETS			
Capital Assets:			
Land	5,438,943	-	5,438,943
Water Rights	52,330,398	-	52,330,398
Utility Systems	21,543,649	7,032,435	28,576,084
Construction in Progress	3,121,142	2,669	3,123,811
Equipment	766,615	424,815	1,191,430
Less Accumulated Depreciation	<u>(5,643,766)</u>	<u>(420,467)</u>	<u>(6,064,233)</u>
Total Noncurrent Assets	<u>77,556,981</u>	<u>7,039,452</u>	<u>84,596,433</u>
 Total Assets	 <u>91,768,803</u>	 <u>8,595,587</u>	 <u>100,364,390</u>
DEFERRED OUTFLOWS OF RESOURCES			
OPEB	11,752	3,204	14,956
Pensions	198,558	56,106	254,664
Total Deferred outflows of resources	<u>210,310</u>	<u>59,310</u>	<u>269,620</u>
CURRENT LIABILITIES			
Accounts Payable	522,093	1,378	523,471
Accrued Liabilities	7,853	6,857	14,710
Accrued Interest Payable	106,805	-	106,805
Accrued Compensated Absences	6,535	1,990	8,525
Total Current Liabilities	<u>643,286</u>	<u>10,225</u>	<u>653,511</u>
NONCURRENT LIABILITIES			
Customer Deposits	206,150	1,736	207,886
Accrued Compensated Absences	15,248	4,643	19,891
CWCB Loan	5,905,801	-	5,905,801
Net OPEB Liability	42,225	10,728	52,953
Net Pension Liability	497,349	140,533	637,882
Total Noncurrent Liabilities	<u>6,666,773</u>	<u>157,640</u>	<u>6,824,413</u>
 Total Liabilities	 <u>7,310,059</u>	 <u>167,865</u>	 <u>7,477,924</u>
DEFERRED INFLOWS OF RESOURCES			
OPEB	1,272	278	1,550
Pensions	1,461	413	1,874
Total Deferred inflows of resources	<u>2,733</u>	<u>691</u>	<u>3,424</u>
NET POSITION			
Net Investment in Capital Assets	71,651,180	7,039,452	78,690,632
Unrestricted	<u>13,015,141</u>	<u>1,446,889</u>	<u>14,462,030</u>
 Total Net Position	 <u>\$ 84,666,321</u>	 <u>\$ 8,486,341</u>	 <u>\$ 93,152,662</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF FIRESTONE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
Year Ended December 31, 2019

	Water Fund	Stormwater Fund	Total
OPERATING REVENUE			
Charges for Services	\$ 6,283,738	\$ 595,187	\$ 6,878,925
Licenses and fees	340,774	236,332	577,106
Other Operating Revenues	67,297	-	67,297
Total Operating Revenues	<u>6,691,809</u>	<u>831,519</u>	<u>7,523,328</u>
OPERATING EXPENSES			
Operations	866,680	190,301	1,056,981
Administration	366,357	7,854	374,211
Resources	560,273	-	560,273
Water Treatment & Tap Fees	2,035,296	-	2,035,296
Pension expense	59,580	31,151	90,731
OPEB expense	12,891	3,643	16,534
Depreciation	483,487	136,790	620,277
Total Operating Expenses	<u>4,384,564</u>	<u>369,739</u>	<u>4,754,303</u>
OPERATING INCOME	<u>2,307,245</u>	<u>461,780</u>	<u>2,769,025</u>
NONOPERATING REVENUES (EXPENSES)			
Interest Earnings	220,801	27,924	248,725
Interest Expense	(106,805)	-	(106,805)
Total Nonoperating Revenues	<u>113,996</u>	<u>27,924</u>	<u>141,920</u>
INCOME BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	2,421,241	489,704	2,910,945
Contributed Capital Assets	<u>568,495</u>	<u>332,329</u>	<u>900,824</u>
CHANGE IN NET POSITION	2,989,736	822,033	3,811,769
NET POSITION - BEGINNING OF YEAR	<u>81,676,585</u>	<u>7,664,308</u>	<u>89,340,893</u>
NET POSITION - END OF YEAR	<u><u>\$ 84,666,321</u></u>	<u><u>\$ 8,486,341</u></u>	<u><u>\$ 93,152,662</u></u>

The accompanying notes are an integral part of these financial statements.

TOWN OF FIRESTONE
STATEMENTS OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended December 31, 2019

	Business-Type Activity		
	Water Fund	Stormwater Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	\$ 6,151,286	\$ 824,853	\$ 6,976,139
Cash Paid to Suppliers	(3,100,082)	(52,754)	(3,152,836)
Cash Paid to and for Employees	(486,756)	(140,674)	(627,430)
Operating Grants Received	67,297	-	67,297
Net Cash Provided by Operating Activities	<u>2,631,745</u>	<u>631,425</u>	<u>3,263,170</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Loan Proceeds	4,325,801	-	4,325,801
Acquisition of Capital Assets	<u>(2,277,004)</u>	<u>(427,484)</u>	<u>(2,704,488)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>2,048,797</u>	<u>(427,484)</u>	<u>1,621,313</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Income	220,801	27,924	248,725
Investment Expense	<u>(106,805)</u>	<u>-</u>	<u>(106,805)</u>
Net Cash Provided by Investing Activities	<u>113,996</u>	<u>27,924</u>	<u>141,920</u>
Net Increase in Cash and Cash Equivalents	4,794,538	231,865	5,026,403
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>8,701,393</u>	<u>1,261,281</u>	<u>9,962,674</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 13,495,931</u>	<u>\$ 1,493,146</u>	<u>\$ 14,989,077</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH FROM OPERATING ACTIVITIES			
Operating Income	\$ 2,307,245	\$ 461,780	\$ 2,769,025
Adjustments to Reconcile Operating Income to Net Cash Flows from Operating Activities			
Depreciation and Amortization	483,487	136,790	620,277
(Increase) Decrease in Accounts Receivable	(509,381)	(6,665)	(516,046)
(Increase) Decrease in Prepaid Expenses	19,879	-	19,879
Increase (Decrease) in Customer Deposits	36,155	(1)	36,154
Increase (Decrease) in Accounts Payable	173,737	(3,607)	170,130
Increase (Decrease) in Accrued Interest Payable	52,280	-	52,280
Increase (Decrease) in Accrued Expenses	<u>68,343</u>	<u>43,128</u>	<u>111,471</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$ 2,631,745</u>	<u>\$ 631,425</u>	<u>\$ 3,263,170</u>
NON-CASH INVESTING AND FINANCING TRANSACTIONS			
Contributed Capital Assets	<u>\$ 568,495</u>	<u>\$ 332,329</u>	<u>\$ 900,824</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Town of Firestone (the Town), have been prepared in conformity with generally accepted accounting principles (GAAP) 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. Following is a summary of the more significant accounting policies.

Financial Reporting Entity

The Town was incorporated in 1908 as a statutory municipality. The governing body of the Town consists of a mayor and six Board of Trustee members. The Town's major operations include general administrative services, municipal court, planning and development, engineering, public safety, public works, parks, utility billing, water services, and street and storm drainage systems.

In conformance with governmental accounting and financial reporting standards, the Town is the reporting entity for financial reporting purposes. The Town is the primary government financially accountable for all activities of the Town. The Town meets the criteria of a primary government: its Town Board of Trustees is the publicly elected governing body; it is a legally separate entity; and it is fiscally independent. The Town is not included in any other governmental reporting entity.

As defined by GAAP established by the GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. The Town is financially accountable for an organization if the Town appoints a voting majority of the organization's governing board and (1) the Town is able to significantly influence the programs or services performed or provided by the organizations; or (2) the Town is legally entitled to or can otherwise access the organization's resources; the Town is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Town is obligated for the debt of the organization.

Based on the application of the above criteria, the Town considers the Firestone Finance Authority, the Firestone Urban Renewal Authorities, and the St Vrain Water Authority as blended component units. The Firestone Finance Authority was created to account for the acquisition and development of Central Park and its related debt service. The Firestone Urban Renewal Authorities were established to develop and implement a plan to renew and revitalize portions of the northern, central and southern Firestone areas. The Firestone Urban Renewal Authority – Southern did not have any activity during 2019. The St. Vrain Water Authority was formed in 2019 for the purpose of owning and operating the St. Vrain Water Treatment Plant to provide potable water for the benefit of the Members, the Town of Firestone and the Little Thompson Water District. There was no activity in the St. Vrain Water Authority during 2019. The basis for blending is that the Town's Board acts as the governing board for the entity or appoints the voting majority of the governing board. Separate financial statements are not issued for the entities.

Joint Ventures

The Town may participate in joint ventures created for special purposes which are not part of the Town's reporting entity. The following is a description of the only joint venture in which the Town participated in during the year ended December 31, 2019.

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

The **E911 Emergency Telephone Service Authority Board** (E911 Authority) was created by intergovernmental agreements pursuant to Article 11 of Title 29, C.R.S., as amended, that authorizes the county, municipalities within the county, and special districts within the county to enter into an agreement for the purpose of providing 911 emergency telephone services. Per the state statute cited above, the agreement creates a separate legal entity which is responsible for administering the operations of the 911 emergency telephone service program in Weld County. The authority board consists of seven members with four selected by the Weld County Commissioners, one member each is selected by the City of Greeley, City of Fort Lupton and Weld County Sheriff. Under the by-laws of E911 Authority, Weld County is required to pay all operating costs. They are to maintain all accounts and have accounts audited. State statute requires that all funds be maintained by the Weld County Treasurer. The operation of the E911 Authority is done contractually by the Weld County Communication Regional Center. The financial statements are prepared for E911 Emergency Telephone Service Authority Board by Weld County, Colorado. In conformity with generally accepted accounting principles (GAAP) as applied to a government unit the E911 Authority's financial reports are a component unit in the Weld County Comprehensive Annual Financial Report (CAFR). Complete financial statements of this joint venture are available at www.weldgov.com/departments/accounting/cafr.

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

Government-wide and Fund Financial Statements

The government-wide statements include the statement of net position and the statement of activities, which display information about the primary government (the Town) and its component units. These statements distinguish between the *governmental* and *business-type activities* of the Town. Governmental activities are generally financed through taxes, intergovernmental revenues and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of net position reports all financial and capital resources of the Town. The difference between the sum of assets and deferred outflows of resources and the sum of liabilities and deferred inflows of resources is reported as net position.

The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the Town and for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

Separate financial statements are provided for governmental funds and proprietary funds. The Town does not operate any fiduciary funds. Major individual governmental funds and proprietary funds are reported as separate columns in the fund financial statements.

Governmental Funds

Governmental funds are those through which governmental functions of the Town are financed. The acquisition, use and balances of the Town's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is upon determination of and changes in financial position rather than upon net income. The following are the Town's major governmental funds:

The General Fund is the general operating fund of the Town. It is used to account for financial resources except those required to be accounted for in another fund.

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

The Sales Tax Capital Improvement Fund is a debt service fund which was established to account for financial resources accumulated for principal and interest payments maturing in future years related to the 2014 Revenue Bonds.

The Sales and Use Tax – Police Facilities Capital Improvement Fund is a debt service fund which was established to account for financial resources accumulated for principal and interest payments maturing in future years related to the 2018 Certificates of Participation (COP).

Other Governmental Funds are non-major funds and include a Debt Service Fund (Firestone Finance Authority) and Special Revenue Funds (Firestone Urban Renewal Authority – Southern, Firestone Urban Renewal Authority – Northern and Firestone Urban Renewal Authority – Central) which have been established to account for revenues derived from specific taxes or other earmarked revenue sources which finance specific activities as required by law or administrative action.

Proprietary funds focus on the determination of the changes in net position, financial position and cash flows and are classified as enterprise funds. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The Town reports the following major enterprise funds:

The Water Fund accounts for the financial transactions related to the water service operations of the Town.

The Stormwater Fund accounts for the financial transactions related to the stormwater service operations of the Town.

Measurement Focus, Basis of Accounting

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Property taxes are reported as revenue in the fiscal year for which the taxes are levied. Revenue from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

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 Town considers revenues to be available if they are collected within 60 days after year-end. Property taxes, sales taxes, grants and intergovernmental revenues are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt and claims and judgments, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

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 proprietary fund's principal ongoing operations. Operating revenues consist of charges to customers for service provided. The operating expenses for the proprietary funds include the cost of administrative expenses, services and supplies, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Budgets and Budgetary Accounting

In accordance with the State Budget Law, the Town Board of Trustees annually adopts the Budget Resolution for all operating funds of the Town. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all funds, with the exception of the proprietary funds, which are budgeted on a non-GAAP basis of accounting. All annual appropriations are at the fund level and lapse at fiscal year-end.

By October 15 of each year, a proposed operating budget is submitted to the Board of Trustees 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 by the Town to obtain taxpayer comments.

Prior to December 15, the budget is legally adopted through passage of a resolution for all Town funds. Revisions that increase the expenditure of any fund must be approved by the Board of Trustees by passage of a subsequent resolution. The Budgets for the Sales and Use Tax – Police Facility Capital Improvement Fund and the Firestone Urban Renewal Authority – Central were amended by the Board of Trustees through resolutions 20-62 and 19-06, respectively.

Cash and Investments

All cash is pooled and invested by the Town. The Town makes investments pursuant to its investment policy and relevant State of Colorado statutes. For purposes of the statement of cash flows, cash equivalents are defined as liquid investments with original maturity dates of 90 days or less at the time of purchase.

Investments at December 31, 2019, consisted of CSAFE – Cash Portfolio, CSAFE – Colorado Core, and ColoTrust in accordance with GASB Statement 72 "Fair Value Measurement and Application".

Receivables and Payables

All property tax and other receivables are shown net of an allowance for uncollectibles. Activities between funds where an outstanding balance is present at year-end and is expected to be repaid within one year are reported as "due to/from other funds" in the fund financial statements. If such balances are expected to remain outstanding for more than one year from the current year-end date, the balances are reported as "advances to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

No allowance is provided for utility service charges since delinquent amounts are certified as a lien against the property billed and are expected to be fully collectible.

**TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

Property Tax Calendar

Property taxes are not due and payable until after the assessment year has ended and are not included in the budget or statement of revenues, expenditures and changes in fund balance of the assessment year.

Property taxes are recorded as deferred inflows of resources in the year they are levied and measurable. The deferred property tax revenues are recorded as revenue in the year they are available or collected.

By December 15th of each year, property taxes for the Town are levied by the Board of Trustees and certified to Weld County (the County) for collection in the subsequent year. These taxes attach as an enforceable lien on property as of January 1 of the succeeding year and are payable in full by April 20 or in two installments by June 15 in the year of collection. The taxes are collected by the Weld County Treasurer on behalf of the Town. A 1% collection fee is retained by the County as compensation for collecting the taxes.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond year end are recorded as prepaid items in the government-wide and fund financial statements and will be reported as expenses/expenditures in the following year.

Capital Assets

Capital assets, which include land, water rights, buildings and improvements, land and improvements, streets and storm drainage, machinery and equipment, and construction in progress are reported in the government-wide financial statements. The Town defines capital assets as assets with an initial, individual cost of \$5,000 or more and a 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 acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are completed.

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

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

Compensated Absences

It is the Town's policy to permit employees to accumulate earned but unused paid time off (PTO) and compensatory time. It is the Town's policy to permit employees to accumulate earned but unused paid time off up to a maximum of 320 hours, dependent on length of service. Compensatory time is allowed to accrue up to 32 hours. All paid time off is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured. Compensated absences for governmental activities are paid from the General Fund.

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

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. Long-term debt premiums and discounts are amortized over the life of the related debt using the straight-line method, which approximates the effective interest method. Debt issuance costs are reported as an outflow of resources.

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 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.

Net Position

Net position is classified in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, and is reduced by the outstanding balances of any borrowings used to finance the purchase or construction of those assets. Any unspent proceeds of debt are not included in the determination of net investment in capital assets. Restricted net position is noncapital assets that must be used for a particular purpose, as specified by creditors, grantors, or contributors external to the Town. Unrestricted net position is the remaining net position that does not meet the definition of net investment in capital assets or restricted net position.

Fund Balance

In the governmental fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable: amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted: amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

Committed: amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Trustees, the Town's highest level of decision-making authority. Commitments may be modified or rescinded only through resolutions approved by the Board Trustees.

Assigned: amounts the Town intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. The Board of Trustees has the authority to assign amounts for specific purposes.

Unassigned: a residual classification within the General Fund. The General Fund is the only fund that would report a positive amount in unassigned fund balance. Negative fund balances in other governmental funds are reported as unassigned once other purposes of that fund were reduced.

For the General Fund, in the event that an expenditure can be considered restricted or unrestricted (committed, assigned, or unassigned) and both categories have available amounts, the funds will be first applied against the most restrictive fund balance classification, unless the Town has provided otherwise in its commitment or assignment actions.

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

Contribution of Capital

Contributions of capital arise from outside contributions of capital assets, or from grants or outside contributions of resources for capital acquisition and construction.

Interfund Transactions

Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

Deferred Outflows and Inflows of Resources

In addition to assets and liabilities, the Statement of Financial Position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. A deferred outflow of resources is a consumption of net position by the Town that is applicable to a future reporting period, and a deferred inflow of resources is an acquisition of net position by the Town that is applicable to a future reporting period. Both deferred outflows and inflows are reported in the Statement of Net Position but are not recognized in the financial statements as revenues and expenses until the period(s) to which they relate.

The Town has certain items that relate to its pension and other post-employment benefit plans that qualify for reporting as deferred outflows of resources and deferred inflows of resources. See Notes 8, 10, and 13 for more information. Deferred inflows of resources also consist of property taxes receivable. Property tax revenue is considered a deferred inflow of resources in the year the taxes are levied and measurable and are recognized as an inflow of resources in the period they are collected.

Pensions

The Town participates in the Local Government Division Trust Fund (LGDTF), a cost-sharing multiple-employer defined benefit pension fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). In addition, the Town participates in the Statewide Defined Benefit Plan ("SWDB"), a cost sharing multiple-employer defined benefit pension plan administered by the Fire and Police Pension Association of Colorado ("FPPA").

The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the plans have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Postemployment Benefits Other Than Pensions (OPEB)

The Town participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan administered by the Public Employees' Retirement Association of Colorado (PERA). For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Health Care Trust Fund

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(HCTF) administered by the Public Employees' Retirement Association of Colorado (PERA) and additions to/deductions from the HCTF's fiduciary net position have been determined on the same basis as they are reported by the HCTF. For this purpose, the HCTF recognizes benefit payments when due and payable in accordance with benefit terms. Investments are reported at fair value.

Fire and Police Pension Association of Colorado (FPPA) administers the Statewide Death & Disability Plan discussed in Note 8, which qualifies as a cost sharing multiple-employer defined benefit OPEB plan under the standard. This plan covers substantially all active full-time (and some part-time) employees of fire and police departments in Colorado. As it pertains to the requirements in Statement No. 75 regarding the FPPA Statewide Death & Disability Plan and the Town, FPPA concluded that because all contributions to the plan are considered member contributions (and not employer), the employers' proportionate share of any FPPA Net OPEB liability (asset) is zero.

Use of Estimates

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

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

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

The governmental fund balance sheet includes a reconciliation between fund balance-total governmental funds and net position-governmental activities as reported in the government-wide statement of net position.

Capital Assets		
Non-Depreciable	\$ 7,531,203	
Depreciable	90,850,067	
Accumulated Depreciation	<u>(38,412,943)</u>	59,968,327
Long-Term Debt	(25,280,159)	
Compensated Absences	(409,613)	
Accrued Interest Payable	<u>(76,247)</u>	(25,766,019)
Net Pension Liability	(4,726,885)	
Pension related Deferred Outflow of Resources	3,092,241	
Pension related Deferred Inflow of Resources	<u>(109,390)</u>	(1,744,034)
Net OPEB Liability	(360,743)	
OPEB related Deferred Outflow of Resources	101,888	
OPEB related Deferred Inflow of Resources	<u>(10,556)</u>	(269,411)
Net Adjustment to Fund Balance		<u><u>\$ 32,188,863</u></u>

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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.

Capital Outlays	\$ 12,557,891	
Depreciation Expense	<u>(3,641,868)</u>	8,916,023
Contributed Capital Assets		2,261,265
Disposed Capital Assets	(227,964)	
Accumulated Depreciation on Disposed Assets	<u>222,144</u>	
Net value of disposed capital assets		(5,820)
Debt Principal Expended in Governmental Funds		935,461
Issuance of Debt		(5,585,000)
Change in Compensated Absences	(127,783)	
Change in Accrued Interest on Long Term Debt	10,382	
Long term Debt Premium Amortization	56,270	
Pension Expense	774,984	
OPEB Expense	<u>2,673</u>	716,526
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities		<u><u>\$ 7,238,455</u></u>

NOTE 3 - DEPOSITS AND INVESTMENTS

At December 31, 2019, the Town's cash and investments are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and Investments	\$ 34,007,052
Cash and Investments, restricted	<u>8,217,810</u>
Total Cash and Investments	<u><u>\$ 42,224,862</u></u>

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At December 31, 2019, the Town's cash and investments consist of the following:

Cash on Hand	\$ 1,490
Cash Deposits	2,069,280
Savings	6,090,797
Investments	34,063,295
Total cash and investments	<u>\$ 42,224,862</u>

CASH DEPOSITS

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

Investments

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest, which include:

- Obligations of the United States and certain U.S. government agencies' securities
- Certain international agency securities
- General obligation and revenue bonds for U.S. local government entities
- Bankers' acceptance of certain banks
- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain securities lending agreements
- Certain money market mutual funds
- Guaranteed investment contracts
- Local government investment pools
- Certain corporate bonds

Investment	Maturity	Amount
Colorado Local Government Liquid Asset Trust (COLOTRUST)	Weighted average under 60 days	\$ 1,011,196
Colorado Surplus Asset Fund Trust (CSAFE) Cash Portfolio	Weighted average under 60 days	9,688,742
Colorado Surplus Asset Fund Trust (CSAFE) – Colorado CORE	Weighted average under 180 days	<u>23,363,357</u>
Total Investments		<u>\$34,063,295</u>

COLOTRUST

The Town invested in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus

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funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's. COLOTRUST records its investments at fair value and the Town records its investment in COLOTRUST using the net asset value method. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

CSAFE

The Town invested in the Colorado Surplus Asset Fund Trust (CSAFE) (the Trust), which is an investment vehicle established by state statute for local government entities to pool surplus assets. The Trust offers funds in two portfolios, CSAFE Cash (CSAFE) and CSAFE Colorado Core (CORE). The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust is similar to a money market fund, with each share valued at \$1.00. CSAFE may invest in U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain money market funds and highest rated commercial paper. A designated custodial bank serves as custodian for CSAFE's portfolio pursuant to a custodian agreement. The custodian acts as safekeeping agent for CSAFE's investment portfolio and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by CSAFE. CSAFE is rated AAAM by Standard & Poor's. CSAFE measures all of its investments at amortized cost with a weighted average maturity of 60 days or less. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period. CORE authorized securities primarily include highly rated commercial paper and corporate bonds, bank deposits (collateralized through PDPA) and other Colorado LGIP funds inclusive of other funds offered by the Trust as allowed. CORE operates similarly to a money market fund and each share is equal in value to \$2.00. CORE measures all of its investments at amortized cost with a weighted average maturity of 180 days or less. CORE is rated AAAsf/S1 by Fitch Ratings. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

Credit Risk

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. It is the Town's policy to limit its investments to U.S. Treasury obligations, repurchase agreements, government backed securities, money market mutual funds, local government investment pools, and corporate obligations.

The Town's investment policy is to "invest idle public funds in a manner to meet the daily cash flow demands of the Town with the primary objective in priority order, being: a) safety of principal b) liquidity and c) return on investments." Investments shall be diversified so as to minimize the risk of loss and to maximize the rate of return.

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Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from rising interest rates, the Town's investment policy does not allow investment maturities to exceed five years. This limit on investment maturities is a means of limiting exposure to adverse fair market value changes arising from increasing interest rates.

Custodial Credit Risk

For investments, custodial credit risk is the risk that in the event of a failure of a counter party, the Town would not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town manages its credit risk by limiting its investment to certain types of securities allowed by State statutes, by pre-qualifying financial institutions, brokers/dealers, intermediaries, and advisors.

Fair Value

The Town, when applicable, categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

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 measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value.

Level 1: Quoted prices (unadjusted) in active markets for an identical asset or liability that a government can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3: Unobservable inputs for an asset or liability.

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

NOTE 4 - ACCOUNTS RECEIVABLE

Receivables at December 31, 2019, consist of the following:

Receivables	Governmental Activities	Business - Type Activities	Total
Taxes	\$ 3,156,217	\$ -	\$ 3,156,217
Customer Utilities	17,069	281,334	298,403
Other	121,200	486,706	607,906
Total Funds	<u>\$ 3,294,486</u>	<u>\$ 768,040</u>	<u>\$ 4,062,526</u>

TOWN OF FIRESTONE, COLORADO
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NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The Town did not have any Interfund receivables or payables (due to/from and advances to/from) as of December 31, 2019.

Transfers to and from the various funds consist of the following:

	Transfers In		
		Non-Major	
Transfers Out	General	Governmental	Total
Major Fund			
General	\$ -	\$ 148,991	\$ 148,991
Sales Tax Capital Improvement	147,685	-	147,685
Sales and Use Tax - PD Facility Cap Imp Fund	11,686,201	-	11,686,201
Total	<u>\$ 11,833,886</u>	<u>\$ 148,991</u>	<u>\$ 11,982,877</u>

Transfers to and from the various funds were to cover the costs of operations, capital expenditures and debt service. Town Ordinance directed the establishment of both the Sales Tax Capital Improvement Fund and the Sales and Use Tax – Police Facilities Capital Improvement Fund to operate as Debt Service Funds. The \$11,686,201 transferred to the General Fund from the Sales and Use Tax – Police Facilities Capital Improvement Fund is not pledged revenue and was transferred out to cover the expenditures of the Construction of the Police Facility, which was completed in 2019. The \$147,685 transferred into the General Fund from the Sales Tax Capital Improvement Fund is not pledged revenue and was transferred out to cover the expenditures of capital projects.

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NOTE 6 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2019, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<u>Governmental Activities</u>				
Capital Assets Not Being Depreciated:				
Land	\$ 6,537,310	\$ 382,750	\$ -	\$ 6,920,060
Construction in Progress	7,190,952	11,060,841	17,640,650	611,143
Total Capital Assets Not Being Depreciated	13,728,262	11,443,591	17,640,650	7,531,203
Other Capital Assets:				
Land Improvements	6,735,446	128,439	-	6,863,885
Buildings and Improvements	1,966,681	15,727,988	-	17,694,669
Infrastructure	56,106,357	3,700,179	-	59,806,536
Equipment and Vehicles	5,253,332	1,459,609	227,964	6,484,977
Total Other Capital Assets	70,061,816	21,016,215	227,964	90,850,067
Less Accumulated Depreciation for:				
Land Improvements	(4,781,516)	(320,281)	-	(5,101,797)
Buildings and Improvements	(1,130,588)	(84,318)	-	(1,214,906)
Infrastructure	(26,895,530)	(2,723,861)	-	(29,619,391)
Equipment and Vehicles	(2,185,585)	(513,408)	222,144	(2,476,849)
Total Accumulated Depreciation	(34,993,219)	(3,641,868)	222,144	(38,412,943)
Other Capital Assets, Net	35,068,597	17,374,347	5,820	52,437,124
Governmental Activities Capital Assets, Net	<u>\$ 48,796,859</u>	<u>\$ 28,817,938</u>	<u>\$ 17,646,470</u>	<u>\$ 59,968,327</u>

Depreciation expense for governmental activities capital assets was allocated as follows:

General Government	\$ 145,294
Public Safety	177,560
Public Works	2,998,733
Parks and Recreation	320,281
Total	<u>\$ 3,641,868</u>

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	Beginning Balance	Increases	Decreases	Ending Balance
<u>Business-Type Activities</u>				
Capital Assets Not Being Depreciated:				
Land	\$ 1,600,841	\$ 3,838,102	\$ -	\$ 5,438,943
Water Rights	52,190,398	140,000	-	52,330,398
Construction in Progress	5,494,463	2,203,468	4,574,120	3,123,811
Total Capital Assets Not Being Depreciated	59,285,702	6,181,570	4,574,120	60,893,152
Other Capital Assets:				
Infrastructure	27,075,158	1,500,926	-	28,576,084
Equipment and Vehicles	694,494	496,936	-	1,191,430
Total Other Capital Assets	27,769,652	1,997,862	-	29,767,514
Less Accumulated Depreciation for:				
Infrastructure	(4,946,896)	(559,794)	-	(5,506,690)
Equipment and Vehicles	(497,060)	(60,483)	-	(557,543)
Total Accumulated Depreciation	(5,443,956)	(620,277)	-	(6,064,233)
Other Capital Assets, Net	22,325,696	1,377,585	-	23,703,281
Business-Type Activity Capital Assets, Net	<u>\$81,611,398</u>	<u>\$ 7,559,155</u>	<u>\$ 4,574,120</u>	<u>\$ 84,596,433</u>

Depreciation expense was charged to business-type activities capital assets as follows:

Business-Type Activities:	
Water	\$ 483,487
Stormwater	136,790
Total	<u>\$ 620,277</u>

TOWN OF FIRESTONE, COLORADO
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NOTE 7 - LONG-TERM DEBT

Pledged Revenues

During 2006 and 2008, the Town executed two reimbursement agreements (an Amended and Restated Public Improvements Reimbursement Agreement and Retail Infrastructure Funding Agreement) (the "Plan") with a developer (the "Developer") see Note 17 for additional information. Pursuant to the Plan, the Town will reimburse the Developer for costs incurred in constructing certain assets that were conveyed to the Town upon completion. Reimbursements are made based on a percentage of revenues derived from sales tax charged by the Town, commencing with the date the assets were completed by the developer and conveyed to the Town. Any unpaid balance accrues interest at the Wall Street Journal Prime Rate, capped at 7 percent per annum, compounding monthly until the balance is paid in full.

The Town follows guidance provided in GASB No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, to account for the assets received, and payments made in connection with these agreements. Accordingly, the pledged revenues are treated as an obligation of the Town, until fully repaid. The assets have been capitalized and are depreciated over their useful lives in the government-wide financial statements. At December 31, 2019, there is no balance due to the Developer.

Following is a schedule of changes in long-term debt for the year ended December 31, 2019:

	Beginning Balance	Additions	Reductions/ Adjustments	Ending Balance	Amounts Due Within One Year
<u>Governmental Activities</u>					
Certificates of Participation					
Series 2005	\$ 945,000	\$ -	\$ (115,000)	\$ 830,000	\$ 120,000
Series 2018	14,220,000	-	(360,000)	13,860,000	370,000
Premium	1,299,635	-	(54,152)	1,245,483	-
Series 2019	-	5,585,000	-	5,585,000	500,000
Sales Tax Revenue Bonds					
Series 2014	3,010,000	-	(160,000)	2,850,000	175,000
Premium	19,687	-	(2,118)	17,569	-
Leases - Vehicles & Equipment	1,192,568	-	(300,461)	892,107	314,900
Compensated Absences	281,830	629,234	(501,451)	409,613	122,884
Total Governmental Long-Term Debt	<u>\$ 20,968,720</u>	<u>\$ 6,214,234</u>	<u>\$ (1,493,182)</u>	<u>\$ 25,689,772</u>	<u>\$ 1,602,784</u>
<u>Business-Type Activity</u>					
Colorado Water Conservation Board Loan	\$ 1,580,000	\$ 4,325,801	\$ -	\$ 5,905,801	\$ -
Compensated Absences	29,028	70,899	(71,511)	28,416	8,525
Total Business-Type Long-Term Debt	<u>\$ 1,609,028</u>	<u>\$ 4,396,700</u>	<u>\$ (71,511)</u>	<u>\$ 5,934,217</u>	<u>\$ 8,525</u>

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Certificates of Participation

Certificates of participation dated May 31, 2005, in the amount of \$1,985,000, were issued by the Firestone Finance Authority (the Authority) pursuant to a lease purchase agreement with a financial institution to acquire leased property for future use as a park. The interest rate is (65 percent) of the Prime Rate as of October 15 of the prior year, reset every three years with a minimum rate of 3.50 percent and a maximum rate of 6.75 percent. The certificates mature December 1, 2025 and are payable solely from revenues from the Town under a lease agreement with the Authority. Payments are subject to annual appropriation and do not constitute a general obligation or other indebtedness or multiple fiscal year financial obligation of the Town within the meaning of any constitutional or statutory debt limitation.

Annual debt service requirements under the lease purchase agreement as of December 31, 2019 are as follows:

Year	Principal	Interest	Total
2020	\$ 120,000	\$ 29,050	\$ 149,050
2021	130,000	24,850	154,850
2022	135,000	20,300	155,300
2023	140,000	15,575	155,575
2024	150,000	10,675	160,675
2025	155,000	5,425	160,425
Total	<u>\$ 830,000</u>	<u>\$ 105,875</u>	<u>\$ 935,875</u>

In April 2018, the Town entered into a Lease Purchase Agreement with a financial institution for the Certificates of Participation, Series 2018 in the amount of \$14,830,000, the proceeds of which were for the purpose of financing the construction of the Town's new Public Safety Facility, fund the reserve fund, and pay the costs of issuing the certificates. The 2018 Certificates of Participation are to be retired over a 25-year period with interest rates ranging from 3.00% to 5.00%.

The 2018 Certificates of Participation are subject to annual appropriation and do not constitute a general obligation or other indebtedness or multiple fiscal year obligation of the Town within the meaning of any constitutional statutory debt limitation. Principal payments are due annually and interest payments are due semiannually through November 15, 2042. These payments are payable from the Sales and Use Tax – Police Facility Capital Improvement Fund. Annual debt service requirements to maturity for certificates outstanding at December 31, 2019 are as follows:

Year	Principal	Interest	Total
2020	\$ 370,000	\$ 623,200	\$ 993,200
2021	385,000	608,400	993,400
2022	400,000	593,000	993,000
2023	425,000	577,000	1,002,000
2024	435,000	560,000	995,000
2025 - 2029	2,440,000	2,533,200	4,973,200
2030 - 2034	2,965,000	2,006,800	4,971,800
2035 - 2039	3,725,000	1,255,750	4,980,750
2040 - 2042	2,715,000	276,000	2,991,000
Total	<u>\$ 13,860,000</u>	<u>\$ 9,033,350</u>	<u>\$ 22,893,350</u>

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In June 2019, the Town entered into a Lease Purchase Agreement with a financial institution for the Certificates of Participation, Series 2019 in the amount of \$5,585,000, the proceeds of which were for the purpose of financing the construction/addition of Town Hall, to finance improvement projects, and pay the costs of issuing the certificates. The 2019 Certificates of Participation are to be retired over a 10-year period with a fixed interest rate of 2.45%.

The 2019 Certificates of Participation are subject to annual appropriation and do not constitute a general obligation or other indebtedness or multiple fiscal year obligation of the Town within the meaning of any constitutional statutory debt limitation. Principal payments are due annually and interest payments are due semiannually through November 15, 2029. These payments are payable from the General Fund. Annual debt service requirements to maturity for certificates outstanding at December 31, 2019 are as follows:

Year	Principal	Interest	Total
2020	\$ 500,000	\$ 136,833	\$ 636,833
2021	510,000	124,583	634,583
2022	525,000	112,088	637,088
2023	540,000	99,225	639,225
2024	550,000	85,995	635,995
2025 - 2029	2,960,000	220,868	3,180,868
Total	<u>\$ 5,585,000</u>	<u>\$ 779,592</u>	<u>\$ 6,364,592</u>

Sales Tax Revenue Bonds

Sales Tax Revenues Bonds, Series 2014, in the amount of \$3,795,000 were issued on April 8, 2014, to pay or reimburse the costs of the acquisition, development, construction, repair, replacement, expansion, rehabilitation and renovation of existing and planned streets and parks. The interest rate on the debt ranges from 2.00 to 3.625 percent. The bonds mature December 1, 2033.

Annual debt service requirements as of December 31, 2019 are as follows:

Year	Principal	Interest	Total
2020	\$ 175,000	\$ 100,419	\$ 275,419
2021	170,000	96,044	266,044
2022	170,000	91,581	261,581
2023	175,000	86,481	261,481
2024	185,000	81,012	266,012
2025 - 2029	1,015,000	305,976	1,320,976
2030 - 2033	960,000	98,000	1,058,000
Total	<u>\$ 2,850,000</u>	<u>\$ 859,513</u>	<u>\$ 3,709,513</u>

Leases

On May 22, 2018, the Town entered into a lease-purchase agreement with Ford Motor Credit Company LLC for six vehicles for total payments of \$190,430 including interest at a rate of 5.7%. The lease is payable in four annual installment payments of \$47,607 starting May 22, 2018 and maturing on May 22, 2021.

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On June 6, 2018, the Town entered into a lease-purchase agreement with Ally Financial for two vehicles for total payments of \$64,833 including interest at a rate of 4.34%. The lease is payable in four annual installment payments of \$16,208 starting June 6, 2018 and maturing on June 6, 2021.

On June 26, 2018 the Town entered into a lease-purchase agreement with Deere Credit for equipment for total payments of \$245,460 including interest at a rate of 3.75%. The lease is payable in four annual installment payments of \$61,365 starting June 26, 2019 and maturing on June 26, 2022.

On June 27, 2018 the Town entered into a lease-purchase agreement with Deere Credit for equipment for total payments of \$183,680 including interest at a rate of 3.75%. The lease is payable in five annual installment payments of \$36,736 starting June 27, 2018 and maturing on June 27, 2022.

On July 1, 2018 the Town entered into a lease-purchase agreement with KS State Bank for equipment for total payments of \$274,741 including interest at a rate of 4.47%. The lease is payable in five annual installment payments of \$54,948 starting July 1, 2018 and maturing on July 1, 2022.

On June 7, 2018 the Town entered into a lease-purchase agreement with TCF Equipment Finance for equipment for total payments of \$67,961 including interest at a rate of 4.91%. The lease is payable in three annual installment payments of \$22,654 starting June 7, 2018 and maturing on June 1, 2020.

On August 7, 2018 the Town entered into a lease-purchase agreement with KS State Bank for equipment for total payments of \$282,229 including interest at a rate of 5.0%. The lease is payable in six annual installment payments of \$54,948 starting September 26, 2018 and maturing on August 7, 2023.

On September 24, 2018 the Town entered into a lease-purchase agreement with KS State Bank for equipment for total payments of \$133,468 including interest at a rate of 5.49%. The lease is payable in four annual installment payments of \$33,367 starting September 24, 2018 and maturing on September 24, 2021.

On October 24, 2018 the Town entered into a lease-purchase agreement with Ford Motor Credit Company LLC for six vehicles for total payments of \$187,175 including interest at a rate of 6.2%. The lease is payable in five annual installment payments of \$37,435 starting October 24, 2018 and maturing on October 24, 2022.

Annual debt service requirements as of December 31, 2019 are as follows:

Year	Principal	Interest	Total
2020	\$ 314,901	\$ 42,458	\$ 357,359
2021	307,400	27,306	334,706
2022	225,008	12,515	237,523
2023	44,798	2,240	47,038
	<u>\$ 892,107</u>	<u>\$ 84,519</u>	<u>\$ 976,626</u>

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Colorado Water Conservation Board Loan

In 2017, the Town was approved for a loan with the Colorado Water Conservation Board (CWCB) for a total of \$10 million, which includes a 1 percent loan origination fee of \$99,010 and is payable over 20 years at an interest rate of 2.35 percent. During 2018, the Town submitted a request for a draw down in the amount of \$3,839,095 that was received in April 2019. During 2019, the Town drew down an additional \$486,706 of the loan proceeds. Interest accrues at a rate of 2.35 percent as the loan funds are disbursed and will become payable when the project is substantially complete. Interest payment of \$106,805 was accrued back to December 31, 2019 to cover all accrued interest expenses paid in 2019. Principal and interest is payable in annual payments with the first payment due and payable one year from the substantial date of completion of the project. As the project was not substantially complete at December 31, 2019, only the amount drawn down of \$5,905,801 is included in long-term debt. The loan will be repaid with pledged revenues from the water utility charges. The CWCB loan funds will be used to develop a non-potable water supply and associated water storage for the Town.

NOTE 8 – FIRE AND POLICE PENSION ASSOCIATION (FPPA)

Plan Description

The Town contributes to the Statewide Defined Benefit Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the Colorado Fire and Police Pension Association (FPPA). The Statewide Defined Benefit Plan (SWDB) provides retirement benefits for members and beneficiaries. Death and disability coverage is provided for members hired prior to January 1, 1997 through the Statewide Death and Disability Plan, which is also administered by the FPPA. This is a noncontributory plan. All full-time, sworn police officers of the Town are members of the Statewide Defined Benefit Plan and the Statewide Death and Disability Plan. Local revenue sources are responsible for funding of the Death and Disability benefits for police hired on or after January 1, 1997.

Colorado statutes assign the authority to establish benefit provisions to the state legislature. FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for both the Statewide Defined Benefit Plan and the Statewide Death and Disability Plan. FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's website at <http://www.fppaco.org>.

Benefits Provided

A member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55.

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members currently covered under Social Security will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefits paid to retired members are evaluated and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index.

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A member is eligible for an early retirement at age 50 with at least five years of credited service or after 30 years of service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, an employee may elect to have member contributions, along with 5 percent as interest, returned as a lump sum distribution. Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 2 percent of the member's average highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter.

Contributions

The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. Contribution rates for the SWDB plan are set by state statute. Employer contribution rates can only be amended by state statute. Member contribution rates can be amended by state statute or election of the membership. Members of the SWDB plan and their employers are contributing at the rate of 10.5 percent and 8 percent, respectively, of base salary for total contribution rate of 18.5 percent in 2019. Members of the SWDB Plan and their employers contributed at a rate of 10 percent and 8 percent, respectively, of a base salary for a total contribution of 18 percent in 2018. In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates will increase 0.5 percent annually through 2022 to a total of 12 percent of base salary. Employer contributions will remain at 8 percent resulting in a combined contribution rate of 20 percent in 2022. Contributions to the SWDB plan from the Town were \$186,226 for the year ended December 31, 2019.

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

At December 31, 2019, the Town reported a liability of \$381,312 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Town's proportion of the net pension liability was based on the Town's share of contributions to the pension plan relative to the contributions of all participating entities. At December 31, 2018, the Town's proportion was .3016052935 percent, which was an increase of .0313035283 percent from its proportion measured as of December 31, 2017.

For the year ended December 31, 2019, the Town recognized pension expense of \$(148,208). At December 31, 2019, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	\$ 489,953	\$ 4,074
Changes of Assumptions or other Inputs	369,288	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	299,960	-
Changes in Proportion and Differences between Contributions Recognized and Proportionate Share of Contributions	11,915	92,550
Contributions Subsequent to the Measurement Date	186,226	-
Total	<u>\$ 1,357,343</u>	<u>\$ 96,624</u>

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The \$186,226 reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	<u>Amount</u>
2020	\$ 209,272
2021	146,654
2022	123,431
2023	210,666
2024	97,516
Thereafter	286,954
	<u>\$ 1,074,494</u>

Actuarial Assumptions

The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	Total Pension Liability	Actuarial Determined Contributions
Actuarial Valuation Date	January 01, 2019	January 01, 2018
Actuarial Method	Entry Age Normal	Entry Age Normal
Amortization Method	N/A	Level % of Payroll, Open
Amortization Period	N/A	30 Years
Long-term Investment Rate of Return*	7.0%	7.5%
Projected Salary Increases*	4.25-11.25%	4.0 - 14.0%
Cost of Living Adjustments (COLA)	0.0%	0.0%
*Includes Inflation at	2.5%	2.5%

For determining the total pension liability, the post-retirement mortality tables for non-disabled retirees uses the 2006 central rates from the RP-2014 Annuitant Mortality Tables projected to 2018 using the MP-2017 projection scales, and projected prospectively using the ultimate rates of the scale for all years. The pre-retirement off-duty mortality tables are adjusted to 50% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00015.

For determining the actuarial determined contributions, the post-retirement mortality tables for non-disabled retirees is a blend of the Annuitant and Employee RP-2014 generational mortality tables with blue collar adjustment projected with Scale BB. The pre-retirement off-duty mortality tables are adjusted to 55 percent of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00020.

At least every five years, the FPPA's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2018 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by FPPA's actuaries based upon their analysis of past experience and expectations of the future. The assumption changes were effective for actuarial valuations prior to January 1, 2019 were used in the rollforward calculation of the total pension

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liability as of December 31, 2018. Actuarial assumptions effective for actuarial valuations prior to January 1, 2019 were used in the determination of the actuarially determined contributions as of December 31, 2018. The actuarial assumptions impact actuarial factors for benefit purposes such as the purchases of service credit and other benefits were actuarial factors are used.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2018 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	37.00%	8.03%
Equity Long/Short	9.00%	6.45%
Illiquid Alternatives	24.00%	10.00%
Fixed Income	15.00%	2.90%
Absolute Return	9.00%	5.08%
Managed Futures	4.00%	5.35%
Cash	2.00%	2.52%
Total	100.00%	

Discount Rate

The discount rate used to measure the total pension liability (asset) was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the FPPA Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SWDB plan fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Town's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the Town's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.00 percent, as well as the Town's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (6.00 percent) or 1-percentage point higher (8.00 percent) than the current rate:

	1% Decrease	Single Discount Rate Assumption	1% Increase
	6.00%	7.00%	8.00%
Proportionate Share of the Net Pension Liability (Asset)	\$ 1,478,682	\$ 381,312	\$(528,937)

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Pension Plan Fiduciary Net Position

Detailed information about the SWDB's fiduciary net position is available in the separately issued Fire & Police Pension Association of Colorado financial report, which can be obtained at <http://www.fppaco.org>.

NOTE 9 - FIRE AND POLICE PENSION ASSOCIATION (FPPA) – 457 PLAN

Plan Description

Employees of the Town who are members of the FPPA Statewide Defined Benefit Plan (see Note 8) may voluntarily contribute to the FPPA 457 Deferred Compensation Plan (457 Plan), an Internal Revenue Code Section 457 defined contribution plan administered by FPPA. Plan participation is voluntary, and contributions are separate from others made to FPPA. FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for the 457 Plan. That report may be obtained by writing to FPPA of Colorado, 5290 DTC Parkway, Suite 100, Englewood, Colorado 80111 or by calling FPPA at 770-3772 in the Denver Metro area, or 1-800-332-FPPA (3772) from outside the metro area.

Funding Policy

The 457 Plan is funded by voluntary member contributions of up to a maximum limit set by the IRS (\$19,000 for 2019 and \$19,500 for 2020). Catch-up contributions up to \$6,000 for the calendar year 2019 and \$6,500 for 2020 are allowed for participants who had attained age 50 before the close of the plan year. For the year ended December 31, 2019, 2018 and 2017, the 457 Plan member contributions from the Town of Firestone were \$16,828, \$8,049, and \$3,960, respectively.

NOTE 10 – PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION (PERA)

The Town participates in the Local Government Division Trust Fund (LGDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado ("PERA").

The Colorado General Assembly passed significant pension reform through Senate Bill (SB) 18-200: *Concerning Modifications To the Public Employees' Retirement Association Hybrid Defined Benefit Plan Necessary to Eliminate with a High Probability the Unfunded Liability of the Plan Within the Next Thirty Years*. The bill was signed into law by Governor Hickenlooper on June 4, 2018. A brief description of some of the major changes to plan provisions required by SB 18-200 for the LGDTF that were in effect on the LGDTF's December 31, 2018 measurement date are listed below. A full copy of the bill can be found online at www.leg.colorado.gov.

- Increases employee contribution rates for the LGDTF by a total of 2 percent (to be phased in over a period of 3 years starting on July 1, 2019).
- Modifies the retirement benefits, including temporarily suspending and reducing the annual increase for all current and future retirees, increases the highest average salary for employees with less than five years of service credit on December 31, 2019 and raises the retirement age for new employees.

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- Member contributions, employer contributions, the direct distribution from the State, and the annual increases will be adjusted based on certain statutory parameters beginning July 1, 2020, and then each year thereafter, to help keep PERA on path to full funding in 30 years.
- Expands eligibility to participate in the PERA DC Plan to members of the Local Government Division hired on or after January 1, 2019. Beginning January 1, 2021, and every year thereafter, employer contribution rates for the LGDTF will be adjusted to include a defined contribution supplement based on the employer contribution amount paid to defined contribution plan participant accounts that would have otherwise gone to the defined benefit trusts to pay down the unfunded liability plus any defined benefit investment earnings thereon.

Plan Description

Eligible employees of the Town are provided with pensions through the Local Government Division Trust Fund (LGDTF)—a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits Provided

PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

The lifetime retirement benefit for all eligible retiring employees under the PERA benefit structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit
- The value of the retiring employee's member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

In all cases the service retirement benefit is limited to 100 percent of highest average salary and also cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50 percent or 100 percent on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated,

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whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

As of December 31, 2018, benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments in certain years, referred to as annual increases in the C.R.S. Pursuant to SB 18-200, there are no annual increases (AI) for 2018 and 2019. Thereafter, benefit recipients under the PERA benefit structure who began eligible employment before January 1, 2007 and all benefit recipients of the DPS benefit structure will receive an annual increase, unless PERA has a negative investment year, in which case the annual increase for the next three years is the lesser of 1.5 percent or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W) for the prior calendar year. Benefit recipients under the PERA benefit structure who began eligible employment after January 1, 2007 will receive the lessor of an annual increase of 1.5 percent or the average CPI-W for the prior calendar year, not to exceed 10 percent of PERA's Annual Increase Reserve (AIR) for the LGDTF. The automatic adjustment provision may raise or lower the aforementioned AI for a given year by up to one-quarter of 1 percent based on the parameters specified C.R.S. § 24-51-413.

Disability benefits are available for eligible employees once they reach five years of earned service credit and are determined to meet the definition of disability. The disability benefit amount is based on the lifetime retirement benefit formula(s) shown above considering a minimum 20 years of service credit, if deemed disabled.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive the benefits.

Contributions

Eligible employees and the Town are required to contribute to the LGDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Eligible employees are required to contribute 8 percent of their PERA-includable salary during the period of January 1, 2019 through December 31, 2019. The employer contribution requirements during the period of January 1, 2019 through December 31, 2019 are summarized in the table below:

	For the Year Ended December 31, 2019
Employer Contribution Rate ¹	10.00 %
Amount of Employer Contribution Apportioned to the Health Care Trust Fund as Specified in C.R.S. § 24-51-208(1)(f) ¹	(1.02)%
Amount Apportioned to the LGDTF ¹	8.98 %
Amortization Equalization Disbursement (AED) as Specified in C.R.S. § 24-51-411 ¹	2.20 %
Supplemental Amortization Equalization Disbursement (SAED) as Specified in C.R.S. § 24-51-411 ¹	1.50 %
Total Employer Contribution Rate to the LGDTF ¹	12.68 %

¹ Rates are expressed as a percentage of salary as defined in CRS § 24-51-101 (42)

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Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from the Town were \$455,430 for the year ended December 31, 2019.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2019, the Town reported a liability of \$4,983,456 for its proportionate share of the net pension liability. The net pension liability for the LGDTF was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017. Standard update procedures were used to roll-forward the total pension liability to December 31, 2018. The Town's proportion of the net pension liability was based on the Town's contributions to the LGDTF for the calendar year 2018 relative to the total contributions of participating employers to the LGDTF.

At December 31, 2018, the Town's proportion was .3963891757 percent, which was an increase of .0943645218 percent from its proportion measured as of December 31, 2017.

For the year ended December 31, 2019, the Town recognized pension expense of \$(537,658). At December 31, 2019, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	\$ 208,374	\$ -
Changes of Assumptions or other Inputs	-	-
Net Difference between Projected and Actual		
Earnings on Pension Plan Investments	648,988	-
Changes in Proportion and Differences between		
Contributions Recognized and Proportionate		
Share of Contributions	676,770	14,640
Contributions Subsequent to the Measurement Date	455,430	-
Total	<u>\$ 1,989,562</u>	<u>\$ 14,640</u>

\$455,430 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended Dec 31,	Amount
2020	\$ 865,750
2021	263,315
2022	36,163
2023	354,265
Thereafter	-
	<u>\$ 1,519,492</u>

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Actuarial Assumptions

The total pension liability in the December 31, 2017 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

<u>Actuarial Cost Method</u>	<u>Entry Age</u>
Price Inflation	2.40%
Real Wage Growth	1.10%
Wage Inflation	3.50%
Salary Increases, Including Wage Inflation	3.50 - 10.45%
Long-Term Investment Rate of Return, Net of Pension Plan Investment Expenses, Including Price Inflation	7.25%
Discount rate	7.25%
Future Post Retirement Benefit Increases:	
PERA Benefit Structure Hired Prior to January 1, 2007; and DPS Benefit Structure (Automatic)	2% compounded annually thereafter
PERA Benefit Structure hired after December 31, 2006 (Ad Hoc, Substantively Automatic)	Financed by the Annual Increase Reserve (AIR)

The revised assumptions shown below were reflected in the roll-forward calculation of the total pension liability from December 31, 2017 to December 31, 2018:

Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (automatic)	0% through 2019 and 1.5% compounded annually, thereafter
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve

Healthy mortality assumptions for active members reflect the RP-2014 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved mortality prospectively, the mortality rates incorporate a 70 percent factor applied to male rates and a 55 percent factor applied to female rates.

Healthy, post-retirement mortality assumptions reflect the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- **Males:** Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- **Females:** Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

For disabled retirees, the mortality assumption was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

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The actuarial assumptions used in the December 31, 2016, valuations were based on the results of the 2016 experience analysis for the periods January 1, 2012, through December 31, 2015, as well as, the October 28, 2016, actuarial assumptions workshop and were adopted by the PERA Board during the November 18, 2016, Board meeting.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four or five years for PERA. Recently, this assumption has been reviewed more frequently. The most recent analyses were outlined in presentations to PERA's Board on October 28, 2016.

Several factors were considered in evaluating the long-term rate of return assumption for the LGDTF, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

As of the most recent adoption of the long-term expected rate of return by the PERA Board, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	30-Year Expected Geometric Real Rate of Return
U.S. Equity - Large Cap	21.20%	4.30%
U.S. Equity - Small Cap	7.42%	4.80%
Non U.S. Equity - Developed	18.55%	5.20%
Non U.S. Equity - Emerging	5.83%	5.40%
Core Fixed Income	19.32%	1.20%
High Yield	1.38%	4.30%
Non U.S. Fixed Income - Developed	1.84%	0.60%
Emerging Market Debt	0.46%	3.90%
Core Real Estate	8.50%	4.90%
Opportunity Fund	6.00%	3.80%
Private Equity	8.50%	6.60%
Cash	1.00%	0.20%
Total	100.00%	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

Discount Rate

The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

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- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.50%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including scheduled increases in SB 18-200. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point, the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions included reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial fiduciary net position, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the fiduciary net position and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, LGDTF's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

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Sensitivity of the Town's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate:

The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate Share of the Net Pension Liability	\$ 7,623,658	\$ 4,983,456	\$ 2,774,661

Pension Plan Fiduciary Net Position

Detailed information about the LGDTF's fiduciary net position is available in PERA's CAFR which can be obtained at www.copera.org/investments/pera-financial-reports.

Changes between the measurement date of the net pension liability and December 31, 2019

During the 2019 legislative session, the Colorado General Assembly passed HB 19-1217: *PERA Public Employees' Retirement Association Local Government Division Member Contribution Rate*. The bill was signed into law by Governor Polis on May 20, 2019, and eliminates the 2 percent increase in the contribution rate for members in the Local Government Division mandated by SB 18-200.

NOTE 11 - PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION (PERA) – 401(k) PLAN & 457 PLAN

Plan Description

Employees of the Town that are also members of the LGDTF may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(k) defined contribution plan or an Internal Revenue Code Section 457 defined contribution plan. Both are administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available CAFR which includes additional information on the Voluntary Investment Program. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy for 401(k) Plan

The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions and investment earnings. For the year ended December 31, 2019, program members contributed \$4,950.

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Funding Policy for 457 Plan

The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions and investment earnings. For the year ended December 31, 2019, program members contributed \$7,566.

NOTE 12 – INTERNATIONAL CITY/COUNTY MANAGEMENT ASSOCIATION (ICMA) – 401(A) PLAN & 457 PLAN

Plan Description

Employees of the Town may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(a) defined contribution plan or an Internal Revenue Code Section 457 defined contribution plan. Both of these plans are administered by ICMA. The ICMA issues an annual report that can be obtained at <https://icma.org/annual-reports>.

Funding Policy for 401(a) Plan

The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Section 401(a). Employees are immediately vested in their own contributions and investment earnings. For the year ended December 31, 2019, program members contributed \$13,000.

Funding Policy for 457 Plan

The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Section 457(b). Employees are immediately vested in their own contributions and investment earnings. For the year ended December 31, 2019, program members contributed \$14,538.

NOTE 13 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

The Town participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit OPEB plan administered by the Public Employees' Retirement Association of Colorado ("PERA").

Plan Description

Eligible employees of the Town are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. Title 24, Article 51, Part 12 of the C.R.S., as amended, sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

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Benefits Provided

The HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans, however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member's years of service credit. For members who retire having service credit with employers in the Denver Public Schools (DPS) Division and one or more of the other four Divisions (State, School, Local Government and Judicial), the premium subsidy is allocated between the HCTF and the Denver Public Schools Health Care Trust Fund (DPS HCTF). The basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contribution account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

C.R.S. § 24-51-1202 et seq. specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure and all retirees under the DPS benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. Upon the death of a DPS benefit structure retiree, no further subsidy is paid.

Enrollment in PERACare is voluntary and is available to benefit recipients and their eligible dependents, certain surviving spouses, and divorced spouses and guardians, among others. Eligible benefit recipients may enroll into the program upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period.

PERA Benefit Structure

The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The basis for the maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, C.R.S. § 24-51-1206(4) provides an additional subsidy. According to the statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part B and the difference in premium cost is paid by the HCTF or the DPS HCTF on behalf of benefit recipients not covered by Medicare Part A.

Contributions

Pursuant to Title 24, Article 51, Section 208(1) (f) of the C.R.S., as amended, certain contributions are apportioned to the HCTF. PERA-affiliated employers of the State, School, Local Government,

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

and Judicial Divisions are required to contribute at a rate of 1.02 percent of PERA-includable salary into the HCTF.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Town is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the Town were \$36,821 for the year ended December 31, 2019.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At December 31, 2019, the Town reported a liability of \$413,696 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2017. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2018. The Town's proportion of the net OPEB liability was based on the Town's contributions to the HCTF for the calendar year 2018 relative to the total contributions of participating employers to the HCTF. At December 31, 2018, the Town's proportion was .0304067130 percent, which was an increase of .0069380197 from its proportion measured as of December 31, 2017.

For the year ended December 31, 2019, the Town recognized OPEB expense of \$13,861. At December 31, 2019, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	\$ 1,501	\$ 630
Changes of Assumptions or other Inputs	-	-
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	2,379	-
Changes in Proportion and Differences between Contributions Recognized and Proportionate Share Share of Contributions	76,142	11,476
Contributions Subsequent to the Measurement Date	36,821	-
Total	<u>\$ 116,844</u>	<u>\$ 12,106</u>

TOWN OF FIRESTONE, COLORADO
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\$36,821 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year December 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended Dec 31,</u>	<u>Amount</u>
2020	\$ 10,399
2021	13,301
2022	13,301
2023	14,953
2024	15,338
Thereafter	625
	<u>\$ 67,917</u>

Actuarial assumptions

The total OPEB liability in the December 31, 2017 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40 percent
Real wage growth	1.10 percent
Wage inflation	3.50 percent
Salary increases, including wage inflation	3.50 percent in aggregate
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Health care cost trend rates	
Service-based premium subsidy	0.00 percent
PERACare Medicare plans	5.00 percent
Medicare Part A premiums	3.25 percent for 2018, gradually rising to 5.00 percent in 2025

Calculations are based on the benefits provided under the terms of the substantive plan in effect at the time of each actuarial valuation and on the pattern of sharing of costs between employers of each fund to that point.

The actuarial assumptions used in the December 31, 2017, valuations were based on the results of the 2016 experience analysis for the periods January 1, 2012, through December 31, 2015, as well as, the October 28, 2016, actuarial assumptions workshop and were adopted by the PERA Board during the November 18, 2016, Board meeting. In addition, certain actuarial assumptions pertaining to per capita health care costs and their related trends are analyzed and reviewed by PERA's actuary, as discussed below.

**TOWN OF FIRESTONE, COLORADO
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In determining the additional liability for PERACare enrollees who are age sixty-five or older and who are not eligible for premium-free Medicare Part A, the following monthly costs/premiums are assumed for 2018 for the PERA Benefit Structure:

<u>Medicare Plan</u>	<u>Cost for Members Without Medicare Part A</u>	<u>Premiums for Members Without Medicare Part A</u>
Self-Funded Medicare Supplement Plans	\$736	\$367
Kaiser Permanente Medicare Advantage HMO	602	236
Rocky Mountain Health Plans Medicare HMO	611	251
UnitedHealthcare Medicare HMO	686	213

The 2018 Medicare Part A premium is \$422 per month.

In determining the additional liability for PERACare enrollees in the PERA Benefit Structure who are age sixty-five or older and who are not eligible for premium-free Medicare Part A, the following chart details the initial expected value of Medicare Part A benefits, age adjusted to age 65 for the year following the valuation date:

<u>Medicare Plan</u>	<u>Cost for Members Without Medicare Part A</u>
Self-Funded Medicare Supplement Plans	\$289
Kaiser Permanente Medicare Advantage HMO	300
Rocky Mountain Health Plans Medicare HMO	270
UnitedHealthcare Medicare HMO	400

All costs are subject to the health care cost trend rates, as discussed below.

Health care cost trend rates reflect the change in per capita health costs over time due to factors such as medical inflation, utilization, plan design, and technology improvements. For the PERA benefit structure, health care cost trend rates are needed to project the future costs associated with providing benefits to those PERACare enrollees not eligible for premium-free Medicare Part A.

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and heuristics developed by health plan actuaries and administrators, and projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services. Effective December 31, 2017, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

**TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

The PERA benefit structure health care cost trend rates that were used to measure the total OPEB liability are summarized in the table below:

Year	PERACare Medicare Plans	Medicare Part A Premiums
2018	5.00%	3.25%
2019	5.00%	3.50%
2020	5.00%	3.75%
2021	5.00%	4.00%
2022	5.00%	4.25%
2023	5.00%	4.50%
2024	5.00%	4.75%
2025+	5.00%	5.00%

Mortality assumptions for the determination of the total pension liability for each of the Division Trust Funds as shown below are applied, as applicable, in the determination of the total OPEB liability for the HCTF. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

Healthy mortality assumptions for active members were based on the RP-2014 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved mortality prospectively, the mortality rates incorporate a 70 percent factor applied to male rates and a 55 percent factor applied to female rates.

Healthy, post-retirement mortality assumptions for the State and Local Government Divisions were based on the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- **Males:** Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- **Females:** Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

Healthy, post-retirement mortality assumptions for the School and Judicial Divisions were based on the RP-2014 White Collar Healthy Annuitant Mortality Table, adjusted as follows:

- **Males:** Mortality improvement projected to 2018 using the MP-2015 projection scale, a 93 percent factor applied to rates for ages less than 80, a 113 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- **Females:** Mortality improvement projected to 2020 using the MP-2015 projection scale, a 68 percent factor applied to rates for ages less than 80, a 106 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

For disabled retirees, the mortality assumption was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

TOWN OF FIRESTONE, COLORADO
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The following health care costs assumptions were updated and used in the measurement of the obligations for the HCTF:

- Initial per capita health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2018 plan year.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then-current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four or five years for PERA. Recently, this assumption has been reviewed more frequently. The most recent analyses were outlined in presentations to PERA's Board on October 28, 2016.

Several factors were considered in evaluating the long-term rate of return assumption for the HCTF, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

As of the most recent adoption of the long-term expected rate of return by the PERA Board, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
U.S. Equity - Large Cap	21.20%	4.30%
U.S. Equity - Small Cap	7.42%	4.80%
Non U.S. Equity - Developed	18.55%	5.20%
Non U.S. Equity - Emerging	5.83%	5.40%
Core Fixed Income	19.32%	1.20%
High Yield	1.38%	4.30%
Non U.S. Fixed Income - Developed	1.84%	0.60%
Emerging Market Debt	0.46%	3.90%
Core Real Estate	8.50%	4.90%
Opportunity Fund	6.00%	3.80%
Private Equity	8.50%	6.60%
Cash	1.00%	0.20%
Total	100.00%	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

**TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

Sensitivity of the Town's proportionate share of the net OPEB liability to changes in the healthcare cost trend rates

The following presents the Town's net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
PERACare Medicare Trend Rate	4.00%	5.00%	6.00%
Initial Medicare Part A Trend Rate	2.25%	3.25%	4.25%
Ultimate Medicare Part A Trend Rate	4.00%	5.00%	6.00%
Proportionate Share of the Net OPEB Liability	\$ 402,272	\$ 413,696	\$ 426,835

Discount Rate

The discount rate used to measure the total OPEB liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2018, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.50%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process used by the plan to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Transfers of a portion of purchase service agreements intended to cover the costs associated with OPEB benefits were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the projection test indicates the HCTF's fiduciary net position was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent.

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

Sensitivity of the Town's proportionate share of the net OPEB liability to changes in the discount rate

The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	Current Discount		
	1% Decrease (6.25%)	Rate (7.25%)	1% Increase (8.25%)
Proportionate Share of the Net OPEB Liability	\$ 462,890	\$ 413,696	\$ 371,640

OPEB plan fiduciary net position

Detailed information about the HCTF's fiduciary net position is available in PERA's CAFR which can be obtained at www.copera.org/investments/pera-financial-reports.

NOTE 14 - COMMITMENTS AND CONTINGENCIES

Construction Commitments

At December 31, 2019, the Town had unexpended construction related contract commitments in the governmental funds of approximately \$190,000. These projects are expected to be completed in 2020.

TABOR Amendment

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

The Amendment also requires local governments to establish emergency reserves to be used for declared emergencies only. An emergency, as defined by the Amendment, excludes economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending (excluding bonded debt service). The Town has restricted \$394,927 for this purpose.

On April 2, 1996, the voting citizens of the Town of Firestone authorized the Town to collect retain, and expend the full proceeds of the Town's sales and use tax, property tax revenues, non-federal grants, fees and other revenues collected and received during the year 1996 and each subsequent year, for capital projects, basic municipal services or other lawful municipal purposes, notwithstanding any state limitation on fiscal year revenue and spending, including without limitation the restrictions of Article X, Section 20 of the Colorado Constitution or any other law. This effectively removed all revenue and spending limits imposed by TABOR.

The Town believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions will require Judicial interpretation.

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

Litigation

Management is not aware of any outstanding claims that could have a material adverse effect on the Town's financial statements.

Operating Leases

The Town leases office facilities under an operating lease that became effective August 1, 2018 and expires after two years. Total rental expense for the year ended December 31, 2019 was \$52,884. Based on this lease, the future minimum annual rental commitments are \$30,849 for 2020.

NOTE 15 – FUND BALANCE CLASSIFICATION

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 14, the Town is required to provide for Emergency Reserves.

The rationale of the fund balance classifications are as follows:

- Nondisposable
 - These are payments made to vendors for services that will benefit periods extending beyond the current fiscal year.
- Restricted
 - Emergencies – a portion restricted for emergencies as defined under TABOR (Note 14)
 - Conservation Trust – restricted under state statutes for future payments on maintenance and capital expenditures
 - Open Space – per legal restrictions on the use of lodging taxes collected
- Committed
 - Impact Fees – committed by Board of Trustees resolution for capital projects related to roadways, local parks, regional parks, municipal facilities, drainage, and raw water
 - FURA Improvements – committed by Board of Trustees resolution to mitigate blight in the Southern, Northern, or Central Firestone Urban Renewal Authority boundaries
- Assigned
 - Working Reserve – Town Policy adopted by Resolution of the Board of Trustees to establish a working reserve of at least 25% of the current year General Fund operating expenditures
- Unassigned – any remaining fund balance 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 Town's policy is to apply expenditures against nondisposable 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.

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

NOTE 16 - RISK MANAGEMENT

Since January 1, 2010, the Town has been a member of the Colorado Intergovernmental Risk Sharing Agency ("CIRSA") which provides sufficient liability and property coverage to protect against property damage to all the Town's capital assets and equipment. Other coverage includes general liability coverage as well as supplemental liability coverage for employee benefits, employment practices, law enforcement activities, vehicle and auto liability, crimes against the Town and a general umbrella liability policy. In addition, the Town has secured additional coverage for Town events and volunteers. The Town maintains the state required worker's compensation insurance with Pinnacol Assurance, the primary provider of worker's compensation coverage in Colorado.

NOTE 17 - DEVELOPER AGREEMENTS AND TAX ABATEMENTS

The Town is involved in developer agreements to promote commercial growth within its boundaries. These agreements are structured so that future revenues are committed to meet development obligations, but only as the revenues are earned. If revenues are not earned from the sources outlined in the agreements, the Town of Firestone is not obligated to fund the expenditures from other sources. These agreements fall under Government Accounting Standard Board Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues* for pledged revenues. The obligations to be repaid through these pledged revenues are summarized below:

American Furniture Warehouse (AFW) and THF/TFD Firestone Development, L.L.C.

An Amended and Restated Public Improvements Reimbursement Agreement (the "PIRA") between AFW and THF/TFD Firestone Development (the "Developers") was approved by the Town on July 31, 2006. The PIRA will finance the construction of certain public improvements in connection with the Town City Centre development, located at I-25 and Firestone Blvd. Under the PIRA, the Developers will receive 1.25 percent (the "Credit PIF") of the Town's 3.6 percent sales and use tax on the sale or provision of goods in the development. The amount of eligible cost that could be reimbursed to the Developers from Credit PIF Revenues is limited to \$11,000,000, plus interest accruing at the Wall Street Journal Prime Rate (4.75% at December 31, 2019), capped at 7 percent per annum. The Developers have 20 years (2026) to receive the maximum reimbursable amount.

THF Firestone Development, L.L.C.

A Retail Infrastructure Funding Agreement (the "RIFA") with THF Firestone Development (the "THF Developer") was approved by the Town on September 4, 2008. The RIFA supplements the PIRA and is intended to help finance the construction of additional public improvements in connection with the development of a portion of the retail area at I-25 and Firestone Boulevard. Under the RIFA, the THF Developer imposed a Retail Transaction Fee ("RTF") in the amount of 0.25 percent of the Town's 3.6 percent sales and use tax on the sale or provision of goods in the project area. The amount of eligible cost that could be reimbursed to the Developers from RTF Revenues is limited to \$4,000,000, plus interest accruing at the Wall Street Journal Prime Rate (4.75% at December 31, 2019), capped at 7 percent per annum. The Developers have 20 years (2029) to receive the maximum reimbursable amount.

TOWN OF FIRESTONE, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

NOTE 18 - SUBSEQUENT EVENTS

In April, 2020, the Town passed a ballot initiative to expand the use of the .6% Sales Tax. The .6% sales tax can now be used for the operation and maintenance of the police and municipal court facility and for the construction, operation and maintenance of other town facilities.

The Town entered into a funding agreement with the St. Vrain Water Authority to fund various costs related to ongoing operations and administration of the Authority. In January 2020, the Town advanced \$41,500, which is 83% of the total amount needed by the Authority. Such percentage is equal to Firestone's current dedicated portion of the Defined System Capacity. Any and all advances made by the Town under the funding agreement shall be treated as payment of a portion of the Subscription Fee that the Town is obligated to pay the Authority.

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TOWN OF FIRESTONE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 6,613,433	\$ 6,613,433	\$ 8,583,975	\$ 1,970,542
Intergovernmental	965,282	965,282	1,360,479	395,197
Licenses, fees and charges	3,526,828	3,526,828	4,810,146	1,283,318
Fines	225,490	225,490	165,586	(59,904)
Grants	470,000	470,000	448,366	(21,634)
Investment earnings	125,000	125,000	426,351	301,351
Miscellaneous	1,061,717	1,061,717	553,325	(508,392)
Total Revenues	<u>12,987,750</u>	<u>12,987,750</u>	<u>16,348,228</u>	<u>3,360,478</u>
EXPENDITURES				
General Government	3,732,631	3,732,631	4,336,069	(603,438)
Municipal Court	192,300	192,300	137,131	55,169
Planning	2,052,748	2,052,748	1,689,408	363,340
Public Safety	4,256,665	4,256,665	4,012,049	244,616
Public Works	2,529,442	2,529,442	1,631,505	897,937
Parks	1,828,530	1,828,530	1,511,948	316,582
Capital Outlay	12,386,302	12,386,302	12,557,891	(171,589)
Total Expenditures	<u>26,978,618</u>	<u>26,978,618</u>	<u>25,876,001</u>	<u>1,102,617</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(13,990,868)</u>	<u>(13,990,868)</u>	<u>(9,527,773)</u>	<u>4,463,095</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	10,638,399	10,638,399	11,833,886	1,195,487
Transfers out	(205,150)	(205,150)	(148,991)	56,159
Issuance of debt	-	-	5,585,000	5,585,000
Total Other Financing Sources (Uses)	<u>10,433,249</u>	<u>10,433,249</u>	<u>17,269,895</u>	<u>6,836,646</u>
NET CHANGE IN FUND BALANCE	<u>\$ (3,557,619)</u>	<u>\$ (3,557,619)</u>	<u>7,742,122</u>	<u>\$ 11,299,741</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>15,037,957</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 22,780,079</u>	

TOWN OF FIRESTONE
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY/(ASSET)

FPPA - STATEWIDE DEFINED BENEFIT PLAN
Last Ten Years

	2019	2018	2017	2016	2015	2014
Town's proportionate share of the net pension liability/(asset)	0.30161%	0.27030%	0.27198%	0.23771%	0.25066%	0.25271%
Town's proportion of the net pension liability/(asset)	\$ 381,312	\$ (388,872)	\$ 98,278	\$ (4,191)	\$ (282,914)	\$ (316,152)
Town's covered payroll	\$ 2,020,327	\$ 1,581,069	\$ 1,349,000	\$ 1,253,350	\$ 1,127,325	\$ 1,097,600
Town's proportionate share of the net pension liability/(asset) as a percentage of its covered payroll	18.87%	-24.60%	7.29%	-0.33%	-25.10%	-28.80%
Plan fiduciary net position as a percentage of the total pension	95.20%	106.30%	98.21%	101.60%	106.30%	105.80%

* The amounts presented for each fiscal year were determined as of December 31 of the prior year.

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

TOWN OF FIRESTONE
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY/(ASSET)

PERA - LOCAL GOVERNMENT DIVISION TRUST FUND
Last Ten Years

	2019	2018	2017	2016	2015	2014
Town's proportionate share of the net pension liability/(asset)	0.39639%	0.30200%	0.32290%	0.32673%	0.30410%	0.28906%
Town's proportion of the net pension liability/(asset)	\$ 4,983,456	\$ 3,362,833	\$ 4,360,194	\$ 3,599,155	\$ 2,725,702	\$ 2,167,416
Town's covered payroll	\$ 2,571,702	\$ 1,905,298	\$ 1,957,152	\$ 1,855,551	\$ 1,666,348	\$ 1,542,145
Town's proportionate share of the net pension liability/(asset) as a percentage of its covered payroll	193.78%	176.50%	222.78%	193.97%	163.57%	140.55%
Plan fiduciary net position as a percentage of the total pension	75.96%	79.37%	73.65%	76.87%	80.72%	77.66%

* The amounts presented for each fiscal year were determined as of December 31 of the prior year.

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

TOWN OF FIRESTONE

SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY/(ASSET)

PERA - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Last Ten Years

	2019	2018
Town's proportionate share of the net OPEB liability/(asset)	0.03041%	0.02347%
Town's proportion of the net OPEB liability/(asset)	\$ 413,696	\$ 304,999
Town's covered payroll	\$ 2,571,702	\$ 1,905,298
Town's proportionate share of the net OPEB liability/(asset) as a percentage of its covered payroll	16.09%	16.01%
Plan fiduciary net position as a percentage of the total OPEB	17.03%	17.53%

* The amounts presented for each fiscal year were determined as of December 31 of the prior year.

This schedule is presented to show information for 10 years.
Until information for the full 10-year period is available,
information will be presented for the years it is available.

**TOWN OF FIRESTONE
SCHEDULE OF THE TOWN'S CONTRIBUTIONS**

FPPA - STATEWIDE DEFINED BENEFIT PLAN
Last Ten Years

As of December 31, 2019	2019	2018	2017	2016	2015	2014	2013
Statutorily required contributions	\$ 186,226	\$ 161,626	\$ 126,486	\$ 107,920	\$ 100,268	\$ 90,186	\$ 87,808
Contributions in relation to the statutorily required contribution	186,226	161,626	126,486	107,920	100,268	90,186	87,808
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	2,327,822	2,020,327	1,581,069	1,349,000	1,253,350	1,127,325	1,097,600
Contribution as a percentage of covered payroll	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

TOWN OF FIRESTONE
SCHEDULE OF THE TOWN'S CONTRIBUTIONS
PERA - LOCAL GOVERNMENT DIVISION TRUST FUND
Last Ten Years

As of December 31, 2019	2019	2018	2017	2016	2015	2014	2013
Statutorily required contributions	\$ 457,735	\$ 326,092	\$ 241,592	\$ 248,166	\$ 235,284	\$ 211,293	\$ 195,544
Contributions in relation to the statutorily required contribution	492,251	329,666	241,592	248,166	235,284	211,293	195,544
Contribution deficiency (excess)	<u>\$ (34,516)</u>	<u>\$ (3,574)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	3,609,894	2,571,702	1,905,298	1,957,152	1,855,551	1,666,348	1,542,145
Contribution as a percentage of covered payroll	12.68%	12.68%	12.68%	12.68%	12.68%	12.68%	12.68%

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

TOWN OF FIRESTONE

SCHEDULE OF THE TOWN'S CONTRIBUTIONS

PERA - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Last Ten Years

As of December 31, 2019	<u>2019</u>	<u>2018</u>
Statutorily required contributions	\$ 36,821	\$ 26,231
Contributions in relation to the statutorily required contribution	<u>36,821</u>	<u>26,231</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	3,609,894	2,571,702
Contribution as a percentage of covered payroll	1.02%	1.02%

This schedule is presented to show information for 10 years.
Until information for the full 10-year period is available,
information will be presented for the years it is available.

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TOWN OF FIRESTONE
SALES TAX CAPITAL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 1,826,617	\$ 1,826,617	\$ 1,841,898	\$ 15,281
Investment earnings	11,000	11,000	13,477	2,477
Total Revenues	<u>1,837,617</u>	<u>1,837,617</u>	<u>1,855,375</u>	<u>17,758</u>
EXPENDITURES				
Principal Payments	160,000	160,000	160,000	-
Interest Expenditures	103,618	103,618	103,619	(1)
Administrative fees	1,500	1,500	-	1,500
Total Expenditures	<u>265,118</u>	<u>265,118</u>	<u>263,619</u>	<u>1,499</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>1,572,499</u>	<u>1,572,499</u>	<u>1,591,756</u>	<u>19,257</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(1,572,499)</u>	<u>(1,572,499)</u>	<u>(147,685)</u>	<u>1,424,814</u>
Total other financing Sources (Uses)	<u>(1,572,499)</u>	<u>(1,572,499)</u>	<u>(147,685)</u>	<u>1,424,814</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	1,444,071	<u>\$ 1,444,071</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>282,112</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 1,726,183</u>	

TOWN OF FIRESTONE
SALES AND USE TAX - POLICE FACILITY CAPITAL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 1,158,849	\$ 1,158,849	\$ 1,381,891	\$ 223,042
Investment earnings	75,000	75,000	161,049	86,049
Total Revenues	<u>1,233,849</u>	<u>1,233,849</u>	<u>1,542,940</u>	<u>309,091</u>
EXPENDITURES				
General Government	-	-	17,747	(17,747)
Principal Payments	360,000	360,000	360,000	-
Interest Expenditures	637,600	637,600	635,769	1,831
Administrative Fee	15,000	20,000	2,250	17,750
Total Expenditures	<u>1,012,600</u>	<u>1,017,600</u>	<u>1,015,766</u>	<u>1,834</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>221,249</u>	<u>216,249</u>	<u>527,174</u>	<u>310,925</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(9,065,900)</u>	<u>(11,715,900)</u>	<u>(11,686,201)</u>	<u>29,699</u>
Total other financing Sources (Uses)	<u>(9,065,900)</u>	<u>(11,715,900)</u>	<u>(11,686,201)</u>	<u>29,699</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (8,844,651)</u></u>	<u><u>\$ (11,499,651)</u></u>	<u>(11,159,027)</u>	<u><u>\$ 340,624</u></u>
FUND BALANCE AT BEGINNING OF YEAR			<u>12,642,647</u>	
FUND BALANCE AT END OF YEAR			<u><u>\$ 1,483,620</u></u>	

**TOWN OF FIRESTONE
COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS
December 31, 2019**

	Firestone Finance Authority	Firestone Urban Renewal Authority - Northern	Firestone Urban Renewal Authority - Central	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ -	\$ 1,454,663	\$ 28,465	\$ 1,483,128
Total Assets	-	1,454,663	28,465	1,483,128
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts Payable	-	18,250	-	18,250
Other Liabilities	-	7,687	-	7,687
Total Liabilities	-	25,937	-	25,937
FUND BALANCE				
Committed for:				
FURA Improvements	-	1,428,726	28,465	1,457,191
Total Fund Balance	-	1,428,726	28,465	1,457,191
Total Liabilities and Fund Balance	\$ -	\$ 1,454,663	\$ 28,465	\$ 1,483,128

TOWN OF FIRESTONE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - OTHER GOVERNMENTAL FUNDS
Year Ended December 31, 2019

	Firestone Finance Authority	Firestone Urban Renewal Authority - Northern	Firestone Urban Renewal Authority - Central	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ -	\$ 1,411,325	\$ 270,017	\$ 1,681,342
Licenses, fees and charges	-	100,000	-	100,000
Investment Earnings	-	37,557	1,626	39,183
Total Revenues	-	1,548,882	271,643	1,820,525
EXPENDITURES				
Current:				
General Government	1,200	1,177,250	215,537	1,393,987
Debt Service:				
Principal	115,000	-	-	115,000
Interest expenditures	32,791	-	-	32,791
Total Expenditures	148,991	1,177,250	215,537	1,541,778
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(148,991)	371,632	56,106	278,747
OTHER FINANCING SOURCES (USES)				
Transfers in	148,991	-	-	148,991
Total Other Financing Sources (Uses)	148,991	-	-	148,991
NET CHANGE IN FUND BALANCES	-	371,632	56,106	427,738
FUND BALANCES - BEGINNING OF YEAR	-	1,057,094	(27,641)	1,029,453
FUND BALANCES - END OF YEAR	\$ -	\$ 1,428,726	\$ 28,465	\$ 1,457,191

TOWN OF FIRESTONE
FIRESTONE FINANCE AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Principal Payments	115,000	115,000	115,000	-
Interest Expenditures	33,075	33,075	32,791	284
Administration fee	1,500	1,500	1,200	300
Total Expenditures	<u>149,575</u>	<u>149,575</u>	<u>148,991</u>	<u>584</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(149,575)</u>	<u>(149,575)</u>	<u>(148,991)</u>	<u>(584)</u>
OTHER FINANCING SOURCES				
Transfers in	149,575	149,575	148,991	(584)
Total Other Financing Sources	<u>149,575</u>	<u>149,575</u>	<u>148,991</u>	<u>(584)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>-</u>	
FUND BALANCE AT END OF YEAR			<u>\$ -</u>	

TOWN OF FIRESTONE
FIRESTONE URBAN RENEWAL AUTHORITY - NORTHERN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Property taxes - TIF	\$ 1,557,715	\$ 1,557,715	\$ 1,411,325	\$ (146,390)
Licenses, fees and charges	-	-	100,000	100,000
Investment earnings	17,280	17,280	37,557	20,277
Total Revenues	<u>1,574,995</u>	<u>1,574,995</u>	<u>1,548,882</u>	<u>(26,113)</u>
EXPENDITURES				
General Government	<u>1,324,226</u>	<u>1,324,226</u>	<u>1,177,250</u>	<u>146,976</u>
Total Expenditures	<u>1,324,226</u>	<u>1,324,226</u>	<u>1,177,250</u>	<u>146,976</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>250,769</u>	<u>250,769</u>	<u>371,632</u>	<u>120,863</u>
NET CHANGE IN FUND BALANCE	<u>\$ 250,769</u>	<u>\$ 250,769</u>	<u>371,632</u>	<u>\$ 120,863</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>1,057,094</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 1,428,726</u>	

TOWN OF FIRESTONE
FIRESTONE URBAN RENEWAL AUTHORITY - CENTRAL
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2019

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Property taxes - TIF	\$ 59,145	\$ 59,145	\$ 270,017	\$ 210,873
Investment earnings	-	-	1,626	1,626
Total Revenues	<u>59,145</u>	<u>59,145</u>	<u>271,643</u>	<u>212,499</u>
EXPENDITURES				
General Government	<u>49,863</u>	<u>218,825</u>	<u>215,537</u>	<u>3,288</u>
Total Expenditures	<u>49,863</u>	<u>218,825</u>	<u>215,537</u>	<u>3,287</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>9,282</u>	<u>(159,680)</u>	<u>56,106</u>	<u>215,786</u>
NET CHANGE IN FUND BALANCE	<u>\$ 9,282</u>	<u>\$ (159,680)</u>	<u>56,106</u>	<u>\$ 215,786</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>(27,641)</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 28,465</u>	

TOWN OF FIRESTONE
WATER FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION -
BUDGET AND ACTUAL (NON GAAP BUDGETARY BASIS)
Year Ended December 31, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
OPERATING REVENUES				
Charges for Service	\$ 3,540,160	\$ 3,540,160	\$ 6,283,738	\$ 2,743,578
Licenses and fees	1,913,700	1,913,700	340,774	(1,572,926)
Grants	30,000	30,000	56,682	26,683
Intergovernmental	12,080	12,080	10,615	(1,465)
Total Operating Revenues	<u>5,495,940</u>	<u>5,495,940</u>	<u>6,691,809</u>	<u>1,195,870</u>
OPERATING EXPENSES				
Operations	1,050,255	1,050,255	855,552	194,703
Administration	338,820	338,820	358,542	(19,722)
Resources	909,344	909,344	549,580	359,764
Water Treatment and Tap Fees	2,013,000	2,013,000	2,035,296	(22,296)
Capital Outlay	5,364,411	5,364,411	2,390,403	2,974,008
Total Operating Expenses	<u>9,675,830</u>	<u>9,675,830</u>	<u>6,189,373</u>	<u>3,486,456</u>
OPERATING INCOME (LOSS)	<u>(4,179,890)</u>	<u>(4,179,890)</u>	<u>502,436</u>	<u>4,682,326</u>
NONOPERATING REVENUES (EXPENSES)				
Interest earnings	50,000	50,000	220,801	170,801
Loan proceeds	1,388,411	1,388,411	4,325,801	2,937,390
Interest expense	-	-	(106,805)	(106,805)
Total Nonoperating Revenues	<u>1,438,411</u>	<u>1,438,411</u>	<u>4,439,797</u>	<u>3,001,386</u>
Change in Net Position - Budget Basis	<u>\$ (2,741,479)</u>	<u>\$ (2,741,479)</u>	4,942,233	<u>\$ 7,683,711</u>
RECONCILIATION TO GAAP BASIS:				
Loan Proceeds			(4,325,801)	
Capital Contributions			568,495	
Accrued Payroll/Comp Abs			(29,636)	
Change in Pension Liability			(59,580)	
Change in OPEB Liability			(12,891)	
Capital Outlay			2,390,403	
Depreciation			(483,487)	
Change in Net Position - GAAP Basis			<u>2,989,736</u>	
TOTAL NET POSITION - BEGINNING			<u>81,676,585</u>	
TOTAL NET POSITION - ENDING			<u>\$ 84,666,321</u>	

TOWN OF FIRESTONE
STORMWATER FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION -
BUDGET AND ACTUAL (NON GAAP BUDGETARY BASIS)
Year Ended December 31, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
OPERATING REVENUES				
Charges for services	\$ 570,000	\$ 570,000	\$ 595,187	\$ 25,187
Licenses and fees	-	-	236,332	236,332
Total Operating Revenues	<u>570,000</u>	<u>570,000</u>	<u>831,519</u>	<u>261,519</u>
OPERATING EXPENSES				
Operations	636,305	636,305	177,228	459,076
Administration	8,300	8,300	7,437	863
Capital Outlay	375,500	375,500	424,815	(49,315)
Total Operating Expenses	<u>1,020,105</u>	<u>1,020,105</u>	<u>609,480</u>	<u>410,624</u>
OPERATING INCOME	<u>(450,105)</u>	<u>(450,105)</u>	<u>222,039</u>	<u>672,143</u>
NONOPERATING REVENUES				
Interest earnings	7,500	7,500	27,924	20,424
Total Nonoperating Revenues	<u>7,500</u>	<u>7,500</u>	<u>27,924</u>	<u>20,424</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(442,605)</u>	<u>(442,605)</u>	<u>249,963</u>	<u>692,567</u>
OTHER FINANCING SOURCES				
Transfers in	55,575	55,575	-	(55,575)
Total Other Financing Sources	<u>55,575</u>	<u>55,575</u>	<u>-</u>	<u>(55,575)</u>
Change in Net Position - Budget Basis	<u><u>\$ (387,030)</u></u>	<u><u>\$ (387,030)</u></u>	<u>249,963</u>	<u><u>\$ 636,992</u></u>
RECONCILIATION TO GAAP BASIS:				
Developer Contributions			332,329	
Accrued Payroll/Comp Abs			(13,490)	
Change in Pension Liability			(31,151)	
Change in OPEB Liability			(3,643)	
Capital Outlay			424,815	
Depreciation			(136,790)	
Change in Net Position - GAAP Basis			<u>822,033</u>	
TOTAL NET POSITION - BEGINNING			<u>7,664,308</u>	
TOTAL NET POSITION - ENDING			<u><u>\$ 8,486,341</u></u>	

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**TOWN OF FIRESTONE, COLORADO
STATISTICAL SECTION
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2019**

This part of the Town of Firestone's Comprehensive Annual Financial Report presents detailed information spanning multiple years to provide a historical context for understanding, interpreting and analyzing the information presented in the financial statements, note disclosures, and supplementary information about the Town's overall financial condition.

The Statistical Section is organized as follows -

	<u>Pages</u>
<i>Financial Trends:</i>	
Information on the Town's financial performance and health over time.	88-97
<i>Revenue:</i>	
Information on the Town's ability to generate tax revenue over time.	99-107
<i>Debt Capacity:</i>	
Information on the Town's outstanding debt and that of overlapping governments.	108-113
<i>Demographics:</i>	
Information on demographic and economic measures that affect the Town and its provision of services to its constituents.	114-116
<i>Operating Information:</i>	
Information on the Town's operations, staffing and other data.	117-119

Town of Firestone
Net Position by Component
Last Ten Years

	2010	2011	2012	2013
Governmental activities				
Net investment in capital assets	\$ 30,754,589	\$ 29,832,385	\$ 28,453,663	\$ 27,884,672
Restricted	3,034,596	269,051	319,783	360,606
Unrestricted	1,793,769	4,807,819	5,216,289	5,368,759
Total governmental activities position	\$ 35,582,954	\$ 34,909,255	\$ 33,989,735	\$ 33,614,037
Business-type activities				
Net investment in capital assets	\$ 53,632,012	\$ 53,745,675	\$ 53,954,280	\$ 54,207,452
Restricted	-	-	-	-
Unrestricted	2,813,046	3,347,722	3,979,414	4,747,092
Total business-type activities net position	\$ 56,445,058	\$ 57,093,397	\$ 57,933,694	\$ 58,954,544
Primary government				
Net investment in capital assets	\$ 84,386,601	\$ 83,578,060	\$ 82,407,943	\$ 82,092,124
Restricted	3,034,596	269,051	319,783	360,606
Unrestricted	4,606,815	8,155,541	9,195,703	10,115,851
Total primary government net position	\$ 92,028,012	\$ 92,002,652	\$ 91,923,429	\$ 92,568,581

Source: Town of Firestone Finance Department

2014		2015		2016		2017		2018		2019	
\$	25,318,630	\$	29,781,019	\$	35,226,064	\$	34,650,364	\$	28,109,970	\$	41,257,735
	2,896,206		555,109		620,745		803,119		13,864,260		10,522,696
	7,080,617		10,668,886		12,805,734		13,822,992		11,968,347		7,855,505
\$	35,295,453	\$	41,005,014	\$	48,652,543	\$	49,276,475	\$	53,942,577	\$	59,635,936
\$	54,887,599	\$	56,976,448	\$	61,740,243	\$	64,408,047	\$	80,031,398	\$	78,690,632
	-		-		-		-		-		-
	5,700,790		6,330,768		7,468,575		7,945,531		9,309,495		14,462,030
\$	60,588,389	\$	63,307,216	\$	69,208,818	\$	72,353,578	\$	89,340,893	\$	93,152,662
\$	80,206,229	\$	86,757,467	\$	96,966,307	\$	99,058,411	\$	108,141,368	\$	119,948,367
	2,896,206		555,109		620,745		803,119		13,864,260		10,522,696
	12,781,407		16,999,654		20,274,309		21,768,523		21,277,842		22,317,535
\$	95,883,842	\$	104,312,230	\$	117,861,361	\$	121,630,053	\$	143,283,470	\$	152,788,598

Town of Firestone
Changes in Net Position
Last Ten Years

	2010	2011	2012	2013
Expenses				
Governmental activities:				
General Government	\$ 1,156,785	\$ 1,106,283	\$ 1,322,245	\$ 1,835,993
Public Safety	2,246,700	2,169,999	2,266,759	2,272,091
Public Works	2,588,250	2,450,275	2,445,606	2,554,525
Health & Welfare	95,917	95,010	96,785	174,160
Economic Development	18,905	70,334	65,143	72,636
Parks	699,652	668,285	774,910	837,008
Interest on long-term debt	82,409	73,349	70,203	58,494
Total governmental activities expenses	6,888,618	6,633,535	7,041,651	7,804,907
Business-type activities:				
Water	1,857,559	2,018,304	2,125,436	2,079,861
Stormwater	48,000	16,502	29,637	63,537
Total business-type activities expenses	1,905,559	2,034,806	2,155,073	2,143,398
Total primary government activities expenses	\$ 8,794,177	\$ 8,668,341	\$ 9,196,724	\$ 9,948,305
Program Revenues				
Governmental activities:				
Charges for services				
General Government	\$ 43,364	\$ 77,340	\$ 137,715	\$ 437,671
Public safety	173,518	201,219	200,761	170,871
Public works	1,318,295	1,117,241	897,921	1,055,226
Parks	98,311	73,943	115,434	-
Operating grants and contributions	89,656	25,400	-	238,962
General government		7,500	-	51,500
Public works		105,660	-	105,660
Total governmental activities program revenues	1,723,144	1,608,303	1,351,831	2,059,890
Business-type activities:				
Charges for services				
Water	2,296,168	2,354,488	2,751,268	2,452,756
Stormwater	106,144	111,001	113,757	114,700
Operating grants and contributions	30,461	26,696	26,067	6,064
Capital grants and contributions	99,000	57,500	61,900	595,603
Total business-type activities program revenues	2,531,773	2,549,685	2,952,992	3,169,123
Total primary government program revenues	\$ 4,254,917	\$ 4,157,988	\$ 4,304,823	\$ 5,229,013
Net (expense) revenue				
Governmental activities	(5,165,474)	(5,025,232)	(5,689,820)	(5,745,017)
Business-type activities	626,214	514,879	797,919	1,025,725
Total primary government net expense	\$ (4,539,260)	\$ (4,510,353)	\$ (4,891,901)	\$ (4,719,292)

2014	2015	2016	2017	2018	2019
\$ 2,156,089	\$ 2,207,436	\$ 2,348,047	\$ 5,513,764	\$ 6,569,854	\$ 7,260,146
2,436,446	2,671,801	2,969,834	3,261,233	3,935,427	3,998,914
2,974,941	3,248,015	3,090,882	4,880,477	4,125,894	4,333,351
141,181	154,023	141,260	-	-	-
176,249	177,493	43,704	-	-	-
899,216	1,113,830	1,012,945	900,040	1,038,690	1,686,172
205,068	156,411	159,656	145,887	553,631	856,391
8,989,190	9,729,009	9,766,328	14,701,401	16,223,496	18,134,974
2,311,358	2,473,529	2,744,992	4,017,740	3,881,323	4,491,369
82,369	167,672	227,901	148,496	232,813	369,739
2,393,727	2,641,201	2,972,893	4,166,236	4,114,136	4,861,108
\$ 11,382,917	\$ 12,370,210	\$ 12,739,221	\$ 18,867,637	\$ 20,337,632	\$ 22,996,082
\$ 629,638	\$ 1,029,753	\$ 1,003,617	\$ 1,944,779	\$ 2,399,646	\$ 2,951,584
187,039	249,393	242,676	215,919	245,411	167,956
1,750,915	3,368,729	2,697,973	1,451,035	1,348,846	977,560
-	-	-	557,611	1,481,911	978,632
397,245	1,276,205	853,006	201,916	508,227	689,690
-	-	-	-	-	-
462,805	1,479,388	4,785,207	1,181,103	2,198,384	2,261,265
3,427,642	7,403,468	9,582,479	5,552,363	8,182,425	8,026,687
2,726,634	3,208,033	3,416,947	5,741,998	5,795,460	6,624,512
118,585	278,433	449,677	503,901	562,356	831,519
29,756	5,300	1,074	22,616	10,342	67,297
1,115,070	2,301,727	3,228,775	400,981	13,936,292	900,824
3,990,045	5,793,493	7,096,473	6,669,496	20,304,450	8,424,152
\$ 7,417,687	\$ 13,196,961	\$ 16,678,952	\$ 12,221,859	\$ 28,486,875	\$ 16,450,839
(5,561,548)	(2,325,541)	(183,849)	(9,149,038)	(8,041,071)	(10,108,287)
1,596,318	3,152,292	4,123,580	2,503,260	16,190,314	3,563,044
\$ (3,965,230)	\$ 826,751	\$ 3,939,731	\$ (6,645,778)	\$ 8,149,243	\$ (6,545,243)

Town of Firestone
Changes in Net Position (continued)
Last Ten Years

General Revenues and Other Changes in Net Position

Governmental activities:

	2010	2011	2012	2013
Taxes				
Property taxes - general	\$ 813,795	\$ 720,123	\$ 824,637	\$ 892,840
Property taxes - debt service	72,265	75,271	74,090	79,607
Property taxes - urban renewal	-	15,562	20,170	31,910
Specific ownership taxes	55,890	57,189	71,475	64,770
Sales & Use Tax	2,301,440	2,518,329	2,683,817	2,973,413
Hwy users, road & bridge, motor vehicle taxes	454,967	467,408	469,955	485,282
Other shared taxes	-	-	-	-
Franchise fees (1)	343,974	338,780	380,273	396,128
Interest earnings	10,635	14,705	15,411	7,362
Other miscellaneous	158,345	267,523	259,343	394,184
Gain on Sale of Capital Assets	-	-	-	-
Transfers	(177,451)	(123,361)	(28,871)	43,823
Total governmental activities	4,033,860	4,351,529	4,770,300	5,369,319
Business-type activities				
Investment earnings	6,302	9,391	9,155	10,433
Other miscellaneous	4,433	708	4,352	13,535
Transfers	177,451	123,361	28,871	(28,843)
Total business-type activities	188,186	133,460	42,378	(4,875)
Total primary government	\$ 4,222,046	\$ 4,484,989	\$ 4,812,678	\$ 5,364,444

Changes in Net Position

Governmental activities	\$ (1,131,614)	\$ (673,703)	\$ (919,520)	\$ (375,698)
Business-type activities	814,400	648,339	840,297	1,020,850
Total primary government	\$ (317,214)	\$ (25,364)	\$ (79,223)	\$ 645,152

Source: Town of Firestone Finance Department

(1) Franchise Fees were previously included under General Revenues. Per GASB-S37, these should be under charge for service when not based on gross receipts. Therefore, they are now included in charge for service under the appropriate function.

2014	2015	2016	2017	2018	2019
\$ 918,746	\$ 990,689	\$ 1,158,501	\$ 1,415,101	\$ 1,455,589	\$ 1,439,646
-	-	-	-	-	-
27,839	679,422	472,096	890,758	1,455,337	1,681,342
77,454	66,868	72,990	110,069	112,203	105,737
4,692,078	5,448,691	6,072,395	6,093,407	8,122,999	10,166,807
507,865	545,634	551,515	401,994	532,150	541,420
-	-	-	493,796	563,148	748,438
406,612	435,073	481,156	517,269	-	-
29,615	48,372	75,918	116,195	518,530	640,060
601,620	1,121,028	702,061	309,380	474,089	426,503
-	-	-	-	-	51,693
(18,865)	(94,741)	(1,755,254)	(575,000)	(250,000)	-
7,242,964	9,241,036	7,831,378	9,772,969	12,984,045	15,801,646
13,801	20,061	22,768	61,555	383,847	248,725
4,861	97,063	-	4,945	188,214	-
18,865	94,741	1,755,254	575,000	250,000	-
37,527	211,865	1,778,022	641,500	822,061	248,725
\$ 7,280,491	\$ 9,452,901	\$ 9,609,400	\$ 10,414,469	\$ 13,806,106	\$ 16,050,371
\$ 1,681,416	\$ 6,915,495	\$ 7,647,529	\$ 623,931	\$ 4,942,975	\$ 5,693,359
1,633,845	3,364,157	5,901,602	3,144,760	17,012,375	3,811,769
\$ 3,315,261	\$ 10,279,652	\$ 13,549,131	\$ 3,768,691	\$ 21,955,350	\$ 9,505,128

Town of Firestone
Fund Balances of Governmental Funds
Last Ten Years

	2010	2011 ⁽¹⁾	2012	2013	2014	2015
General Fund						
Reserved	\$ 172,156	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	849,368	-	-	-	-	-
Nonspendable	-	10,365	12,433	27,847	30,524	11,265
Restricted	-	125,132	174,175	207,290	294,883	419,510
Committed	-	-	-	-	-	-
Assigned	-	128,100	128,397	62,084	62,084	-
Unassigned	-	1,230,764	1,642,004	2,022,351	2,675,982	4,174,872
Total general fund	<u>\$ 1,021,524</u>	<u>\$ 1,494,361</u>	<u>\$ 1,957,009</u>	<u>\$ 2,319,572</u>	<u>\$ 3,063,473</u>	<u>\$ 4,605,647</u>
All other governmental funds						
Reserved	\$ 2,853,815	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:						
Special revenue funds	1,027,279	-	-	-	-	-
Nonspendable	-	-	515	-	-	-
Restricted	-	143,919	145,608	153,316	2,601,323	135,599
Committed	-	2,082,265	2,236,855	1,984,022	3,301,212	6,438,705
Assigned	-	1,433,810	1,310,650	1,402,256	1,158,717	1,407,111
Unassigned	-	-	-	-	-	-
Total of all other governmental funds	<u>\$ 3,881,094</u>	<u>\$ 3,659,994</u>	<u>\$ 3,693,628</u>	<u>\$ 3,539,594</u>	<u>\$ 7,061,252</u>	<u>\$ 7,981,415</u>

Source: Town of Firestone Finance Department

(1) The Town 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.

2016	2017	2018	2019
\$ -	\$ -	\$ -	\$ -
-	-	-	-
9,928	63,850	116,814	120,797
419,510	803,119	939,501	7,312,893
-	7,166,423	6,429,983	8,221,410
-	2,237,467	2,682,429	3,329,528
6,024,085	5,881,921	4,869,230	3,795,451
<u>\$ 6,453,523</u>	<u>\$ 16,152,780</u>	<u>\$ 15,037,957</u>	<u>\$ 22,780,079</u>

\$ -	\$ -	\$ -	\$ -
-	-	-	-
1,318	-	-	-
201,235	-	12,924,759	3,209,803
6,586,504	1,074,337	1,057,094	1,457,191
1,693,642	-	-	-
-	(38,302)	(27,641)	-
<u>\$ 8,482,699</u>	<u>\$ 1,036,035</u>	<u>\$ 13,954,212</u>	<u>\$ 4,666,994</u>

Town of Firestone
Changes in Fund Balances of Governmental Funds
Last Ten Years

	2010	2011	2012	2013
Revenues				
Taxes	\$ 5,030,226	\$ 5,108,891	\$ 5,287,922	\$ 6,066,305
Licenses, fees and charges	512,121	466,007	449,699	580,715
Intergovernmental	99,199	108,118	86,319	238,962
Fines	170,647	159,002	164,833	170,871
Grants	-	-	-	-
Investment earnings	10,635	14,705	15,411	7,362
Miscellaneous	103,989	107,848	146,815	178,991
Total revenues	5,926,817	5,964,571	6,150,999	7,243,206
Expenditures				
General government	1,176,268	1,059,884	1,299,466	1,745,644
Public safety	2,164,212	2,107,193	2,174,095	2,190,954
Public works	847,105	688,699	687,029	725,448
Health & Welfare	95,917	95,010	96,785	174,160
Economic Development	18,905	70,334	65,143	72,636
Parks and Open Space	366,645	317,802	408,546	467,477
Capital Outlay	291,454	671,586	657,101	1,375,169
Debt service				
Interest	392,391	78,720	419,743	61,608
Principal	85,083	500,245	69,827	250,424
Debt Issuance Costs				
Total expenditures	5,437,980	5,589,473	5,877,735	7,063,520
Excess of revenues over (under) expenditures	488,837	375,098	273,264	179,686
Other financing sources (uses)				
Proceeds from capital lease	43,176	-	251,889	-
Proceeds from sale of capital assets	18,992	-	-	-
Operating transfers in	505,906	969,108	599,577	1,343,895
Operating transfers out	(683,357)	(1,092,469)	(628,448)	(1,315,052)
Proceeds from Debt Issuance	-	-	-	-
Premium on Issuance of Debt	-	-	-	-
Total other financing sources (uses)	(115,283)	(123,361)	223,018	28,843
Net changes in fund balance	\$ 373,554	\$ 251,737	\$ 496,282	\$ 208,529
Debt service as a percentage of noncapital expenditures	9.28%	11.77%	9.38%	5.49%

Source: Town of Firestone Finance Department

2014	2015	2016	2017	2018	2019
\$ 8,691,142	\$ 11,854,063	\$ 11,638,871	\$ 8,597,266	\$ 11,235,451	\$ 13,489,106
777,802	1,183,137	1,164,279	3,752,927	4,474,448	4,910,146
397,246	1,276,205	853,006	1,096,057	1,044,700	1,360,479
187,039	249,393	242,676	212,529	243,821	165,586
-	-	-	5,367	369,489	448,366
29,615	48,372	75,918	116,195	518,530	640,060
143,822	648,687	409,154	1,242,364	1,331,650	553,325
10,226,666	15,259,857	14,383,904	15,022,705	19,218,089	21,567,068
2,013,681	2,120,898	2,241,403	4,579,269	6,188,354	7,420,638
2,393,303	2,699,483	2,916,172	3,224,787	3,661,060	3,970,905
1,138,594	1,168,995	931,942	1,639,613	1,500,029	1,406,210
141,181	154,023	141,260	-	-	-
176,249	177,493	43,704	-	-	-
532,995	719,125	627,552	435,065	681,902	1,484,645
2,833,046	5,234,670	2,967,231	1,905,964	9,435,637	12,557,891
131,175	163,244	159,471	150,414	535,305	836,414
344,939	264,848	250,755	260,000	1,170,976	935,461
62,443	-	-	-	175,259	85,000
9,767,606	12,702,779	10,279,490	12,195,112	23,348,522	28,697,164
459,060	2,557,078	4,104,414	2,827,593	(4,130,433)	(7,130,096)
-	-	-	-	-	-
-	-	-	-	-	-
3,180,869	4,269,478	2,451,310	10,094,527	5,644,059	11,982,877
(3,199,734)	(4,364,219)	(4,206,564)	(10,669,527)	(5,894,059)	(11,982,877)
3,795,000	-	-	-	14,830,000	5,585,000
30,364	-	-	-	1,353,786	-
3,806,499	(94,741)	(1,755,254)	(575,000)	15,933,786	5,585,000
\$ 4,265,559	\$ 2,462,337	\$ 2,349,160	\$ 2,252,593	\$ 11,803,353	\$ (1,545,096)
6.93%	5.73%	5.56%	3.94%	12.26%	10.98%

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Town of Firestone
General Governmental Tax Revenues By Source
Last Ten Years

Year	Property Tax	Specific Ownership Tax	Franchise Tax ⁽¹⁾	Sales & Use Tax	Severance Tax	Cigarette Tax	Other	Total
2010	886,060	55,890	343,974	2,301,440	30,009	17,135	407,823	4,042,331
2011	810,956	57,189	338,780	2,518,329	119,510	16,866	331,032	4,192,662
2012	918,897	71,475	380,273	2,683,817	163,361	15,683	290,911	4,524,417
2013	1,004,357	64,770	396,128	2,973,413	157,655	15,382	542,418	5,154,123
2014	946,639	77,454	406,612	4,692,078	325,426	16,192	623,990	7,088,392
2015	1,670,111	66,868	435,073	5,448,691	354,052	17,402	646,521	8,638,718
2016	1,630,597	72,990	481,156	6,072,395	178,086	18,236	648,099	9,101,560
2017	2,305,859	110,069	517,269	6,093,407	80,794	18,187	796,809	9,922,394
2018	2,910,926	112,203	-	8,122,999	137,952	22,894	934,452	12,241,426
2019	3,120,988	105,737	-	10,166,807	323,257	22,214	944,387	14,683,390

Source: Town of Firestone Finance Department

⁽¹⁾ In 2018, the Franchise Fees were documented differently to follow GASB Statement No. 37

Year	Taxable Revenue Sales Tax	% Change	Taxable Revenue Use Tax	% Change
2013	\$ 115,592,482	--	\$ 13,946,250	71.59%
2014	124,703,183	7.88%	22,125,050	58.65%
2015	135,100,169	8.34%	36,912,350	66.84%
2016	148,351,395	9.81%	39,452,175	6.88%
2017	156,684,562	5.62%	33,806,900	-14.31%
2018	196,750,193	25.57%	39,999,704	18.32%
2019	242,240,088	23.12%	55,621,667	39.06%

Town of Firestone
Sales Tax Trends
Last Ten Years

	2010	2011	2012	2013	2014
Motor Vehicle Taxes	\$ 357,742	\$ 387,137	\$ 465,971	\$ 482,771	\$ 576,613
Hotel/Motels	21,148	43,089	58,818	75,068	144,952
Restaurants	224,575	300,907	314,609	337,268	599,105
Retail - Grocery	218,648	228,005	242,623	269,046	400,796
Retail - Other	471,706	496,001	485,988	516,102	1,117,043
Bars/Liquor Stores	48,599	46,043	72,168	70,579	117,811
Other	50,620	33,044	38,958	42,593	100,965
Services	35,431	52,892	57,375	35,848	67,023
Banking & Financial	3,857	3,623	5,162	23,949	70,361
Utilities & Communications	282,124	317,038	321,785	357,889	529,765
Developer Reimbursement Obligation ¹	364,449	442,804	459,034	483,325	525,090
TOTAL	\$ 2,078,898	\$ 2,350,581	\$ 2,522,492	\$ 2,694,438	\$ 4,249,525

¹ Pledged revenues from sales tax for PIRA and RIFA agreements (See Note 17)

2015	2016	2017	2018	2019
\$ 751,155	\$ 926,406	\$ 776,835	\$ 1,103,314	\$ 1,199,261
141,172	110,806	133,528	175,898	184,652
638,306	674,929	774,683	989,526	1,131,681
433,788	468,049	470,009	588,765	658,831
1,241,644	1,339,173	1,526,329	2,252,453	2,574,875
126,508	132,458	133,684	170,261	240,926
99,141	121,590	120,886	138,859	187,631
72,966	81,868	123,542	193,857	311,615
72,858	86,020	102,249	108,368	55,069
568,173	736,228	558,466	721,318	900,194
564,623	605,824	673,326	769,331	935,461
\$ 4,710,334	\$ 5,283,351	\$ 5,393,537	\$ 7,211,949	\$ 8,380,196

Town of Firestone
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Year ¹	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Oil & Gas Property	Vacant Land
2010	52,952,710	33,976,600	3,048,150	298,360	16,447,950	8,879,080
2011	55,888,650	32,207,030	2,881,190	363,320	32,865,700	6,997,120
2012	57,283,090	34,718,800	3,627,570	466,950	39,194,150	6,309,850
2013	56,630,930	36,827,340	3,838,980	526,100	31,052,063	5,345,770
2014	58,161,240	37,162,960	3,862,400	589,250	40,321,950	5,013,430
2015	74,765,710	37,099,070	4,784,810	728,010	44,078,640	5,977,080
2016	81,440,220	38,234,500	5,168,420	956,120	74,448,970	4,770,570
2017	94,651,970	42,820,800	5,055,340	1,044,270	61,193,030	6,393,710
2018	99,929,150	44,280,990	4,467,370	1,024,170	71,906,320	4,833,110
2019	121,972,990	55,475,240	4,735,120	817,040	67,683,540	10,098,490

% of Assessed Valuation	45.8%	20.8%	1.8%	0.3%	25.4%	3.8%
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Source: Weld County Assessor's Office

¹ Taxes are levied on November 1 of the prior year based on the prior year's assessed valuation on January 1.

² Includes tax-exempt property

						Assessed
	Less:	Total		Total	Grand	Value
	Tax Exempt	Taxable	Percent	Direct Tax	Total	as a
Other	Real	Assessed	Change	Rate	Actual	Percentage
	Property	Value			Taxable	of Actual
					Value	Value ²
1,257,870	4,646,970	116,860,720	-11.9%	6.805	865,276,097	14.04%
1,103,910	4,578,130	132,306,920	13.2%	6.805	908,144,710	15.07%
1,206,760	11,135,130	142,807,170	7.9%	6.805	967,639,313	15.91%
1,414,580	10,905,230	135,635,763	-5.0%	6.805	953,953,862	15.36%
2,177,530	12,263,170	147,288,760	8.6%	6.805	1,001,239,462	15.94%
3,408,770	13,207,650	170,842,090	16.0%	6.805	1,219,182,510	15.10%
3,263,880	13,207,650	208,282,680	21.9%	6.805	1,346,732,610	16.45%
4,285,850	14,607,160	215,444,970	3.4%	6.805	1,653,001,095	13.92%
4,800,750	15,817,050	231,241,860	11.0%	6.805	1,743,703,006	14.17%
5,702,420	17,486,610	266,484,840	15.2%	6.805	2,128,107,378	13.34%

2.1%

100%

Town of Firestone
Property Tax Levy from Direct and Overlapping Governments
Last Ten Years

Year	Town of Firestone	Weld County	RE1J School District	Frederick Firestone Fire Protection District	Mountain View Fire Rescue District	N. Colo. Water Conservation District	The Greens Metro District	The Springs Metro District
Rates (In mills)								
2010	6.805	16.804	46.268	12.401	11.747	1.000	-	42.000
2011	6.805	16.804	47.614	12.264	11.747	1.000	-	42.000
2012	6.805	16.804	53.500	12.197	11.747	1.000	45.000	42.000
2013	6.805	16.804	53.679	12.277	11.747	1.000	50.000	42.000
2014	6.805	15.800	53.673	12.250	11.747	1.000	50.000	42.000
2015	6.805	15.800	53.887	12.121	11.747	1.000	50.000	42.000
2016	6.805	15.800	56.945	12.058	11.747	1.000	50.000	42.000
2017	6.805	15.800	56.394	12.058	11.747	1.000	55.456	42.000
2018	6.805	15.800	56.394	12.058	11.747	1.000	55.456	42.000
2019	6.805	15.038	56.385	11.961	16.247	1.000	55.456	42.000

Source: Weld County Assessor's Office

¹ Formerly known as the Weld County Library District.

Cottonwood Hollow Res Metro Dist	Cottonwood Hollow Com Metro Dist	Stoneridge Metro District	Neighbor's Point Metro Dist	St. Vrain Sanitation District	Carbon Valley Recreation District	High Plains Library District ¹
40.000	40.000	50.000	45.000	0.737	6.657	3.255
50.000	50.000	50.000	45.000	0.720	6.657	3.271
50.000	50.000	50.000	45.000	0.682	6.657	3.261
50.000	50.000	50.000	45.000	0.680	6.657	3.264
50.000	46.000	50.000	45.000	0.685	6.710	3.267
50.000	46.000	50.000	50.000	0.585	6.794	3.308
50.000	46.000	50.000	45.000	0.519	7.055	3.271
61.911	46.000	50.000	45.000	0.517	5.955	3.256
61.911	46.000	50.000	45.000	0.517	5.955	3.256
61.911	46.000	50.000	45.000	0.519	4.619	3.252

Town of Firestone
Principal Taxpayers
Current Year and Ten Years Ago

Principal Taxpayer	2019			2010		
	Assessed Value	Rank	% Total	Assessed Value	Rank	% Total
			Assessed Value			Assessed Value
Kerr-McGee Oil & Gas Onshore LP	36,681,770	1	1.72%	7,550,890	2	0.87%
Crestone Peak Resources, LP	18,580,770	2	0.87%			
American Furniture Warehouse	9,351,720	3	0.44%	4,132,240	3	0.48%
Extraction Oil & Gas LLC	5,671,170	4	0.27%			
Kerr McGee Gathering LLC	2,566,750	5	0.12%			
Home Depot	2,364,190	6	0.11%	1,313,120	10	0.15%
Dillon Companies Inc	2,293,090	7	0.11%	1,783,920	8	0.21%
Savanna Drilling LLC	2,293,060	8	0.11%			
Advance Forming Technology Inc	2,058,670	9	0.10%	2,114,480	5	0.24%
Gateway North Holdings LLC	1,945,970	10	0.09%			
Synergy Resources Corp				8,206,440	1	0.95%
Noble Energy				3,475,880	4	0.40%
Advance Forming Technology LLC				1,924,860	7	0.22%
High Plains Marketplace LLC				2,041,380	6	0.24%
Safeway Stores 45 Inc				1,471,500	9	0.17%
	<u>\$ 83,807,160</u>		<u>2.21%</u>	<u>\$ 34,014,710</u>		<u>2.58%</u>

Source: Weld County Assessor's Office

Town of Firestone
Property Tax Levies and Collections
Last Ten Years

Levy Year	Collection Year	Total Tax Levy ¹	Current Tax Collections	Percent of Levy Collected
2009	2010	902,633	885,585	98.11
2010	2011	794,109	794,415	100.04 ²
2011	2012	898,148	897,551	99.93
2012	2013	968,422	964,774	99.62
2013	2014	920,014	914,425	99.00
2014	2015	932,961	990,714	106.00 ²
2015	2016	1,113,383	1,158,493	104.00 ²
2016	2017	1,375,530	1,404,373	102.00 ²
2017	2018	1,400,949	1,455,590	104.00 ²
2018	2019	1,586,364	1,439,646	90.75

Source: Weld County Assessor's Office

¹ Taxes are levied on November 1 of the prior year based on the prior year's assessed valuation at January 1.

² Amounts showing greater than 100% collected include previous year abatements that were overruled.

Town of Firestone
Ratios of Outstanding Debt by Type
Last Ten Years

Fiscal Year	Governmental Activities					Business - Type Activities			Total Primary Government	Weld County	
	General Obligation Bond	Sales Tax Revenue Bonds	Certificates of Participation	Capital Leases	Developer Reimb Obligation	Water Loans	Capital Leases	Developer Reimb Obligation		Percent Personal Income	Per Capita
2010	200,000	-	1,700,000	147,022	417,050	-	27,892	297,266	2,789,230	1011.12%	\$ 275
2011	135,000	-	1,620,000	47,476	158,521	-	16,052	112,991	2,090,040	692.86%	\$ 188
2012	70,000	-	1,535,000	190,966	-	-	34,740	-	1,830,706	601.68%	\$ 180
2013	-	-	1,445,000	100,542	-	-	15,782	-	1,561,324	493.31%	\$ 148
2014	-	3,650,364	1,355,000	20,603	-	-	-	-	5,025,967	1420.70%	\$ 450
2015	-	3,496,419	1,260,000	755	-	-	-	-	4,757,174	1067.67%	\$ 413
2016	-	3,344,113	1,160,000	-	-	-	-	-	4,504,113	1015.57%	\$ 349
2017	-	3,186,868	1,055,000	-	-	1,580,000	-	-	5,821,868	1031.82%	\$ 441
2018	-	3,029,687	16,464,635	1,192,568	-	1,580,000	-	-	22,266,890	3946.41%	\$ 1,611
2019	-	2,867,569	21,520,483	892,107	-	5,905,801	-	-	31,185,960	6238.01%	\$ 2,099

Details regarding the Town's outstanding debt can be found in Note 7 to the financial statements.

Town of Firestone
Ratio of General Bonded Debt Outstanding
Last Ten Years

Year	Population ¹	Actual Taxable Value ²	General Bonded Debt	General Bonded Debt to Actual Taxable Valuation	General Bonded Debt Per Capita
2010	10,147	865,276,097	200,000	2.31%	20
2011	11,096	908,144,710	135,000	1.49%	12
2012	10,147	967,639,313	70,000	0.72%	7
2013	10,555	953,953,862	-	0.00%	-
2014	11,175	1,001,239,462	-	0.00%	-
2015	11,524	1,219,182,510	-	0.00%	-
2016	12,917	1,346,732,610	-	0.00%	-
2017	13,187	1,653,001,095	-	0.00%	-
2018	13,826	1,743,703,006	-	0.00%	-
2019	14,860	2,128,107,378	-	0.00%	-

Source: ¹ U.S. Census Bureau

² Weld County Assessor's Office

Town of Firestone
Direct and Overlapping General Bonded Debt
December 31, 2019

	Outstanding General Obligation Bonded Debt⁽¹⁾	Percentage Applicable to the Town	Share of Debt Applicable to the Town
Direct Debt:			
Town of Firestone	\$ -	100%	\$ -
Total Direct Debt	<u>-</u>		<u>-</u>
Overlapping General Obligation Debt:			
Frederick-Firestone Fire Protection District	\$ 890,000	45%	\$ 401,629
Carbon Valley Recreation District	2,425,000	37%	897,082
St Vrain Valley School District	514,915,000	8%	39,888,085
Total Overlapping General Bonded Debt	<u>518,230,000</u>		<u>41,186,797</u>
Total Direct and Overlapping General Bonded Debt	<u>\$ 518,230,000</u>		<u>\$ 41,186,797</u>

⁽¹⁾ Provided by each governmental entity

Town of Firestone
Pledged Revenue - Developer Reimbursement Obligations
Last Ten Years

Fiscal Year	Sales Tax Collected		Assets Dedicated		Debt Service Payments	
	PIRA 1.25%	RIFA 0.25%	General Fund	Enterprise Fund	General Fund	Enterprise Fund
2010	303,707	60,742	-	59,997	139,274	225,175
2011	369,003	73,801	-	-	258,530	184,275
2012	382,529	76,506	-	-	158,521	112,991
2013	402,771	80,554	-	-	483,325	-
2014	437,575	87,515	-	-	525,090	-
2015	470,519	94,104	1,479,388	1,396,328	564,623	-
2016	504,853	100,971	4,801,570	3,103,643	410,226	-
2017	600,156	73,171	1,181,103	400,981	410,414	-
2018	680,027	89,304	1,478,016	2,120,403	1,170,976	-
2019	786,309	104,252	2,261,266	880,824	935,461	-

NOTE: 2018 General Fund debt service payment amount changed to exclude amortization of premiums.

**Town of Firestone
Legal Debt Margin Information
Last Ten Years**

	2010	2011	2012	2013	2014
Debt limit - 3% of Actual Valuation	\$ 25,958,283	\$ 27,244,341	\$ 29,029,179	\$ 28,618,616	\$ 30,037,184
Total net debt applicable to limit	200,000	135,000	70,000	-	-
Legal debt margin	<u>\$ 25,758,283</u>	<u>\$ 27,109,341</u>	<u>\$ 28,959,179</u>	<u>\$ 28,618,616</u>	<u>\$ 30,037,184</u>
Total net debt applicable to the limit as a percentage of debt limit	0.77%	0.50%	0.24%	0.00%	0.00%

Source: Town of Firestone Finance Department

2015	2016	2017	2018	2019
\$ 36,575,475	\$ 40,401,978	\$ 49,590,033	\$ 52,311,090	\$ 63,843,221
-	-	-	-	-
\$ 36,575,475	\$ 40,401,978	\$ 49,590,033	\$ 52,311,090	\$ 63,843,221

0.00%	0.00%	0.00%	0.00%	0.00%
-------	-------	-------	-------	-------

Town of Firestone
Demographic and Economic Statistics
Last Ten Years

Weld County						
Year	Town of Firestone Population ¹	Personal Income (amounts expressed in thousands)	Per Capita Income ³	Median Age ¹	School Enrollment ²	Unemploy- ment Rate ³
2010	10,147	275,856	27,186	31.1	26,724	10.0
2011	11,096	301,656	27,186	32.0	28,109	7.8
2012	10,147	304,268	29,986	33.6	28,109	9.3
2013	10,555	316,502	29,986	33.7	29,382	8.7
2014	11,175	353,767	31,657	33.7	30,017	5.9
2015	11,524	445,564	38,664	33.7	31,776	3.7
2016	12,917	443,505	34,335	34.0	31,776	4.5
2017	13,187	564,232	42,787	33.7	32,171	2.5
2018	13,826	499,934	36,159	33.7	32,421	2.7
2019	14,860	655,029	44,080	34.3	32,639	2.7

Sources: ¹ U.S. Census Bureau
² St. Vrain Valley School District
³ Upstate Colorado

Weld County information is provided due to a lack of availability of Town of Firestone statistics.

Personal Income has been changed from prior years. It was calculated using Weld County population instead of Town of Firestone. To better reflect the Town's Personal Income, the prior years have been changed to be consistent with the current year calculation.

Town of Firestone
Principal Employers
Current Year and Ten Years Ago

Employer	2019					2010			
	Employees	Rank	Type of Business	% Total Town Employment		Employees	Rank	Type of Business	% Total Town Employment
American Furniture Warehouse	345	1	Retail	4.90%		235	1	Retail	9.40%
ARC Worldwide	203	2	Retail	2.88%	*			Retail	0.00%
King Soopers Store - Firestone	200	3	Grocery	2.84%		110	3	Grocery	4.40%
Home Depot	150	4	Home Improv.	2.13%		120	2	Home Improv.	4.80%
Crestone Peak Resources	107	5	Oil & Gas	1.52%	*			Oil & Gas	0.00%
Safeway Store - Firestone	97	6	Grocery	1.38%		90	4	Grocery	3.60%
Town of Firestone	86	7	Government	1.22%		48	8	Government	1.92%
Coal Ridge Middle School	75	8	Education	1.06%		71	5	Education	2.84%
Prairie Ridge Elementary	63	9	Education	0.89%		62	6	Education	2.48%
McDonald's	45	10	Fast Food	0.64%	*			Fast Food	0.00%
Imagine Charter School	45	11	Education	0.64%		40	9	Education	1.60%
Saddleback Square	40	12	Fast Food	0.57%	*			Fast Food	0.00%
Advance Forming Technology	*		Manufacturing			120	2	Manufacturing	4.80%
Centennial Elementary	*		Education			53	7	Education	2.12%
Wendy's	*		Restaurant			32	10	Restaurant	1.28%
Total	<u>1,456</u>			<u>20.67%</u>		<u>981</u>			<u>39.24%</u>
(estimated)	7,045					2,500			

Source: Firestone Finance Department & Planning Department
The 2018 estimated number of employees was found on datausa.io
* Information is not available.

Town of Firestone
Property Value and Construction
Last Ten Years

Year	Actual Property Value ⁽¹⁾			Commercial Construction ⁽²⁾		Residential Construction ⁽²⁾	
	Commercial	Residential	Total	# Units	Value	# Units	Value
2010	117,160,690	665,235,050	782,395,740	2	1,088,501	87	19,037,912
2011	111,058,853	702,135,833	813,194,686	6	305,850	134	12,069,990
2012	119,719,877	719,652,488	839,372,365	2	869,400	71	12,922,858
2013	126,990,855	711,483,814	838,474,669	7	4,625,128	78	20,178,465
2014	128,148,022	730,710,535	858,858,557	5	2,289,245	132	37,324,080
2015	127,927,625	939,194,775	1,067,122,400	16	5,428,715	221	56,330,300
2016	131,842,824	1,023,041,946	1,154,884,770	37	15,823,875	191	56,478,538
2017	147,657,928	1,314,690,408	1,462,348,336	46	14,087,021	167	45,594,678
2018	152,692,770	1,387,985,939	1,540,678,709	57	40,232,129	133	36,020,629
2019	191,293,787	1,705,925,376	1,897,219,163	26	25,549,857	260	74,086,365

Source:

⁽¹⁾Weld County Assessor's Office

⁽²⁾Town of Firestone Building Department (Community Core - Issued Permits Report)

Town of Firestone
Full-Time Equivalent Town Government Employees by Function
Last Ten Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Function										
General Government	8.0	9.0	12.0	12.0	15.0	8.3	9.8	11.0	19.0	24.5
Public Safety										
Police	23.0	20.0	18.0	19.0	22.0	23.0	26.0	24.5	33.0	32.5
CSO	2.0	2.0	2.0	2.0	2.0	2.0	2.0	3.0	3.0	3.0
Public Works	-	-	-	-	-	-	-	6.5	8.1	9.0
Parks and Recreation	-	-	-	-	-	-	-	4.0	10.0	12.0
Community Development	14.0	11.0	12.0	13.0	13.0	19.4	21.7	-	-	-
Water	1.0	1.0	1.0	2.0	2.0	2.5	2.6	5.7	5.8	3.0
StormWater	-	-	-	-	-	-	-	1.1	2.1	2.0
Total	48.0	43.0	45.0	48.0	54.0	55.2	62.1	55.8	81.0	86.0

Source: Town of Firestone Finance Department

Town of Firestone
Miscellaneous Statistics
Last Ten Years

Date of Incorporation 1908
Form of Government Trustees & Town Manager

	2010	2011	2012	2013
Number of Employees				
Non-Exempt (Hourly)	40	35	37	38
Exempt (Salary)	8	8	8	10
Town of Firestone's facilities and services				
Streets paved/gravel, in miles ¹	74	74	74	74
Parks:				
Number of parks ¹	18	18	18	18
Number of park, open space, and undeveloped acres maintained	998	998	998	998
Parks maintained, by acreage ¹				
Open Space maintained, by acreage ¹				
Town owned property-maintained, by acreage ¹				
Number of trail & sidewalk miles maintained	5	5	5	5
Trails, in miles ¹				
Police Protection:				
Number of stations	1	1	1	1
Number of police personnel and officers	23	22	23	23
Number of patrol units	15	16	16	16
Water System:				
Linear Feet of water lines maintained ¹	124,768	308,051	307,824	288,482
Linear Feet of water lateral lines ¹	*	*	*	*
Number of customer accounts	3,219	3,293	3,344	3,435
Services not included in the reporting entity:				
Frederick Firestone Fire Protection District				
Electrical services by Xcel Energy or United Power				
Gas services by Source Gas				
Sewer services by St. Vrain Sanitation District				
School Districts				
Weld County School District RE-1				
St Vrain Valley School District				

Source: Town of Firestone Departments

¹ The Town of Firestone has developed a GIS department. In implementing this process, the tracking of assets is considered to be more reliable than the information used in the past.

2014	2015	2016	2017	2018	2019 ¹
44	45	52	51	65	61
10	13	10	9	16	25
74	74	74	74	74	95
18	18	18	18	18	17
998	998	998	998	998	400
					204
					171
18	18	18	18	18	28
1	1	1	1	1	1
23	25	28	28	28	37
17	14	21	23	23	24
288,482	288,482	288,482	288,482	288,482	342,754
*	*	*	*	*	179,685
3,533	3,763	3,910	4,200	5,358	5,625

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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: Town of Firestone YEAR ENDING : December 2019
This Information From The Records Of (example - City of _ or County of _) Town of Firestone	
Prepared By: Jessica Clanton Phone: 303.531.6279	

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	2,914,908
4. Miscellaneous local receipts (from page 2)	196,513
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	3,111,421
B. Private Contributions	
C. Receipts from State government (from page 2)	605,394
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	3,716,815

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	631,420
2. Maintenance:	950,112
3. Road and street services:	
a. Traffic control operations	0
b. Snow and ice removal	82,247
c. Other	74,102
d. Total (a. through c.)	156,349
4. General administration & miscellaneous	
5. Highway law enforcement and safety	
6. Total (1 through 5)	1,737,881
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	103,619
b. Redemption	160,000
c. Total (a. + b.)	263,619
3. Total (1.c + 2.c)	263,619
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	2,001,500

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	3,010,000		160,000	2,850,000
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
		3,716,815	2,001,500		

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado YEAR ENDING (mm/yy): December 2019	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	13,477
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	1,841,898	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	794,524	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	183,036
5. Specific Ownership &/or Other	278,486	g. Other Misc. Receipts	
6. Total (1. through 5.)	2,914,908	h. Other	
c. Total (a. + b.)	2,914,908	i. Total (a. through h.)	196,513
	(Carry forward to page 1)		(Carry forward to page 1)
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	541,420	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	56,399	d. Federal Transit Admin	
d. Other (Specify) - Fuel tax reimb	7,575	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	63,974	g. Total (a. through f.)	
4. Total (1. + 2. + 3.f)	605,394	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		0	0
(4). System Enhancement & Operation		631,420	631,420
(5). Total Construction (1) + (2) + (3) + (4)	0	631,420	631,420
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	631,420	631,420
			(Carry forward to page 1)
Notes and Comments:			