

TOWN OF GRANADA, COLORADO

FINANCIAL STATEMENTS

Year Ended December 31, 2019

TOWN OF GRANADA, COLORADO

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HAMBLIN AND ASSOCIATES, LLC

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Town Board of Trustees
Town of Granada
Granada, 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 Granada, Colorado 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, and each major fund of the Town of Granada, as of December 31, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other-Matters

Required Supplementary Information

Management has elected to omit the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Granada, Colorado's basic financial statements. The proprietary funds budgetary comparison schedules and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Hamblin and Associates

Golden, Colorado
September 24, 2020

Basic Financial Statements

TOWN OF GRANADA, COLORADO

STATEMENT OF NET POSITION

December 31, 2019

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
CURRENT ASSETS			
Cash and investments	\$ 221,024	\$ 606,874	\$ 827,898
Accounts receivable	2,337	12,454	14,791
Property taxes receivable	13,207	-	13,207
TOTAL CURRENT ASSETS	236,568	619,328	855,896
NET CAPITAL ASSETS	96,508	1,167,333	1,263,841
OTHER ASSETS			
Net pension asset	30,345	-	30,345
Restricted cash	71,843	14,851	86,694
TOTAL ASSETS	435,264	1,801,512	2,236,776
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows because of pensions	22,878	-	22,878
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
CURRENT LIABILITIES			
Accounts payable	5,174	36,801	41,975
Customer deposits	-	1,400	1,400
Accrued interest payable	-	8,525	8,525
Current portion of long-term debt	-	11,168	11,168
TOTAL CURRENT LIABILITIES	5,174	57,894	63,068
LONG-TERM LIABILITIES			
Bonds payable	-	346,782	346,782
Landfill costs	560	-	560
TOTAL LONG-TERM LIABILITIES	560	346,782	347,342
TOTAL LIABILITIES	5,734	404,676	410,410
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	13,207	-	13,207
NET POSITION			
Net investment in capital assets	96,508	809,383	905,891
Restricted	71,843	-	71,843
Unrestricted	270,850	587,453	858,303
TOTAL NET POSITION	\$ 439,201	\$ 1,396,836	\$ 1,836,037

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

TOWN OF GRANADA, COLORADO

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2019

	<u>EXPENSES</u>	<u>PROGRAM REVENUES</u>			<u>NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION</u>		
		<u>CHARGES FOR SERVICES</u>	<u>OPERATING GRANTS AND CONTRIBUTIONS</u>	<u>CAPITAL GRANTS AND CONTRIBUTIONS</u>	<u>GOVERNMENT ACTIVITIES</u>	<u>BUSINESS - TYPE ACTIVITIES</u>	<u>TOTAL</u>
FUNCTIONS/PROGRAMS							
Governmental Activities							
General government	\$ 73,897	\$ 2,827	6,209	\$ -	\$ (64,861)	\$ -	\$ (64,861)
Public safety	98,702	320	24,360	-	(74,022)	-	(74,022)
Public works	75,698	60,592	-	-	(15,106)	-	(15,106)
Culture, parks and recreation	7,297	-	-	-	(7,297)	-	(7,297)
TOTAL GOVERNMENT ACTIVITIES	<u>255,594</u>	<u>63,739</u>	<u>30,569</u>	<u>-</u>	<u>(161,286)</u>	<u>-</u>	<u>(161,286)</u>
Business-type activities	<u>537,127</u>	<u>528,278</u>	<u>824</u>	<u>-</u>	<u>-</u>	<u>(8,025)</u>	<u>(8,025)</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 792,721</u>	<u>\$ 592,017</u>	<u>\$ 31,393</u>	<u>\$ -</u>	<u>(161,286)</u>	<u>(8,025)</u>	<u>(169,311)</u>
GENERAL REVENUES							
Taxes					64,988	-	64,988
Intergovernmental income					40,800	-	40,800
Licenses and permits					643	-	643
Fines and forfeitures					8,924	-	8,924
Other income					63,719	2,573	66,292
TOTAL GENERAL REVENUES					<u>179,074</u>	<u>2,573</u>	<u>181,647</u>
CHANGE IN NET POSITION					17,788	(5,452)	12,336
NET POSITION - Beginning of Year					<u>421,413</u>	<u>1,402,288</u>	<u>1,823,701</u>
NET POSITION - End of Year					<u>\$ 439,201</u>	<u>\$ 1,396,836</u>	<u>\$ 1,836,037</u>

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

TOWN OF GRANADA, COLORADO

BALANCE SHEET - GOVERNMENTAL FUNDS

December 31, 2019

	GENERAL	CONSERVATION TRUST	ROAD & BRIDGE	VICTIMS' ASSISTANCE	CAPITAL IMPROVEMENT	AMACHE PROJECT	TOTALS
ASSETS							
Cash and investments	\$ 220,674	\$ 13,440	\$ 2,572	\$ 34,803	\$ 19,314	\$ 2,064	\$ 292,867
Property taxes receivable	11,145	-	-	-	2,062	-	13,207
TOTAL ASSETS	234,156	13,440	2,572	34,803	21,376	2,064	308,411
LIABILITIES							
Accounts payable	5,174	-	-	-	-	-	5,174
DEFERRED INFLOWS OF RESOURCES							
Unavailable property taxes	11,145	-	-	-	2,062	-	13,207
FUND BALANCES							
Restricted for:							
TABOR emergencies	7,500	-	100	-	100	-	7,700
Landfill	653	-	-	-	-	-	653
Levee	44,276	-	-	-	-	-	44,276
Capital improvements	-	-	-	-	19,214	-	19,214
Committed	8,924	13,440	2,472	34,803	-	2,064	61,703
Unassigned	156,484	-	-	-	-	-	156,484
TOTAL FUND BALANCES	217,837	13,440	2,572	34,803	19,314	2,064	290,030
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 234,156	\$ 13,440	\$ 2,572	\$ 34,803	\$ 21,376	\$ 2,064	\$ 308,411
TOTAL FUND BALANCE - GOVERNMENTAL FUNDS							\$ 290,030
Capital assets used in governmental activities are not resources and are not reported in the funds:							
Capital assets							266,733
Accumulated depreciation							(170,225)
Pension assets and deferred outflows are not current, therefore are not reported in the funds:							
Net pension asset							30,345
Deferred outflows of resource because of pensions							22,878
Long-term liabilities are not due and payable in the current period and not reported in governmental funds:							
Due after one year - Landfill							(560)
TOTAL NET POSITION- GOVERNMENTAL ACTIVITIES							\$ 439,201

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

TOWN OF GRANADA, COLORADO

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS**

For the Year Ended December 31, 2019

	GENERAL	CONSERVATION TRUST	ROAD & BRIDGE	VICTIMS' ASSISTANCE	CAPITAL IMPROVEMENT	AMACHE PROJECT	TOTALS
REVENUES							
Taxes	\$ 61,323	\$ -	\$ 1,440	\$ -	\$ 2,225	\$ -	\$ 64,988
Intergovernmental	58,579	5,636	-	10,301	-	-	74,516
Licenses and permits	643	-	-	-	-	-	643
Fees for service	60,592	-	-	-	-	-	60,592
Fines and forfeitures	8,924	-	-	-	-	-	8,924
Other revenue	59,419	-	9	4,291	-	-	63,719
TOTAL REVENUES	249,480	5,636	1,449	14,592	2,225	-	273,382
EXPENDITURES							
General government	59,709	-	-	11,855	-	-	71,564
Public safety	107,028	-	-	-	-	-	107,028
Public works	73,498	-	-	-	-	-	73,498
Culture and recreation	16	5,242	-	-	-	-	5,258
TOTAL EXPENDITURES	240,251	5,242	-	11,855	-	-	257,348
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	9,229	394	1,449	2,737	2,225	-	16,034
OTHER FINANCING SOURCES (USES)							
Transfers In (out)	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-	-
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	9,229	394	1,449	2,737	2,225	-	16,034
FUND BALANCES, Beginning	208,608	13,046	1,123	32,066	17,089	2,064	273,996
FUND BALANCES, Ending	217,837	13,440	2,572	34,803	19,314	2,064	290,030
NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS							\$ 16,034
Amounts reported for governmental activities in the statement of activities are different because:							
Changes in proportionate share of pension liability (asset) is not recorded in the funds							8,826
Capital outlay is reported in governmental funds as expenditures, but in the statement of activities, the cost is allocated over their useful lives through depreciation.							(7,072)
Depreciation expense							
Change in net position of governmental activities							\$ 17,788

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

TOWN OF GRANADA, COLORADO

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

December 31, 2019

	WATER FUND	ELECTRIC FUND	TOTALS
ASSETS			
CURRENT ASSETS			
Cash and equivalents	\$ 67,185	\$ 539,689	\$ 606,874
Accounts receivable	4,253	8,201	12,454
TOTAL CURRENT ASSETS	71,438	547,890	619,328
CAPITAL ASSETS, NET	839,958	327,375	1,167,333
OTHER ASSETS			
Restricted cash	14,851	-	14,851
TOTAL ASSETS	\$ 926,247	\$ 875,265	\$ 1,801,512
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	\$ 11,501	\$ 25,300	\$ 36,801
Customer deposits	-	1,400	1,400
Accrued interest payable	8,525	-	8,525
Current portion of long-term liabilities	11,168	-	11,168
TOTAL CURRENT LIABILITIES	31,194	26,700	57,894
LONG-TERM LIABILITIES			
Notes payable	346,782	-	346,782
TOTAL LIABILITIES	377,976	26,700	404,676
NET POSITION			
Net investment in capital assets	482,008	327,375	809,383
Unrestricted	66,263	521,190	587,453
TOTAL NET POSITION	\$ 548,271	\$ 848,565	\$ 1,396,836

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

TOWN OF GRANADA, COLORADO

**STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION -
PROPRIETARY FUNDS**

For the Year Ended December 31, 2019

	WATER FUND	ELECTRIC FUND	TOTALS
OPERATING REVENUES			
Charges for services	\$ 110,570	\$ 417,708	\$ 528,278
TOTAL OPERATING REVENUES	110,570	417,708	528,278
OPERATING EXPENSES			
Personnel expenses	38,237	38,237	76,474
Contractual services	64,404	11,546	75,950
Liability insurance	7,301	7,301	14,602
Purchased power	-	288,377	288,377
Materials and supplies	4,583	3,042	7,625
Depreciation	31,420	25,293	56,713
TOTAL OPERATING EXPENSES	145,945	373,796	519,741
OPERATING INCOME (LOSS)	(35,375)	43,912	8,537
NON-OPERATING REVENUES (EXPENSES)			
Grants	824	-	824
Interest revenue	31	2,542	2,573
Interest expense	(17,386)	-	(17,386)
NET NON-OPERATING REVENUES (EXPENSES)	(16,531)	2,542	(13,989)
EXCESS OF REVENUES OVER (UNDER) EXPENSES	(51,906)	46,454	(5,452)
NET POSITION - Beginning	600,177	802,111	1,402,288
NET POSITION - Ending	\$ 548,271	\$ 848,565	\$ 1,396,836

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

TOWN OF GRANADA, COLORADO

**STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS**

For the Year Ended December 31, 2019

	<u>WATER FUND</u>	<u>ELECTRIC FUND</u>	<u>TOTALS</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers	\$ 117,443	\$ 419,973	\$ 537,416
Cash paid to suppliers and employees	<u>(90,215)</u>	<u>(346,753)</u>	<u>(436,968)</u>
Net cash provided by operating activities	<u>27,228</u>	<u>73,220</u>	<u>100,448</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Principal retired	(10,654)	-	(10,654)
Interest paid	<u>(17,386)</u>	<u>-</u>	<u>(17,386)</u>
Net cash provided (used) by capital and related financing activities	<u>(28,040)</u>	<u>-</u>	<u>(28,040)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received	<u>31</u>	<u>2,542</u>	<u>2,573</u>
Net increase (decrease) in cash and cash equivalents	(781)	75,762	74,981
CASH, BEGINNING	<u>67,966</u>	<u>463,927</u>	<u>531,893</u>
CASH, ENDING	<u>\$ 67,185</u>	<u>\$ 539,689</u>	<u>\$ 606,874</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH FROM OPERATING ACTIVITIES			
Operating Income (Loss)	<u>\$ (35,375)</u>	<u>\$ 43,912</u>	<u>\$ 8,537</u>
ADJUSTMENTS			
Depreciation expense	31,420	25,293	56,713
Changes in assets and liabilities:			
Accounts receivable	6,873	2,265	9,138
Accounts payable	11,387	1,750	13,137
Customer deposits	-	-	-
Accrued interest payable	<u>12,923</u>	<u>-</u>	<u>12,923</u>
Total adjustments	<u>62,603</u>	<u>29,308</u>	<u>91,911</u>
Net Cash Provided by Operating Activities	<u>\$ 27,228</u>	<u>\$ 73,220</u>	<u>\$ 100,448</u>

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

TOWN OF GRANADA, COLORADO

STATEMENT OF NET POSITION
FIDUCIARY FUND TYPE

December 31, 2019

	<u>Volunteer Firemen's Pension</u>
ASSETS	
Cash and investments	<u>\$ 21,244</u>
LIABILITIES AND NET POSITION	
LIABILITIES	
Pension benefits payable	21,244
NET POSITION	
Unrestricted	<u> -</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 21,244</u>

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

TOWN OF GRANADA, COLORADO
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUND TYPES

For the Year Ended December 31, 2019

	Volunteer Firemen's Pension
REVENUES	
Investment income	\$ 11
NET POSITION, Beginning	21,234
NET POSITION, Ending	\$ 21,245

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

TOWN OF GRANADA

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Town of Granada (the Town) conform to generally accepted accounting principles as applied to governmental units. A summary of the more significant policies follows.

A. Reporting Entity

In accordance with Governmental Accounting Standards, the Town has considered the possibility of inclusion of additional entities in its basic financial statements. The definition of the reporting entity is based on financial accountability. The Town is financially accountable for organizations that make up its legal entity. The Town is also financially accountable for legally separate organizations if Town officials can appoint a voting majority of the organization's governing body and the Town has the ability to impose its will on that organization such that there is a potential for benefits or financial burdens to accrue to the Town. The Town may also be financially accountable for governmental organizations that are fiscally dependent upon it.

Based on these criteria, no other entities are included in the Town's basic financial statements.

B. Basis of Presentation - Fund Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in total net position.

Governmental Fund Types These are the funds through which most governmental functions typically are financed. The funds included in this category are as follows:

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

TOWN OF GRANADA

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Conservation Trust Fund receives State Lottery Proceeds. The monies are used for recreation and parks.

Road & Bridge Fund receives monies from Prowers County for the Town's portion of these State revenues. The monies are used for road repairs.

Victims' Assistance Fund receives revenues from surcharges on fines and forfeitures. The monies are used to assist victims of crimes.

Capital Improvements Fund receives 1.634 mills of levied property taxes for the purpose of general capital improvements.

Amache Project Fund receives historic landmark funding for the restoration of Camp Amache.

Proprietary Fund Types These funds account for operations that are organized to be self-supporting through user charges. The funds included in this category are the Enterprise Funds.

Enterprise Funds (Water and Electric Funds) - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Fiduciary Fund (Volunteer Firemen's Pension) - This fund is used to account for assets held in trust by the Town.

C. Measurement Focus and Basis of Accounting

Government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of when the related cash flows take place. Non-exchange transactions in which the Town gives (or receives) value without directly receiving (or giving) equal value in exchange, include donations and grants. Revenue from donations and grants is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

TOWN OF GRANADA

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

D. Budgets and Budgetary Accounting

Budgets are adopted on a basis consistent with generally accepted accounting principles (except for the enterprise fund which budgets on a non-GAAP basis). Annual appropriated budgets are adopted for all funds. All annual appropriations lapse at fiscal year-end. Budget amounts presented in the financial statements are as originally adopted by the Town Council.

The Town adheres to the procedures listed below in establishing the budgetary data reflected in the financial statements:

- Abstract of assessments reflecting all assessed values of property in the County is due from the County Assessor.
- Budgets are required by state law for all funds.
- Assessors are to certify to all taxing entities and the Division of Local Governments of the new total assessed valuation by September 15.
- Proposed budget to be submitted to the Town Council by September 15.
- The statutory deadline for certification of mill levies to the Board of County Commissioners is December 10th.
- Board of County Commissioners to levy all taxes and certify the levies by December 31.
- The budget is to be adopted by December 31, with a copy of the adopted budget sent to the Division of Local Governments within thirty days of adoption.
- On or before December 31, the Town Council shall enact an ordinance or resolution making appropriations for the ensuing fiscal year.
- Expenditures may not legally exceed appropriations at the fund level.
- The Town does not utilize encumbrance accounting.

TOWN OF GRANADA

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Fund Equity

Cash The Town maintains separate bank accounts for some funds, and has adopted pooled cash for most operations. Some cash equivalents are in interest-bearing accounts, comprised of savings accounts and money market accounts which are legally authorized. Cash applicable to a particular fund is readily identifiable in the accounting system. The balance in the cash accounts is available to meet current operating requirements.

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

Capital Assets Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capitalized assets are defined by the Town as assets that have a useful life over one year and an initial cost over \$5,000.

All purchased assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that does not add to the value of an asset or materially extend asset life is not capitalized.

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

<u>Asset Class</u>	<u>Useful Life</u>
Buildings	40 years
Building and Other Improvements	20 years
Vehicles	7 years
Equipment	5 - 50 years

Deferred Inflows of Resources A deferred inflow of resources is defined as an acquisition of net position applicable to a future reporting period. The deferred revenues disclosed on the government-wide statement of net position represent property taxes which have been certified but not yet collected.

Net Position In the government-wide financial statements, a portion of net position is restricted when constraints placed on them are externally imposed. Fund balances of governmental funds classified as restricted are balances with constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments.

TOWN OF GRANADA
NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Fund Equity (Continued)

Fund balances In the governmental fund financial statements, the following fund balance classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

Nonspendable fund balance – amounts that are not in spendable form (such as inventory or prepaid expenses) or are required to be maintained intact.

Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders or other debt holders, contributors, and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed fund balance – amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority through an ordinance or resolution. Committed fund balance can also include contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. To be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.

Assigned fund balance – amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or an official or body to which the governing body delegates the authority.

Unassigned fund balance – amounts that are available for any purpose; positive amounts are reported only in the general fund.

F. Revenues and Expenditures/Expenses

Revenues for governmental funds are recorded when they are determined to be both measurable and available. Generally, fees and non-tax revenues are recognized when received. The Town considers all revenues reported in the governmental funds to be available if they are received within sixty days after year end. Expenditures for governmental funds are recorded when the related liability is incurred.

Revenues and expenses of proprietary funds are recognized in essentially the same manner as in commercial accounting.

TOWN OF GRANADA

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Revenues and Expenditures/Expenses (Continued)

Property Tax Revenues are levied on December 15, based upon the assessed value of property as certified by the County Assessor on October 1. Assessed values are an approximation of market value. Under Colorado Law, all property taxes become due and payable on January 1, in the year following in which they are levied. Property taxes are recognized as revenue when payable to the County Treasurer. Property taxes levied in the current year for collection in a subsequent year are identified as property taxes receivable and deferred revenue at December 31, and are presented net of an estimated allowance for uncollectible taxes.

NOTE 2: CASH

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the 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 percent of the uninsured deposits. All deposits of the Town are insured or collateralized with securities held by the Town or for the Town.

At December 31, 2019 the Town's cash and investments were as follows:

	<u>Carrying Value</u>
Deposits	
Demand deposits	\$ 814,381
Investments	
Certificates of deposit	121,455
Total deposits and investments	<u>\$ 935,836</u>
Reconciliation to Statement of Net Position	
Current:	
Cash and investments	\$ 827,898
Restricted cash	86,694
Cash held as fiduciary	21,244
	<u>\$ 935,836</u>

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

TOWN OF GRANADA
NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 2: CASH (Continued)

Custodial Risk Deposits in financial institutions, reported as cash, cash equivalents, and investments had a bank balance of \$916,634 at December 31, 2019, which was fully insured by depository insurance or secured with collateral held by the Town's agent in its name. All investments, evidenced by individual securities, are registered in the name of the Town.

Interest Rate Risk The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. State statutes limit maturities to a maximum of 5 years from date of acquisition.

Concentration of Credit Risk The Town places no limit on the amount which may be invested in any one issuer.

NOTE 3: CAPITAL ASSETS

Changes in capital assets for 2019 are summarized below.

	Balance January 1, 2019	Additions	Adjustments	Balance December 31, 2019
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Governmental activities:				
Assets not being depreciated				
Land	\$ 14,800	\$ -	\$ -	\$ 14,800
Assets being depreciated				
Buildings	126,552	-	-	126,552
Vehicles	48,320	-	-	48,320
Equipment	77,061	-	-	77,061
Total assets being depreciated	<u>251,933</u>	<u>-</u>	<u>-</u>	<u>251,933</u>
Less: Accumulated depreciation				
Buildings	(69,535)	(2,783)	-	(72,318)
Vehicles	(48,320)	-	-	(48,320)
Equipment	(45,298)	(4,289)	-	(49,587)
Total accumulated depreciation	<u>(163,153)</u>	<u>(7,072)</u>	<u>-</u>	<u>(170,225)</u>
Net capital assets - governmental activities	<u>\$ 103,580</u>	<u>\$ (7,072)</u>	<u>\$ -</u>	<u>\$ 96,508</u>

Depreciation was charged to the functions/programs of the Town as follows:

Governmental activities:	
General government	\$ 2,333
Public safety	500
Public works	2,200
Culture, parks and recreation	2,039
	<u>\$ 7,072</u>

TOWN OF GRANADA
NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 3: CAPITAL ASSETS (Continued)

	Balance January 1, 2019	Additions	Adjustments	Balance December 31, 2019
Business-type activities:				
Assets not being depreciated				
Land	\$ 4,624	\$ -	\$ -	\$ 4,624
Assets being depreciated				
Equipment	2,713,250	(56,713)	-	2,656,537
Less: Accumulated depreciation				
Equipment	(1,428,217)	(56,713)	-	(1,484,930)
Net capital assets - business-type activities	<u>\$ 1,289,657</u>	<u>\$ (113,426)</u>	<u>\$ -</u>	<u>\$ 1,176,231</u>

NOTE 4: LONG-TERM DEBT

Changes in long-term liabilities in 2019, are summarized below.

	Balance January 1, 2019	Additions	Retirements	Balance December 31, 2019	Current Portion
Governmental activities:					
Landfill closure costs	\$ 560	\$ -	\$ -	\$ 560	\$ -
Total governmental activities	<u>\$ 560</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 560</u>	<u>\$ -</u>
Business-type activities:					
Water loan 2001	\$ 368,604	\$ -	\$ 10,654	\$ 357,950	\$ 11,168
Total business-type activities	<u>\$ 368,604</u>	<u>\$ -</u>	<u>\$ 10,654</u>	<u>\$ 357,950</u>	<u>\$ 11,168</u>

TOWN OF GRANADA
NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 4: LONG-TERM DEBT (Continued)

In 2001, the Town issued a loan payable to the United States Department of Agriculture – Rural Development, which was used to fund water system improvements. The loan is due in semiannual installments, including interest at 4.75%, through 2041. Annual maturities are shown below.

<u>For the year ended</u> <u>December 31,</u>	Business-type acti Water loan 200	
	Principal	Interest
2020	\$ 11,168	\$ 17,386
2021	11,705	16,872
2022	12,268	16,335
2023	12,857	15,772
2024	13,475	15,183
2025-2029	77,738	66,027
2030-2034	98,304	46,404
2035-2039	120,434	21,589
	\$ 357,950	\$ 215,568

NOTE 5: PUBLIC ENTITY RISK POOL

The Town participates with the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, Section 18(2).

The purposes of CIRSA are to provide members defined liability and property coverage and to assist members in preventing and reducing losses and injuries to property and persons which might result in claims being made against members of CIRSA, their employees and officers.

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

TOWN OF GRANADA

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 5: PUBLIC ENTITY RISK POOL (Continued)

CIRSA is a separate legal entity and the Town does not approve budgets; nor does it have ability to significantly affect the operations of the unit.

The Town is not exposed to any significant risk of loss.

NOTE 6: PENSION PLANS

A. VOLUNTEER FIREMEN PENSION

The Town maintains certificates of deposit for a Volunteer Firemen's pension. The amounts are reported in the fiduciary fund financial statements, but are not considered assets of the Town and therefore are excluded from the Government-wide statements. The Town set up the fund and the Certificate of Deposits for a volunteer firemen's pension, but has not yet established the nature of the pension, requirements for further deposits, nor made any payouts. Until the Town establishes the nature of the pension, the funds are held in trust, accumulating interest.

B. POLICE PENSION: Statewide Hybrid Plan - Defined Benefit Component

Plan Description. The Statewide Hybrid Plan (SWH) is a cost-sharing multiple-employer defined benefit pension plan. The SWH is comprised of two components: Defined Benefit and Money Purchase. The plan is administered by the Fire & Police Pension Association of Colorado (FPPA). FPPA issues a publicly available comprehensive annual financial report can be obtained on FPPA's website at <http://www.fppaco.org>.

Description of Benefits. The Plan document states that any member may retire from further service and become eligible for a normal retirement pension at any time after age 55, if the member has at least 25 years of service.

The annual normal pension of the Defined Benefit Component is 1.5 percent of the average of the member's highest three years' base salary for each year of credited service. Benefits paid to retired members of the Defined Benefit Component are evaluated and may be re-determined annually on October 1. The amount of any increase is based on the Board's discretion and can range from 0 to 3 percent.

TOWN OF GRANADA

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 6: PENSION PLANS (Continued)

B. POLICE PENSION: Statewide Hybrid Plan - Defined Benefit Component
(Continued)

A member is eligible for early retirement at age 50 or after of 30 years of service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, a member may elect to have all contributions, along with 5 percent as interest, returned as a lump sum distribution from the Defined Benefit Component. Alternatively, a member with at least five years of accredited service may leave contributions with the Defined Benefit Component of the Plan and remain eligible for a retirement pension at age 55 equal to 1.5 percent of the average of the member's highest three years' base salary for each year of credited service.

Contributions. The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. The members of the SWH plan and their employers are currently each contributing at the rate determined by the individual employer, however, the rate for both employer and members must be at least 8 percent of the member's base salary. The amount allocated to the Defined Benefit Component is set annually by the Fire & Police Pension Association Board of Directors. Excess contributions fund the Money Purchase Component of the Plan. The Defined Benefit Component contribution rate from July 1, 2014 through June 30, 2015 is 12.5 percent. The Defined Benefit Component contribution rate from July 1, 2013 through June 30, 2014 was 12.6 percent.

Within the Money Purchase Component, members are always fully vested in their own contributions, as well as the earnings on those contributions. Vesting in the employer's contributions within the Money Purchase Component, and earnings on those contributions occurs according to the vesting schedule set by the plan document at 20 percent per year after the first year of service to be 100 percent vested after 5 years of service. Employer and member contributions are invested in funds at the discretion of members.

Net Pension Asset. At December 31, 2019 the Town reported an asset of \$30,345 for its proportionate share of the net pension liability. (The Town reported an asset rather than a liability because the Plan's fiduciary net position currently exceeds the total pension liability.) The net pension liability (asset) 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 January 1, 2019. The Town's proportion of the net pension liability was based on Town contributions to the plan for the calendar year 2018 relative to the total contributions of participating employers to the Plan.

TOWN OF GRANADA
NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 6: PENSION PLANS (Continued)

B. POLICE PENSION: Statewide Hybrid Plan - Defined Benefit Component
(Continued)

For the plan year ended December 31, 2018, the Town recognized pension expense of \$760, consisting of the following elements:

**Town's Proportionate Share of Collective Pension Expense for the Plan Year Ended
December 31, 2018**

Service Cost	\$ 2,349
Interest on the Total Pension Liability	6,081
Current-Period Benefit Changes	803
IRC 414(h)(2) Employer-paid Member Contributions	(1,084)
Member Purchases of Service Credit	(4,432)
Projected Earnings on Plan Investments	(8,340)
Pension Plan Administrative Expense	139
Other Changes in Plan Fiduciary Net Position	-
Recognition of Inflow of Resources due to Liabilities	3,566
Recognition of Outflow of Resources due to Assets	1,678
Total Pension Plan Expense	\$ 760

At December 31, 2018, 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
Differences between expected and actual experience	\$ 15,146	\$ -
Changes of assumptions	3,135	-
Net difference between projected and actual earnings on pension plan investments	4,597	
Changes in proportion and differences between Town contributions and proportionate share of contributions	-	-
Town contributions subsequent to the measurement date	2,912	-
Total	\$ 25,790	\$ -

TOWN OF GRANADA
NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 6: PENSION PLANS (Continued)

B. POLICE PENSION: Statewide Hybrid Plan - Defined Benefit Component
(Continued)

Town contributions subsequent to the measurement date of December 31, 2018 of \$2,912 which are reported as deferred outflows of resources related to pensions, will be recognized as a reduction of the net pension liability in the year ended December 31, 2019. 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 ending December 31,		
	2019 \$	5,172
	2020	4,368
	2021	4,066
	2022	5,256
	2023	3,082
Thereafter		933
	<u>\$</u>	<u>22,877</u>

Actuarial Assumptions. The January 1, 2019 actuarial valuation was used to determine the Actuarially Determined Contribution for the plan year ending December 31, 2018. The valuation used the following actuarial assumption and other inputs:

Actuarial Method	Entry Age Normal
Amortization Method	Level % of Payroll, Open
Amortization Period	30 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Long-term Investment Rate of Return*	7.0%
Projected Salary Increases	4.25% - 11.25%
Cost of Living Adjustments (COLA)	0.0%
*Includes Inflation at	2.5%

The RP-2000 Combined Mortality Table with Blue Collar Adjustment, projected with Scale AA, 40 percent multiplier for off-duty mortality is used in the valuation for off-duty mortality of active members. On-duty related mortality is assumed to be 0.00020 per year for all members. The RP-2000 Combined Mortality Table with Blue Collar Adjustment, projected with Scale AA is used in the projection of post-retirement benefits.

TOWN OF GRANADA
NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 6: PENSION PLANS (Continued)

B. POLICE PENSION: Statewide Hybrid Plan - Defined Benefit Component
(Continued)

At least every five years the Fire & Police Pension Association's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2011 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by the Fire & Police Pension Association's actuaries, Gabriel, Roeder, Smith & Co., based upon their analysis of past experience and expectations of the future.

The assumption changes were effective for actuarial valuations beginning January 1, 2012. The actuarial assumptions impacted actuarial factors for benefit purposes such as purchases of service credit and other benefits where actuarial factors are used. The date the new actuarial assumptions were effective for benefit purposes was October 1, 2012.

Effective with the January 1, 2013 valuations, the Board adopted a five-year smoothing methodology in the determination of the actuarial value of assets. Beginning in the January 1, 2014 valuations, the married assumption for active members was increased from 80% to 85% to reflect the passage of the Colorado Civil Union Act.

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 weighing 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 Rate of Return
Global Equity	37.0%	8.03%
Equity Long/Short	9.0%	6.45%
Illiquid Alternatives	24.0%	10.00%
Fixed Income	15.0%	2.90%
Absolute Return	9.0%	5.08%
Managed Futures	4.0%	5.35%
Cash	2.0%	2.52%
Total	100.0%	

TOWN OF GRANADA

NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 6: PENSION PLANS (Continued)

B. POLICE PENSION: Statewide Hybrid Plan - Defined Benefit Component
(Continued)

The discount rate used to measure the total pension liability 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 Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SWH-Defined Benefit Component 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.

Discount Rate. Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.00%; the municipal bond rate is 3.65% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.00%.

Regarding the sensitivity of the net pension liability to changes in the Single Discount Rate, the following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.00%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

	1% Decrease 6.00%	Single Discount Rate Assumption 7.00%	1% Increase 8.00%
Town's Proportionate Share	\$ (10,557)	\$ (21,531)	\$ (30,730)

Pension Plan Fiduciary Net Position. Detailed information about the Plan's fiduciary net position is available in FPPA's comprehensive annual financial report which can be obtained at <http://www.fppaco.org>.

TOWN OF GRANADA
NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 7: COMMITMENTS AND CONTINGENCIES

A. Tabor Amendment

In November 1992, Colorado voters passed the Tabor Amendment (Amendment 1) to the State Constitution which limits state and local government tax powers and imposes spending limitations. Fiscal year 1993 provides the basis for limits in future years to which may be applied allowable increases for inflation and local growth. Revenue received in excess of the limitations may be required to be refunded unless the Town's electorate votes to retain the revenue.

During 1998, the Town's citizens passed a ballot issue allowing the Town to collect, retain, and spend all revenue sources received during the year ended December 31, 1997 and all subsequent years. The Tabor Amendment is subject to many interpretations, but the Town believes it is in substantial compliance with the Amendment.

To comply with the Taxpayer Bill of Rights Amendment, the Town has reserved fund balances for the General Fund, Road & Bridge Fund, and Capital Improvement Fund of \$7,500, \$100, and \$100, respectively.

TOWN OF GRANADA
NOTES TO FINANCIAL STATEMENTS

Year Ended December 31, 2019

NOTE 9: COMPLIANCE WITH STATE STATUTES

Expenditures in excess of budgeted amounts occurred in the following fund, which may be a violation of State Statutes: xxxxx Fund \$000,000.

NOT USED IN 2014.....

Required Supplementary Information

TOWN OF GRANADA, COLORADO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

For the Year Ended December 31, 2019

	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Taxes	\$ 58,009	\$ 61,323	\$ 3,314
Intergovernmental	85,666	58,579	(27,087)
Licenses and permits	537	643	106
Fees for service	88,575	60,592	(27,983)
Fines and forfeiture	31,392	8,924	(22,468)
Other revenue	91,774	59,419	(32,355)
TOTAL REVENUES	<u>355,953</u>	<u>249,480</u>	<u>(106,473)</u>
EXPENDITURES			
General government	72,083	59,709	12,374
Public safety	109,594	107,028	2,566
Public works	180,892	73,498	107,394
Culture and recreation	800	16	784
TOTAL EXPENDITURES	<u>401,695</u>	<u>240,251</u>	<u>161,444</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(45,742)</u>	<u>9,229</u>	<u>200,554</u>
OTHER FINANCIAL SOURCES (USES)			
Transfers in	36,000	-	36,000
TOTAL OTHER FINANCIAL SOURCES (USES)	<u>36,000</u>	<u>-</u>	<u>(36,000)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCIAL SOURCES (USES)	<u>\$ (9,742)</u>	<u>9,229</u>	<u>\$ 18,971</u>
FUND BALANCE - Beginning		<u>208,608</u>	
FUND BALANCE - Ending		<u>\$ 217,837</u>	

See the accompanying Independent Auditor's Report.

TOWN OF GRANADA, COLORADO

BUDGETARY COMPARISON SCHEDULE
CONSERVATION TRUST FUND

For the Year Ended December 31, 2019

	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Intergovernmental	<u>\$ 4,793</u>	<u>\$ 5,636</u>	<u>\$ 843</u>
EXPENDITURES			
Culture and recreation	<u>17,700</u>	<u>5,242</u>	<u>12,458</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (12,907)</u>	394	<u>\$ 13,301</u>
FUND BALANCE - Beginning		<u>13,046</u>	
FUND BALANCE - Ending		<u>\$ 13,440</u>	

See the accompanying Independent Auditor's Report.

TOWN OF GRANADA, COLORADO
BUDGETARY COMPARISON SCHEDULE
ROAD & BRIDGE FUND

For the Year Ended December 31, 2019

	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Taxes	\$ 1,758	\$ 1,440	\$ (318)
Other revenue	<u>20</u>	<u>9</u>	<u>(11)</u>
TOTAL REVENUES	<u>1,778</u>	<u>1,449</u>	<u>(329)</u>
EXPENDITURES			
Public works	<u>1,000</u>	<u>-</u>	<u>1,000</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 778</u>	1,449	<u>\$ 671</u>
FUND BALANCE - Beginning		<u>1,123</u>	
FUND BALANCE - Ending		<u>\$ 2,572</u>	

See the accompanying Independent Auditor's Report.

TOWN OF GRANADA, COLORADO

BUDGETARY COMPARISON SCHEDULE
VICTIMS' ASSISTANCE FUND

For the Year Ended December 31, 2019

	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Grant and donations	\$ 11,301	\$ 10,301	\$ (1,000)
Other revenue	<u>5,650</u>	<u>4,291</u>	<u>(1,359)</u>
TOTAL REVENUES	<u>16,951</u>	<u>14,592</u>	<u>(2,359)</u>
EXPENDITURES			
Personnel expenses	9,301	9,301	-
Contractual services	4,750	2,035	2,715
Materials and supplies	<u>500</u>	<u>519</u>	<u>(19)</u>
TOTAL EXPENDITURES	<u>14,551</u>	<u>11,855</u>	<u>2,696</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 2,400</u>	2,737	<u>\$ 337</u>
FUND BALANCE - Beginning		<u>32,066</u>	
FUND BALANCE - Ending		<u>\$ 34,803</u>	

See the accompanying Independent Auditor's Report.

TOWN OF GRANADA, COLORADO
BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENTS

For the Year Ended December 31, 2019

	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Taxes	\$ 1,700	\$ 2,225	\$ 525
EXPENDITURES			
Capital outlay	18,130	-	18,130
TOTAL EXPENDITURES	<u>18,130</u>	<u>-</u>	<u>18,130</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ (16,430)</u>	2,225	<u>\$ 18,655</u>
FUND BALANCE - Beginning		<u>17,089</u>	
FUND BALANCE - Ending		<u>\$ 19,314</u>	

See the accompanying Independent Auditor's Report.

TOWN OF GRANADA, COLORADO
BUDGETARY COMPARISON SCHEDULE
AMACHE PROJECT

For the Year Ended December 31, 2019

	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Other revenue	\$ -	\$ -	\$ -
EXPENDITURES			
Other professional fees	2,064	-	2,064
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (2,064)</u>	-	<u>\$ 2,064</u>
FUND BALANCE - Beginning		<u>2,064</u>	
FUND BALANCE - Ending		<u>\$ 2,064</u>	

See the accompanying Independent Auditor's Report.

TOWN OF GRANADA, COLORADO

SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF NET PENSION LIABILITY/(ASSET)
FIRE AND POLICE PENSION ASSOCIATION OF COLORADO - STATEWIDE HYBRID PLAN
LAST TEN FISCAL YEARS*

<u>Measurement period ending December 31,</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's portion of the net pension asset	0.155981%	0.155197%	0.183499%	0.180197%	0.191704%	0.183428%
Town's proportionate share of the net pension liability (asset)	(21,531)	(30,345)	(19,974)	(18,980)	(22,735)	(18,710)
Town's covered payroll	31,140	29,664	29,664	29,664	29,664	29,664
Town's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-69%	-102%	-67%	-64%	-77%	-63%
Plan fiduciary net position as a percentage of the total pension asset	138.8%	138.8%	127.5%	129.4%	140.6%	139.0%

*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred one year prior. Information is only available beginning in fiscal year 2013 data).

See the accompanying Independent Auditor's Report.

TOWN OF BUENA VISTA, COLORADO

SCHEDULE OF TOWN CONTRIBUTIONS
FIRE AND POLICE PENSION ASSOCIATION OF COLORADO - STATEWIDE HYBRID PLAN
LAST TEN FISCAL YEARS*

<u>Measurement period ending December 31,</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually required contribution	2,486	2,373	2,373	2,373	2,373	2,373
Contributions in relation to the contractually required contribution	(2,486)	(2,373)	(2,373)	(2,373)	(2,373)	(2,373)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered payroll	31,140	29,664	29,664	29,664	29,664	29,664
Contributions as a percentage of covered payroll	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%

*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred one year prior. Information is only available beginning in fiscal year 2013 data.

See the accompanying Independent Auditor's Report.

Other Supplementary Information

TOWN OF GRANADA, COLORADO

WATER FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
BUDGET AND ACTUAL

For the Year Ended December 31, 2019

	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
OPERATING REVENUES			
Charges for services	\$ 109,047	\$ 110,570	\$ 1,523
TOTAL OPERATING REVENUES	<u>109,047</u>	<u>110,570</u>	<u>1,523</u>
OPERATING EXPENSES			
Personnel expenses	38,852	38,237	615
Contractual services	700	64,404	(63,704)
Insurance and bonds	-	7,301	(7,301)
Materials and supplies	11,766	4,583	7,183
Contingencies	49,869	-	49,869
Contingencies - reserves	14,820	-	14,820
Debt service	28,040	28,040	-
TOTAL OPERATING EXPENSES	<u>144,047</u>	<u>142,565</u>	<u>1,482</u>
NET OPERATING INCOME	<u>(35,000)</u>	<u>(31,995)</u>	<u>3,005</u>
NON-OPERATING REVENUE (EXPENSE)			
Grants	5,000	824	(4,176)
Transfers in (Out)	(18,000)	-	18,000
NET NON-OPERATING REVENUES (EXPENSES)	<u>(12,962)</u>	<u>855</u>	<u>13,817</u>
NET INCOME (LOSS) - BUDGET BASIS	<u>\$ (47,962)</u>	(31,140)	<u>\$ 16,822</u>
GAAP BASIS ADJUSTMENTS			
Debt service principal		10,654	
Depreciation		<u>(31,420)</u>	
TOTAL GAAP BASIS ADJUSTMENTS		<u>(20,766)</u>	
NET INCOME (LOSS) - GAAP BASIS		(51,906)	
NET POSITION, Beginning of year		<u>600,177</u>	
NET POSITION, End of year		<u>\$ 548,271</u>	

See the accompanying Independent Auditor's Report.

TOWN OF GRANADA, COLORADO

ELECTRIC FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
BUDGET AND ACTUAL

For the Year Ended December 31, 2019

	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
OPERATING REVENUES			
Charges for services	\$ 436,700	\$ 417,708	\$ (18,992)
Other operating revenue	(1,100)	-	1,100
TOTAL OPERATING REVENUES	<u>435,600</u>	<u>417,708</u>	<u>(17,892)</u>
OPERATING EXPENSES			
Personnel expenses	38,852	38,237	615
Contractual services	48,032	11,546	36,486
Liability insurance	7,303	7,301	2
Purchased power	265,194	288,377	(23,183)
Materials and supplies	7,800	3,042	4,758
Contingencies	-	-	-
Contingencies - reserves	508,413	-	508,413
TOTAL OPERATING EXPENSES	<u>875,594</u>	<u>348,503</u>	<u>527,091</u>
NET OPERATING INCOME	<u>(439,994)</u>	<u>69,205</u>	<u>509,199</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest revenue	205	617	412
Interest revenue - reserves	1,258	1,925	667
Transfers in (out)	(18,000)	-	18,000
NET NON-OPERATING REVENUES (EXPENSES)	<u>(16,537)</u>	<u>2,542</u>	<u>19,079</u>
NET INCOME (LOSS) - BUDGET BASIS	<u>\$ (456,531)</u>	<u>71,747</u>	<u>\$ 528,278</u>
GAAP BASIS ADJUSTMENTS			
Depreciation		<u>(25,293)</u>	
NET INCOME - GAAP BASIS		<u>46,454</u>	
NET POSITION, Beginning of year		<u>802,111</u>	
NET POSITION, End of year		<u>\$ 848,565</u>	

See the accompanying Independent Auditor's Report.

Supplemental Data for Oversight Agencies

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Granada
	YEAR ENDING : December 2019

This Information From The Records Of (example - City of _ or County of Town of Granada	Prepared By: Jackie Malone Phone: 719-734-5411
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I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES	
ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	6,460
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	1,557
2. General fund appropriations		b. Snow and ice removal	1,938
3. Other local imposts (from page 2)	0	c. Other	17,297
4. Miscellaneous local receipts (from page 2)	11,096	d. Total (a. through c.)	20,792
5. Transfers from toll facilities		4. General administration & miscellaneous	963
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	11,534
a. Bonds - Original Issues		6. Total (1 through 5)	39,749
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	11,096	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	28,653	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	39,749	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	39,749

IV. LOCAL HIGHWAY DEBT STATUS
(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	0	39,749	39,749	0	0

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	
b. Other local imposts:		b. Traffic Fines & Penalties	11,096
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other		g. Other Misc. Receipts	
6. Total (1. through 5.)	0	h. Other	
c. Total (a. + b.)	0	i. Total (a. through h.)	11,096
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government:		D. Receipts from Federal Government:	
1. Highway-user taxes	28,118	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	535	d. Federal Transit Admin	
d. Other (Specify)		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	535	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	28,653	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
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	0	0
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	0	0
			(Carry forward to page 1)

Notes and Comments: