Town of Julesburg, Colorado

Financial Statements

For the Year ended December 31, 2019

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Independent Auditors' Report

To the Honorable Mayor and Members of Town Council
Town of Julesburg
Julesburg, 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 Julesburg (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.

Auditors' Responsibility

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

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and historical pension information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the 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 other supplementary information and the local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and the 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 other supplementary information and the local highway finance report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
July 29, 2020

MANAGEMENT DISCUSSION AND ANALYSIS

This section of the Town of Julesburg, Colorado's annual financial report presents the discussion and analysis of the financial performance for the fiscal year that ended December 31, 2019.

FINANCIAL HIGHLIGHTS

- The Town of Julesburg remains in good financial condition.
- The assets and deferred outflows of resources of the Town of Julesburg exceeded its liabilities and deferred inflows of resources at the close of 2019 by $9,821,542 (net position). Of this amount $2,350,750 or 24% is unrestricted and may be used to meet the Town's ongoing obligations to citizens and creditors.
- During the year, the Town's revenue from taxes and other revenues for governmental programs were more than the expenses by $352,517.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town of Julesburg's basic financial statements. The Town of Julesburg's basic financial statements are comprised of three components:

- Government-wide financial statements
- Fund financial statements.
- 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 statements report information about the Town as a whole using accounting methods similar to those used by private-sector companies.

The **statement of net position** presents information on all of the Town of Julesburg's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two 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 of Julesburg is improving or deteriorating.

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

The government-wide financial statements of the Town are divided into two categories:

- **Governmental activities**. Most of the Town' basic services are included here, such as the fire, public works, parks, recreation, and general administration. Property tax, franchise tax, intergovernmental revenue and charges for services finance most of these activities.
- **Business-type activities**. The Town charges fees to customers to recover most of the costs of certain services provided. The Town's electric, water, sewer and sanitation systems are included here.

The government-wide financial statements can be found starting on page 10 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law; however, the Board of Trustees has established other funds to help control and manage money for particular purposes or to show that it is properly using certain revenue (the Conservation Trust and Capital Improvement Funds). All of the funds of the Town of Julesburg can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end are available for spending. The funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statement provides a detailed, short-term view to cash, the governmental fund operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information at the bottom of the governmental funds statement is provided, or on the subsequent page, that explains the relationship (or differences) between them.

The basic governmental fund financial statements can be found starting on page 14 of this report.

Proprietary funds. When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The Town's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

The basic proprietary fund financial statements can be found starting on page 18 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. These activities are excluded from the Town's other financial statements because the Town cannot use these assets to finance operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purpose.

The basic fiduciary fund financial statements can be found starting on page 28 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 30 of this report.

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

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 of Julesburg, assets and deferred outflows exceed liabilities and deferred inflows by $9,821,542 at the close of 2019.

Net Position

Combined net position of the Town of Julesburg as of December 31, 2019 and 2018 are shown in Table 1 below.

Table 1
NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Current and other assets	$ 1,180,680	$ 1,314,864	$ 2,610,846	$ 2,398,999	$ 3,791,526	$ 3,173,863
Capital assets	2,136,355	2,223,599	5,310,871	5,308,600	7,447,226	7,532,199
Total assets	3,317,035	3,538,463	7,921,717	7,707,599	11,238,752	11,246,062
Deferred outflows of resources	5,067	5,467	-	-	5,067	5,467
Total assets and deferred outflows of resources	$ 3,322,102	$ 3,543,930	$ 7,921,717	$ 7,707,599	$ 11,243,819	$ 11,251,529
Long-term debt outstanding	$ 173,668	$ 238,025	$ 683,592	$ 904,018	$ 857,260	$ 1,142,043
Other liabilities	39,325	152,026	153,026	179,924	192,351	338,950
Total liabilities	212,993	397,051	836,618	1,083,942	1,049,611	1,480,993
Deferred inflows of resources	372,666	301,511	-	-	372,666	301,511
Net position:						
Net investment in capital assets	2,136,355	2,223,599	4,642,640	4,432,976	6,778,995	6,656,575
Restricted	650,500	543,851	41,297	40,721	691,797	584,572
Unrestricted (deficit)	(50,412)	77,918	2,401,162	2,149,960	2,350,750	2,227,878
Total net position	2,736,443	2,845,368	7,085,099	6,623,657	9,821,542	9,469,025
Total liabilities, deferred inflows of resources and net position	$ 3,322,102	$ 3,543,930	$ 7,921,117	$ 7,707,599	$ 11,243,819	$ 11,251,529

The largest portion of the Town of Julesburg's net position, 69%, reflects its investment in capital assets (land, buildings and equipment). The Town of Julesburg uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. In addition, a portion of the Town of Julesburg's net position, 7%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, 24%, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of 2019, the Town of Julesburg is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

Changes in net position

The Town's total revenue of $3,205,846 was more than program expenses of $2,853,329 for an increase in net position of $352,517.

Table 2 shows the summarized revenues and expenses for 2019 and 2018.

Table 2
CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Program revenues						
Charges for services	$ 62,510	$ 71,953	$ 2,190,935	$ 2,037,634	$ 2,253,445	$ 2,037,634
Operating grants and contributions	214,477	136,783	-	-	214,477	136,783
Capital grants and contributions	7,500	-	-	-	7,500	-
General revenues						
Property taxes	301,067	295,138	-	-	301,067	295,138
Sales and use taxes	174,691	153,084	-	-	174,691	153,084
Specific ownership taxes	41,112	32,376	-	-	41,112	32,376
Franchise taxes	14,705	17,245	-	-	14,705	17,245
Other taxes	3,029	2,922	-	-	3,029	2,922
Interest earnings	15,848	10,931	27,952	17,148	43,800	28,079
Sale of assets	-	-	7,500	-	7,500	-
Miscellaneous	43,551	215,367	100,969	157,834	144,520	373,201
Transfers	(40,000)	(30,000)	40,000	30,000	-	-
Total revenues	838,490	905,799	2,367,356	2,242,616	3,205,846	3,148,415
Program expenses						
General government	219,678	215,023	-	-	219,678	215,023
Public safety	127,346	132,490	-	-	127,346	132,490
Public works	313,420	314,583	-	-	313,420	314,583
Culture and recreation	286,971	290,862	-	-	286,971	290,862
Electric services	-	-	1,123,384	1,127,567	1,123,384	1,127,567
Water services	-	-	343,745	350,106	343,745	350,106
Sewer services	-	-	275,255	255,622	275,255	255,622
Sanitation services	-	-	163,530	165,283	163,530	165,283
Total expenses	947,415	952,958	1,905,914	1,898,578	2,853,329	2,851,536
Change in net position	(108,925)	(47,159)	461,442	344,038	352,517	296,879
Net position at beginning of year	2,845,368	2,892,527	6,623,657	6,279,619	9,469,025	9,172,146
Net position at end of year	$ 2,736,443	$ 2,845,368	$ 7,085,099	$ 6,623,657	$ 9,821,542	$ 9,469,025

Governmental Activities

Revenue for the Town's governmental activities totaled $838,490 for 2019. Tax revenue produced 64% of these revenues. Tax revenue includes property taxes, sales and use taxes, specific ownership taxes, franchise taxes and other taxes.

Table 3
GOVERNMENTAL ACTIVITIES

	Total cost of services		Net cost of services	
	2019	2018	2019	2018
General government	$ 219,678	$ 215,023	$ 103,181	$ 186,651
Public safety	127,346	132,490	127,346	132,490
Public works	313,420	314,583	193,512	203,922
Culture and recreation	286,971	290,862	238,889	221,159

Table 3 presents the cost and revenue of each of the Town's four largest programs – general government, public safety, public works, and culture recreation – as well as each program's *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

Business-type Activities

Net position in business-type activities increased by $461,442 in 2019. Business-type activities include electric, water, sewer and sanitation services.

Table 4
BUSINESS-TYPE ACTIVITIES

	Total cost of services		Net cost of services	
	2019	2018	2019	2018
Electric services	$ 1,123,384	$ 1,127,567	$ (152,234)	$ (49,810)
Water services	343,745	350,106	(103,055)	(67,390)
Sewer services	275,255	255,622	16,822	9,461
Sanitation services	163,530	165,283	(46,554)	(31,317)

Table 4, above, presents the cost and revenue of each of the Town's business-type activities – electric, water, sewer, and sanitation – as well as the program *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

THE TOWN'S FUNDS

As the Town completed the year, its governmental funds (as presented in the balance sheet on page 14) reported a combined fund balance of $820,807. The general fund, capital improvement fund and other governmental funds reported fund balances of $195,307, $506,620, and $118,880 respectively.

General Fund Budgetary Highlights

In 2019, the Town installed the infrastructure (water lines, fire hydrants, and storm drainage) at the I-76 Interchange project. In 2020, the street will be installed and the area will be ready to turn over to the land broker who already owns the parcels.

The Town was able to purchase a storage building, parking lot and message sign on West 1st Street. The message sign needed to be refurbished, but is a great form of communication with the residents and travelers for emergency alerts, general communication and for notification for the Town's youth recreation program. The building and parking lot will be sold to someone for a retail business since it is in the downtown business district and the Town will retain the message sign and easement for the sign.

CAPITAL ASSETS AND DEBT ADMINSTRATION

Capital Assets. The Town of Julesburg's investment in capital assets for its governmental and business-type activities as of December 31, 2019, amounts to $7,447,226 (net of accumulated depreciation). This amount includes a broad range of capital assets, including public works equipment, electric, water, sewer, sanitation and other infrastructure.

The Town remains committed to the upkeep and maintenance of the Town's largest assets. More detailed information about the Town's capital assets is presented in Table 5.

Table 5
CAPITAL ASSETS

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Land and land improvements	$ 991,949	$ 1,002,598	$ 23,250	$ 23,250	$ 1,015,199	$ 1,025,848
Construction in progress	-	-	130,396	-	130,396	-
Buildings and improvements	1,050,782	1,115,121	161,093	168,089	1,211,875	1,283,210
Machinery and equipment	93,624	105,880	433,142	445,790	526,766	551,670
Systems	-	-	4,562,990	4,671,471	4,562,990	4,671,471
Total	$ 2,136,355	$ 2,223,599	$ 5,310,871	$ 5,308,600	$ 7,447,226	$ 7,532,199

Long-term debt. The Town had $857,260 in debt outstanding at year-end consisting of accrued compensated absences, outstanding notes payable and the net pension liability. This debt incumbency was incurred by the Town in an effort to meet the State of Colorado's water and wastewater permit requirements. A water treatment plant was installed and put on line in 2001 to meet the nitrate regulations required within the Safe Water Drinking Act and in 2003 the existing wastewater lagoon system was replaced with a mechanical treatment plant to meet the State's wastewater organics (BOD) removal standards. Total construction costs incurred were approximately $2,500,000 and $1,700,000, respectfully.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

In 2019, the Town paid off one water loan and continues to pay the second water loan until 2040. The Town currently has a wastewater loan that will be paid off in 2022 and have begun the process of planning for a new wastewater facility in order to comply with the change in State regulations. A change in utility rates or usage fees was directed by the Board of Trustees and a wastewater plant fee of $ 2.00 was added to each household's monthly utility bill effective January 1, 2020.

The Julesburg School District approached the Town to do a swap of facilities and ground. The School is interested in building a new K-12 facility in the Campbell Subdivision and would like to exchange our unimproved land for the same value of improved land and facilities that would be no longer in use when a new K-12 building is built. Several public meetings were held for discussion regarding this matter. At the Public Hearing, it was determined to re-zone the proposed area to accommodate a school if the voters approve the bond issue when the School presents the ballot question.

The I-76 Interchange area had the majority of the concrete street installed. The remainder of the street can be finished once the traffic study has been completed and CDOT approves of the acceleration and deceleration lanes. The land broker did notify the Town he would be actively trying to sell the parcels of land from this point forward.

The COVID-19 coronavirus pandemic did impact the Town with loss of sales tax revenues and loss of fuel tax. The Board of Trustees made the difficult decision to not open the outdoor public swimming pool. In lieu of the pool not opening this year, a Youth Corps was created to help disinfect, maintain and repair Town owned facilities. The Youth Corps has made partitions around the public access computers in the library, painted surfaces so more easily cleanable, made upgrades to DePoorter Lake's walking path and shelter to accommodate the increase in daily visits, and remodeled the break room used by the public works employees to allow for proper social distancing.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the funds and assets it receives. If you have questions about this report, or should you need additional financial information, contact Town of Julesburg, 100 West Second Street, Julesburg, Colorado, 80737.

Basic Financial Statements

The basic financial statements of the Town include the following:

Government-wide financial statements. The government-wide statements display information about the reporting government as a whole, except for its fiduciary activities.

Fund financial statements. The fund financial statements display information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds.

Notes to the financial statements. The notes communicate information essential for fair presentation of the financial statements that is not displayed on the face of the financial statements. As such, the notes are an integral part of the basic financial statements.

TOWN OF JULESBURG, COLORADO
Statement of Net Position
December 31, 2019

	Governmental Activities	Business-type Activities	Total
Assets			
Cash	$ 366,068	$ 1,013,479	$ 1,379,547
Cash with county treasurer	3,924		3,924
Certificates of deposit	559,029	1,102,528	1,661,557
Receivables	372,401	245,944	618,345
Internal balances	(120,742)	120,742	-
Inventories		86,856	86,856
Restricted cash		41,297	41,297
Capital assets, net of depreciation	2,136,355	5,310,871	7,447,226
Total assets	3,317,035	7,921,717	11,238,752
Deferred outflows of resources			
Pension deferrals	5,067		5,067
Total assets and deferred outflows of resources	$ 3,322,102	$ 7,921,717	$ 11,243,819
Liabilities			
Accounts payable	$ 24,307	$ 123,657	$ 147,964
Accrued interest and fiscal charges		10,539	10,539
Unearned revenue	15,018	18,830	33,848
Noncurrent liabilities			
Due within one year		67,750	67,750
Due in more than one year	173,668	615,842	789,510
Total liabilities	212,993	836,618	1,049,611
Deferred inflows of resources			
Deferred property tax revenues	320,548		320,548
Pension deferrals	52,118		52,118
Total deferred inflows of resources	372,666	-	372,666
Net position			
Net investment in capital assets	2,136,355	4,642,640	6,778,995
Restricted for emergencies	25,000		25,000
Restricted for capital improvements	506,620		506,620
Restricted for culture and recreation	118,880		118,880
Restricted for note reserve		41,297	41,297
Unrestricted (deficit)	(50,412)	2,401,162	2,350,750
Total net position	2,736,443	7,085,099	9,821,542
Total liabilities, deferred inflows of resources and net position	$ 3,322,102	$ 7,921,717	$ 11,243,819

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

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TOWN OF JULESBURG, COLORADO
Statement of Activities
For the Year Ended December 31, 2019

	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental activities				
General government	$ 219,678	$ 23,589	$ 85,408	$ 7,500
Public safety	127,346			
Public works	313,420	21,108	98,800	
Culture and recreation	286,971	17,813	30,269	
Total governmental activities	947,415	62,510	214,477	7,500
Business-type activities				
Electric	1,123,384	1,275,618		
Water	343,745	446,800		
Sewer	275,255	258,433		
Sanitation	163,530	210,084		
Total business-type activities	1,905,914	2,190,935	-	-
Total	$ 2,853,329	$ 2,253,445	$ 214,477	$ 7,500

General revenues and transfers
Taxes
Property taxes, levied for general purposes
Sales and use taxes
Specific ownership taxes
Franchise taxes
Other taxes
Interest earnings
Sale of assets
Miscellaneous
Transfers

Total general revenues and transfers

Change in net position

Net position at beginning of year

Net position at end of year

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

Net (Expenses) Revenues and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
$ (103,181)		$ (103,181)
(127,346)		(127,346)
(193,512)		(193,512)
(238,889)		(238,889)
(662,928)		(662,928)
	$ 152,234	152,234
	103,055	103,055
	(16,822)	(16,822)
	46,554	46,554
	285,021	285,021
(662,928)	285,021	(377,907)
301,067		301,067
174,691		174,691
41,112		41,112
14,705		14,705
3,029		3,029
15,848	27,952	43,800
	7,500	7,500
43,551	100,969	144,520
(40,000)	40,000	-
554,003	176,421	730,424
(108,925)	461,442	352,517
2,845,368	6,623,657	9,469,025
$ 2,736,443	$ 7,085,099	$ 9,821,542

TOWN OF JULESBURG, COLORADO
Balance Sheet
Governmental Funds
December 31, 2019

	General Fund	Capital Improvement Fund	Other Governmental Fund	Total Governmental Funds
Assets				
Cash	$ 41,327	$ 205,861	$ 118,880	$ 366,068
Cash with county treasurer	3,924			3,924
Certificates of deposit	185,846	373,183		559,029
Due from other funds	7,121			7,121
Property taxes receivable	320,548			320,548
Special assessments receivable	3,452			3,452
Other taxes receivable	17,434	30,967		48,401
Total assets	$ 579,652	$ 610,011	$ 118,880	$ 1,308,543
Liabilities				
Accounts payable	$ 24,307			$ 24,307
Due to other funds	24,472	$ 103,391		127,863
Unearned revenues	15,018			15,018
Total liabilities	63,797	103,391	$ -	167,188
Deferred inflows of resources				
Deferred property tax revenues	320,548			320,548
Total deferred inflows of resources	320,548	-	-	320,548
Fund balance				
Restricted for:				
Emergencies	25,000			25,000
Capital improvements		506,620		506,620
Culture and recreation			118,880	118,880
Unassigned	170,307			170,307
Total fund balance	195,307	506,620	118,880	820,807
Total liabilities, deferred inflows of resources, and fund balance	$ 579,652	$ 610,011	$ 118,880	$ 1,308,543

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

TOWN OF JULESBURG
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
December 31, 2019

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

Total fund balance - governmental funds	$ 820,807
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	2,136,355
Pension deferrals used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	(47,051)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(173,668)
Net position of governmental activities	$ 2,736,443

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

TOWN OF JULESBURG, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2019

	General Fund	Capital Improvement Fund	Other Governmental Fund	Total Governmental Funds
Revenues				
Taxes	$ 358,690	$ 174,691		$ 533,381
Licenses and permits	8,302			8,302
Intergovernmental	100,023		$ 13,163	113,186
Charges for services	45,661			45,661
Fines and forfeitures	1,872			1,872
Miscellaneous	169,950	4,580	1,558	176,088
Total revenues	684,498	179,271	14,721	878,490
Expenditures				
Current				
General government	233,005			233,005
Public safety	106,149			106,149
Public works	184,291			184,291
Culture and recreation	258,222			258,222
Capital outlay		90,343		90,343
Total expenditures	781,667	90,343	-	872,010
Excess of revenues over (under) expenditures	(97,169)	88,928	14,721	6,480
Other financing uses				
Transfers out	(40,000)			(40,000)
Net change in fund balance	(137,169)	88,928	14,721	(33,520)
Fund balance at beginning of year	332,476	417,692	104,159	854,327
Fund balance at end of year	$ 195,307	$ 506,620	$ 118,880	$ 820,807

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

TOWN OF JULESBURG
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

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - governmental funds	$	(33,520)
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which depreciation exceeded capital outlay in the current period.		(87,244)
In the statement of activities, certain operating expenses are measured by the amount incurred during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).		11,839
Change in net position of governmental activities	$	(108,925)

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

TOWN OF JULESBURG, COLORADO
Statement of Net Position
Proprietary Funds
December 31, 2019

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Assets				
Current assets				
Cash	$ 85,686	$ 524,071		$ 236,430
Certificate of deposits	565,634	116,984	$ 419,910	
Due from other funds	264,926	100,000		
Accounts receivable	155,113	33,481	31,657	25,693
Inventories	52,717	30,479	2,220	1,440
Total current assets	1,124,076	805,015	453,787	263,563
Noncurrent assets				
Land and improvements		23,250		
Construction in progress			130,396	
Buildings and improvements	225,944	136,868		5,887
Machinery and equipment	141,890	49,537	46,896	501,404
Furniture and fixtures	62			
Systems	1,839,259	3,645,652	3,295,638	
Accumulated depreciation	(1,421,874)	(1,997,106)	(1,223,752)	(146,060)
Restricted cash		41,297		
Total noncurrent assets	785,281	1,899,498	2,249,178	361,231
Total assets	$ 1,909,357	$ 2,704,513	$ 2,702,965	$ 624,794

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

Total	Governmental Activities - Internal Service Funds
$ 846,187	$ 167,292
1,102,528	
364,926	
245,944	
86,856	
2,646,441	167,292
23,250	
130,396	
368,699	
739,727	407,744
62	
8,780,549	
(4,788,792)	(350,764)
41,297	
5,295,188	56,980
$ 7,941,629	$ 224,272

(continued)

TOWN OF JULESBURG, COLORADO
Statement of Net Position
Proprietary Funds
December 31, 2019

(continued)

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Liabilities				
Current liabilities				
Accounts payable	$ 79,795	$ 4,130	$ 34,813	$ 4,919
Accrued interest payable		9,441	1,098	
Due to other funds		32,282	208,172	
Unearned revenue		18,830		
Current portion of notes payable		15,000	52,750	
Total current liabilities	79,795	79,683	296,833	4,919
Noncurrent liabilities				
Accrued compensated absences	5,622	2,098	6,669	972
Notes payable		488,500	111,981	
Total noncurrent liabilities	5,622	490,598	118,650	972
Total liabilities	85,417	570,281	415,483	5,891
Net position				
Net investment in capital assets	785,281	1,354,701	2,084,447	361,231
Restricted for note reserve		41,297		
Unrestricted	1,038,659	738,234	203,035	257,672
Total net position	1,823,940	2,134,232	2,287,482	618,903
Total liabilities and net position	$ 1,909,357	$ 2,704,513	$ 2,702,965	$ 624,794

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

Total	Governmental Activities - Internal Service Funds
$ 123,657	
10,539	
240,454	$ 3,730
18,830	
67,750	
461,230	3,730
15,361	
600,481	
615,842	-
1,077,072	3,730
4,585,660	56,980
41,297	
2,237,600	163,562
6,864,557	220,542
$ 7,941,629	$ 224,272

Total net position - enterprise funds	$ 6,864,557
Some amounts reported for business-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities.	220,542
Net position of business-type activities	$ 7,085,099

TOWN OF JULESBURG, COLORADO
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2019

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Operating revenues				
Charges for services	$ 1,275,618	$ 382,316	$ 258,433	$ 210,084
Operating expenses				
Systems operation	979,621	137,673	151,621	118,568
Administrative and general	127,585	91,308	52,725	28,122
Depreciation and amortization	31,644	94,671	67,000	19,075
Total operating expenses	1,138,850	323,652	271,346	165,765
Operating income (loss)	136,768	58,664	(12,913)	44,319
Nonoperating revenues (expenses)				
Interest on investments	6,958	13,836	5,156	
Sale of assets				
Water tower lease		64,484		
Miscellaneous revenue	83,033	13,013	4,923	
Interest and fiscal charges		(23,958)	(7,777)	(1,632)
Total nonoperating revenues (expenses)	89,991	67,375	2,302	(1,632)
Income before transfers	226,759	126,039	(10,611)	42,687
Transfers in			110,000	40,000
Transfers out	(110,000)			
Change in net position	116,759	126,039	99,389	82,687
Net position at beginning of year	1,707,181	2,008,193	2,188,093	536,216
Net position at end of year	$ 1,823,940	$ 2,134,232	$ 2,287,482	$ 618,903

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

Total	Governmental Activities - Internal Service Funds
$ 2,126,451	$ 35,000
1,387,483	
299,740	
212,390	7,934
1,899,613	7,934
226,838	27,066
25,950	2,002
-	7,500
64,484	
100,969	
(33,367)	
158,036	9,502
384,874	36,568
150,000	
(110,000)	
424,874	36,568
6,439,683	183,974
$ 6,864,557	$ 220,542

Net change in net position - enterprise funds	$ 424,874
Some amounts reported for business-type activities in the statement of activities are different because the net revenue of the internal service fund is reported with business-type activities.	36,568
Change in net position of business-type activities	$ 461,442

TOWN OF JULESBURG, COLORADO
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2019

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Cash flows from operating activities				
Receipts from customers	$ 1,251,808	$ 380,238	$ 255,331	$ 207,882
Receipts from (payments to) other funds	(264,298)	(8,370)	22,048	
Payments to suppliers	(1,016,622)	(189,145)	(106,763)	(108,782)
Payments to employees	(100,576)	(87,173)	(74,806)	(47,552)
Net cash provided (used) by operating activities	(129,688)	95,550	95,810	51,548
Cash flows from noncapital financing activities				
Transfers from other funds			110,000	40,000
Transfers to other funds	(110,000)			
Miscellaneous receipts	83,033	78,176	4,923	
Net cash provided (used) by noncapital financing activities	(26,967)	78,176	114,923	40,000
Cash flows from capital and related financing activities				
Grant revenues				
Purchase of capital assets	(10,961)	(49,217)	(151,916)	
Principal paid on capital debt		(80,078)	(50,702)	(76,614)
Interest and fiscal charges		(24,229)	(8,115)	(1,632)
Net cash used by capital and related financing activities	(10,961)	(153,524)	(210,733)	(78,246)
Cash flows from investing activities				
Earnings on investments		12,400		
Net cash provided by investing activities	-	12,400	-	-
Net increase (decrease) in cash	(167,616)	32,602	-	13,302
Cash at beginning of year	253,302	532,766	-	223,128
Cash at end of year	$ 85,686	$ 565,368	$ -	$ 236,430

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

Total	Governmental Activities - Internal Service Funds
$ 2,095,259	$ 35,000
(250,620)	(628)
(1,421,312)	
(310,107)	
113,220	34,372
150,000	
(110,000)	
166,132	
206,132	-
-	7,500
(212,094)	(10,500)
(207,394)	
(33,976)	
(453,464)	(3,000)
12,400	2,002
12,400	2,002
(121,712)	33,374
1,009,196	133,918
$ 887,484	$ 167,292

(continued)

TOWN OF JULESBURG, COLORADO
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2019

(continued)

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Reconciliation of operating income (loss) to net cash provided (used) by operating activities				
Operating income (loss)	$ 136,768	$ 58,664	$ (12,913)	$ 44,319
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation and amortization	31,644	94,671	67,000	19,075
Changes in assets and liabilities				
Receivables	(23,810)	(2,078)	(3,102)	(2,202)
Interfund items	(264,298)	(8,370)	22,048	
Inventory	(7,207)	2,586	(674)	1,100
Accounts payable	(358)	(43,324)	18,995	(1,526)
Accrued administrative fees		(755)		
Compensated absences	(2,427)	(5,844)	4,456	(9,218)
Net cash provided (used) by operating activities	$ (129,688)	$ 95,550	$ 95,810	$ 51,548
Cash consists of:				
Cash	$ 85,686	$ 524,071	$ -	$ 236,430
Restricted cash		41,297		
Total	$ 85,686	$ 565,368	$ -	$ 236,430

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

Total	Governmental Activities - Internal Service Funds
$ 226,838	$ 27,066
212,390	7,934
(31,192)	
(250,620)	(628)
(4,195)	
(26,213)	
(755)	
(13,033)	
$ 113,220	$ 34,372
$ 846,187	$ 167,292
41,297	
$ 887,484	$ 167,292

TOWN OF JULESBURG, COLORADO
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2019

		Pension Trust Funds
Assets		
Cash	$	12,587
Certificate of deposit		18,676
Total assets	$	31,263
Net position		
Restricted for pensions	$	31,263
Total net position	$	31,263

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

TOWN OF JULESBURG, COLORADO
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2019

	Pension Trust Funds
Additions	
Contributions	
Rural	$ 5,075
Town	3,500
State	3,150
Total contributions	11,725
Investment income	
Interest on investments	357
Total additions	12,082
Deductions	
Pension benefits	9,600
Total deductions	9,600
Change in net position	2,482
Net position restricted for pensions	
Beginning of year	28,781
End of year	$ 31,263

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

Note A – Summary of significant accounting policies

This summary of the Town of Julesburg's significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The more significant of the Town's accounting policies are described below.

A.1 – Reporting entity

The financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The reporting entity's financial statements should present the funds of the primary government (including its blended component units, which are, in substance, part of the primary government) and provide an overview of the discretely presented component units.

The Town has examined other entities that could be included as defined in number 2 and 3 above. Based on these criteria, the Town has no component units.

A.2 – Fund accounting

The Town uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Note A – Summary of significant accounting policies (Continued)

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked funds (special revenue funds), major capital projects (capital projects fund), and the servicing of general long-term debt (debt service fund). The following are the Town's major governmental funds:

General Fund – The General Fund is the operating fund of the Town. It is used to account for most of the day-to-day operations of the Town which are financed from sales and use taxes, property taxes and other general revenues. Activities financed by the general fund include those of line and staff departments within the Town, except for activities of the enterprise funds.

Capital Improvement Fund – This fund is a special revenue fund established to account for funds received from a Town imposed sales tax and capital expenditures made from those funds.

The following is the Town's nonmajor governmental fund:

Conservation Trust Fund – This fund is a special revenue fund established to account for state lottery proceeds and allowable expenditures.

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

Electric Fund – This fund was established to account for all operations of the electric utility services provided by the Town.

Water Fund – This fund was established to account for all operations of the water utility services provided by the Town.

Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the Town.

Sanitation Fund – This fund was established to account for all operations of the sanitation utility services provided by the Town.

Fiduciary funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the Town under a trust agreement for individuals, private organizations or other governments and are therefore not available to support the Town's own programs. The Town has one pension trust fund.

Note A – Summary of significant accounting policies (Continued)

Additionally, the Town reports the following fund type:

Internal Service Fund – This fund accounts for capital equipment management services provided to other departments or agencies of the Town on a cost-reimbursement basis.

Note A.3 – Basis of presentation

Government-wide financial statements – The statement of net position and the statement of activities display information about the Town as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of the Town that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the Town and for each function or program of the Town's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Town, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Town.

Fund financial statements – Fund financial statements report detailed information about the Town. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

Note A – Summary of significant accounting policies (Continued)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources management focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balance, which reports the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the statement of net position. The statement of revenues, expenses and changes in fund net position presents increases (revenues) and decreases (expenses) in net total assets. The statement of cash flows provides information about how the Town finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds focus on net position and are reported using accounting principles similar to proprietary funds. The Town's fiduciary funds are presented in the fiduciary fund financial statements by fund type. Since by definition these assets are being held for the benefit of a third party and cannot be used to address the activities or obligations of the Town, these funds are not incorporated into the government-wide financial statements.

A.4 – Basis of accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – exchange and non-exchange transactions – Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Town, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the Town receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenues from property taxes are recognized in the fiscal year for which the taxes are levied. Revenues from grants, entitlements and donations are recognized in the fiscal year

Note A – Summary of significant accounting policies (Continued)

in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Town must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Town on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Unearned revenue – Unearned revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received by the Town before it has a legal claim to them, as when grant monies are received prior to meeting eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

Deferred outflows/inflows of resources - In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Expenses/expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

A.5 – Encumbrances

Encumbrances outstanding at year-end are considered immaterial and thus are not reported as reservations of fund balance.

<u>Note A – Summary of significant accounting policies</u> (Continued)

A.6 – Cash and cash equivalents

For the purposes of the statement of cash flows, the Town considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

A.7 – Short-term interfund receivables/payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the government-wide statement of net position, and are classified as due from other funds or due to other funds on the balance sheet.

A.8 – Receivables

Monthly charges for water services are included with monthly utility billings. No allowance for doubtful accounts has been provided in the accompanying financial statements since substantially all accounts are deemed by management to be collectible.

A.9 – Inventories

Inventories consist of expendable supplies and are reported at cost or estimated cost.

A.10 – Capital assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund financial statements.

All capital assets with a unit cost greater than $2,000 are capitalized at cost (or estimated historical cost, if actual cost is not available) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair value on the date received. Improvements to assets are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not. Infrastructure assets, consisting of certain improvements other than buildings (such as parking facilities, sidewalks, landscaping and lighting systems) are capitalized on a prospective basis beginning in 2004.

Note A – Summary of significant accounting policies (Continued)

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of borrowing until project completion with interest earned on invested proceeds over the same period. No interest was capitalized during the year.

All reported capital assets are depreciated with the exception of land costs. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities	Business-type Activities
Land and improvements	10 – 50 years	10 – 50 years
Buildings and improvements	10 – 75 years	20 – 75 years
Machinery and equipment	10 – 20 years	3 – 20 years
Furniture and fixtures	7 – 10 years	7 – 10 years
Systems	n/a	5 – 75 years

A.11 – Compensated absences

Vacation leave

Full-time employees after one full year of service are allowed from six to eighteen days annual paid vacation leave, depending on the length of continuous employment, and are allowed to accumulate up to twenty days of vacation leave. Vacation pay is a vested benefit.

Sick leave

Full-time employees receive twelve days sick leave each year and are allowed to accumulate up to sixty days of sick leave. Sick leave is a vested benefit at twenty-five percent of the accumulated leave.

A.12 – Accrued liabilities and long-term obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

Note A – Summary of significant accounting policies (Continued)

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, the noncurrent portion of compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. Bonds payable and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

A.13 – Net position

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are liabilities imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Town applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

A.14 – Operating revenues and expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Town, these revenues are service charges for electric, water, sewer and sanitation utility services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

A.15 – Interfund transactions

Quasi-external transactions 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, except quasi-external transactions and reimbursements, are reported as transfers. In general, the effect of interfund activity has been eliminated from the government-wide financial statements.

Note A - Summary of significant accounting policies (Continued)

A.16 – Fund balance

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54). This Statement defines the different type of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below.

Nonspendable, such as fund balance associated with inventories, prepaid expenditures, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed or assigned),

Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation,

Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Town Council (the Town's highest level of decision-making authority),

Assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, and

Unassigned fund balance is the residual classification for the Town's general fund and includes all spendable amounts not contained in the other classifications.

Committed fund balance is established by a formal passage of a resolution. This is typically done through the adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the members of town council through adoption or amendment of the budget as intended for specific purpose (such as purchase of fixed assets, construction, debt service or for other purposes).

When both restricted and unrestricted resources are available in governmental funds, the Town applies expenditures against restricted fund balance first, and followed by committed fund balance, assigned fund balance and unassigned fund balance.

Note B – Cash and deposits

Cash and deposits

Colorado State statutes govern the Town's deposit of cash. The Public Deposit Protection Acts (PDPA) for banks and savings and loans require state regulators to certify eligible depositories for public deposits. The PDPA require eligible depositories with public deposits in excess of federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the State of Colorado or Colorado local governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group and not held in any individual government's name. The fair value of the assets in the pool must be at least equal to 102% of the aggregate uninsured deposits.

Custodial credit risk – deposits – Custodial risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a deposit policy for custodial credit risk. As of year-end, the Town had total deposits of $3,147,382 of which $260,268 was insured and $2,887,114 was collateralized with securities held by the pledging institution's trust department or agent in the Town's name.

Investments

Authorized investments – Investment policies are governed by Colorado State Statutes and the Town's own investment policies and procedures. Investments of the Town may include:

- Obligations of the United States Government such as treasury bills, notes and bonds
- Certain international agency securities
- General obligation and revenue bonds of United States local government entities
- Bankers acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

Note C – Interfund transactions

The following is a summary of interfund borrowings and transfers for the year as presented in the fund financial statements:

Interfund Receivable	Interfund Payable	Amount
General Fund	Capital Improvement Fund	$ 3,391
General Fund	Capital Replacement Fund	3,730
Electric Fund	General Fund	24,472
Electric Fund	Water Fund	32,282
Electric Fund	Sewer Fund	208,172
Water Fund	Capital Improvement Fund	100,000
Totals		$ 372,047

All balances resulted from the time lag between the dates that (1) interfund reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Transfers in	Transfers out	Amount
Sanitation Fund	General Fund	$ 40,000
Sewer Fund	Electric Fund	110,000
Totals		$ 150,000

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. The Town transferred funds from the General Fund to the Sanitation Fund in order to provide assistance with sanitation fund repair and maintenance and debt service costs. The Town also transferred funds from the Electric Fund to the Sewer Fund to provide assistance for wastewater fund repair and maintenance costs.

Note D – Receivables

Receivables at year-end consist of the following:

	Governmental Activities	Business-type Activities	Total Receivables
Property taxes	$ 320,548	$ -	$ 320,548
Utility billings	-	245,944	245,944
Other taxes	48,401	-	48,401
Special assessments	3,452	-	3,452
Total	$ 372,401	$ 245,944	$ 618,345

Note D – Receivables (Continued)

Property taxes are levied on December 15th and attach as a lien on property the following January 1st. They are payable in full by April 30th or are due in two equal installments on February 28th and June 15th. Sedgwick County bills and collects property taxes for all taxing entities within the County. The tax receipts collected by the county are remitted to the Town in the subsequent month.

Note E – Capital assets

Capital asset activity for the year was as follows:

	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
Governmental activities				
Capital assets, not being depreciated:				
Land	$ 188,376	$ -	$ -	$ 188,376
Total capital assets, not being depreciated	188,376	-	-	188,376
Capital assets, being depreciated:				
Land improvements	1,611,893	31,580	-	1,643,473
Buildings and improvements	1,771,308	-	-	1,771,308
Equipment	620,272	-	-	620,272
Total capital assets, being depreciated	4,003,473	31,580	-	4,035,053
Total capital assets	4,191,849	31,580	-	4,223,429
Less accumulated depreciation for:				
Land improvements	(797,671)	(42,229)	-	(839,900)
Buildings and improvements	(656,187)	(64,339)	-	(720,526)
Equipment	(514,392)	(12,256)	-	(526,648)
Total accumulated depreciation	(1,968,250)	(118,824)	-	(2,087,074)
Governmental activities capital assets, net	$ 2,223,599	$ (87,244)	$ -	$ 2,136,355

Note E – Capital assets (Continued)

	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
Business-type activities				
Capital assets, not being depreciated:				
Land	$ 23,250	$ -	$ -	$ 23,250
Construction in progress	-	130,396	-	130,396
Total capital assets, not being depreciated	23,250	130,396	-	153,646
Capital assets, being depreciated				
Buildings and improvements	368,699	-	-	368,699
Machinery and equipment	1,131,652	15,819	-	1,147,471
Furniture and fixtures	62	-	-	62
Systems	8,704,170	76,379	-	8,780,549
Total capital assets, being depreciated	10,204,583	92,198	-	10,296,781
Total capital assets	10,227,833	222,594	-	10,450,427
Less accumulated depreciation for:				
Buildings and improvements	(200,611)	(6,995)	-	(207,606)
Machinery and equipment	(685,861)	(28,468)	-	(714,329)
Furniture and fixtures	(62)	-	-	(62)
Systems	(4,032,698)	(184,861)	-	(4,217,559)
Total accumulated depreciation	(4,919,232)	(220,324)	-	(5,139,556)
Business-type activities capital assets, net	$ 5,308,601	$ 2,270	$ -	$ 5,310,871

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

Governmental activities	
General government	$ 9,888
Public safety	29,402
Public works	38,786
Culture and recreation	40,748
Total governmental activities	118,824

Note E – Capital assets (Continued)

Business-type activities	
Electric	31,644
Water	94,671
Sewer	67,000
Sanitation	19,075
In addition, depreciation on capital assets held by the Town's internal service fund is charged to the various functions based on the percentage of contribution to the fund.	7,934
Total business-type activities	220,324
Total depreciation expense	$ 339,148

Note F – Long-term debt

The following is a summary of the changes in long-term debt for the year:

	Beginning Balances	Additions	Reductions	Ending Balances	Due within one year
Governmental activities					
Compensated absences	$ 15,668	$ -	$ (3,635)	$ 12,033	$ -
Net pension liability	222,357	-	(60,722)	161,635	-
Totals	$ 238,025	$ -	$ (64,357)	$ 173,668	$ -

The compensated absences attributable to the governmental activities will be liquidated primarily by the General Fund. The Town believes that the current portion of compensated absences is negligible and is therefore not reported.

	Beginning Balances	Additions	Reductions	Ending Balances	Due within one year
Business-type activities					
Compensated absences	$ 28,394	$ -	$ (13,033)	$ 15,361	$ -
Notes from direct borrowings	799,011	-	(130,780)	668,231	67,750
Capital lease obligations	76,613	-	(76,613)	-	-
Total	$ 904,018	$ -	$ (220,426)	$ 683,592	$ 67,750

Note F – Long-term debt (Continued)

Notes payable

Notes payable at year-end consist of the following individual issues:

$800,000 agreement with Colorado Water Resources and Power Development Authority dated May 15, 2002, due in semi-annual installments ranging from $19,496 to $29,409, including interest, through 2022. The agreement was entered into in order to facilitate the modification of the Town's wastewater treatment facility.	$	164,731
$693,000 agreement with Rural Development to refinance an interim loan with the Colorado Water Resources and Power Development Authority, due in semi-annual installments ranging from $6,898 to $19,025, including interest, through 2040.		503,500
Total	$	668,231

The Town's outstanding note with CWRPDA in the amount of $164,731 is secured with collateral of the net revenue from operation and use of the system as defined in the loan agreement. This outstanding note contains (1) a provision that in an event of default as defined in the loan agreement, the Authority shall have the right to withhold disbursement of loan funds remaining, and take such other action at law or in equity as may appear necessary to enforce the performance and observance of any duty, covenant, obligation, or agreement including, without limitation, appointment ex parte of a receiver of the system.

The Town's outstanding note with Rural Development in the amount of $503,500 is secured by a lien on the net revenues of the enterprise. This outstanding note contains (1) a provision that in an event of default as defined in the loan agreement the lender shall have the option to declare the entire principal amount then outstanding and accrued interest immediately due and payable, (2) incur and pay reasonable expenses for repair, maintenance, and operation of the facility and such other reasonable expenses as may be necessary to cure the cause of default, and/or (3) take possession of the facility, repair, maintain, and operate or rent it.

Note F – Long-term debt (Continued)

The following schedule represents the Town's debt service requirements to maturity for the outstanding notes from direct borrowings related to business-type activities at year-end:

Year ended December 31,	Principal	Interest
2020	$ 67,750	$ 28,556
2021	70,882	25,738
2022	73,599	22,801
2023	17,000	20,329
2024	18,000	19,552
2025-2029	103,000	84,724
2030-2034	128,000	59,108
2035-2039	160,500	27,146
2040	29,500	922
Totals	$ 668,231	$ 288,876

Note G – Risk management

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town has affiliated with the Colorado Intergovernmental Risk Sharing Agency (CIRSA) to provide protection against losses incurred related to property, casualty, general liability and workers compensation claims. CIRSA is a separate legal entity established by member municipalities pursuant to the provisions of the Colorado Revised Statutes and the Colorado Constitution. The purposes of CIRSA are to provide members defined liability, property and workers compensation coverages and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees, or officers. The Town makes an annual contribution to CIRSA for its insurance coverage. For the year, the Town's financial contribution to CIRSA was $79,933. Contingent liability claims for the coverage have not been recognized to date after reviewing claim history and the remoteness of potential loss in excess of actual contributions by the Town. Settled claims resulting from these risks have not exceeded commercial insurance coverage or the deductible in any of the past three years. There has been no significant reduction in insurance coverage from the prior year in any of the major categories of risk.

Note H – Pension plans

Town of Julesburg Volunteer Fire Pension Plan

Summary of significant accounting policies

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Town of Julesburg Volunteer Fire Pension Plan and additions to/deductions from Town of Julesburg Volunteer Fire Pension Plan's net position have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

General information about the pension plan

Plan description. The Town's defined benefit pension plan, Town of Julesburg Volunteer Fire Pension Plan, provides retirement and death benefits to plan members and beneficiaries for volunteer firefighters. The plan is a single-employer pension plan administered by the Pension Board. The Pension Board has the authority to establish and amend the benefit provisions of the plan.

Management of the Town of Julesburg Volunteer Fire Pension Plan is vested in the local Pension Board, which consists of the Town Mayor, a rural fire department board member, and three representatives of the local fire department serving the Town.

Plan membership. At year-end, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	29
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	36
Total	65

Benefits provided. The Town of Julesburg Volunteer Fire Department Pension Plan provides retirement and death benefits. Any firefighter who has both reached the age of 50 and completed 20 years of active service shall be eligible for a monthly pension (currently $50 per month). The plan also provides for a lump-sum burial benefit of $100 upon death of an active firefighter.

Note H – Pension plans (Continued)

Contributions. Contribution requirements of the Town are established by the local Pension Board. The plan is noncontributory regarding participants. Contributions to the plan for the year ended December 31, 2019 included $3,500 from the Town, $5,075 from the Julesburg Fire Protection District, and $3,150 from the State of Colorado matching funds.

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 net pension liability of $161,635. 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 January 1, 2019.

For the year ended December 31, 2019, the Town recognized pension income of $4,704. At December 31, 2019 the Town reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual investment earnings	$ 492	
Changes in assumptions and other inputs		$ 52,118
Difference between expected and actual experience	1,075	
Contributions subsequent to measurement date	3,500	-
Totals	$ 5,067	$ 52,118

$3,500 reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Note H – Pension plans (Continued)

Year Ended December 31,		Amount
2020	$	(5,467)
2021		(6,625)
2022		(6,707)
2023		(6,707)
2024		(6,769)
2025		(6,769)
2026		(6,769)
2027		(4,738)
Totals	$	(50,551)

Actuarial assumptions. The total pension liability in the January 1, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method	Entry age actuarial
Amortization method	Level dollar, open
Remaining amortization period	40 years
Asset valuation method	Market value
Inflation	2.75%
Salary increases	N/A
Investment rate of return	1.75% (net of expenses paid from the fund)
Retirement age	Age 50 and 20 years of service

Mortality rates were based on the Modified 1994 Group Annuity Mortality table.

The long-term expected rate of return on pension plan investments was determined using a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense). These amounts are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the asset allocation percentage. Best estimates of arithmetic real rates of return for the Town's current holdings of cash and certificates of deposit included in the Plan's assets as of December 31, 2018 are summarized in the above table.

Note H – Pension plans (Continued)

Discount rate. The discount rate used to measure the total pension liability was 4.50 percent. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current and inactive volunteers. 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 net pension liability to changes in the discount rate. The following presents the Town's net pension liability calculated using the discount rate of 4.50 percent, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.50 percent) or 1-percentage point higher (5.50 percent) than the current rate:

	1% Decrease (3.50%)	Current Discount (4.50%)	1% Increase (5.50%)
Net pension liability	$ 185,669	$ 161,635	$ 141,815

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Town of Julesburg Fireman Pension Fund financial report.

Payables to the pension plan

The Town did not report any payables to the pension plan at year-end.

Defined Contribution Plan

The Town contributes to the Colorado County Officials and Employees Retirement Plan (the Plan), a defined contribution plan administered by the Colorado County Officials and Employees Retirement Association (CCOERA).

Benefit terms, including contribution requirements, for the Plan are established and may be amended by the Town Council. The Town's contribution is a minimum of 3 percent of covered salary, but may be increased beyond this amount. All eligible employees are required to contribute an amount equal to the contribution by the Town. For the year employee contributions totaled $10,573, and the Town recognized pension expense of $10,573.

Employees are immediately vested in their own contributions, Town contributions, and earnings on those contributions.

Note I – Deferred compensation plan

The Town has a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. This plan is administered and held in trust by an independent plan administrator through an administrative service agreement. Employees defer a portion of their salary until future years. Deferred compensation is not available to employees until termination, retirement, death or financial hardship.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997 as the Town transferred the assets to the Colorado County Officials and Employees Retirement Association (CCOERA) Deferred Compensation Trust. These assets are held in trust for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted for any other purpose.

Note J – Commitments and contingencies

State and federal funding

The Town receives revenues from various state and federal grant programs which are subject to final review and approval by the grantor agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the Town expects such amounts, if any, to be immaterial.

TABOR Amendment

In November 1992, Colorado voters passed an amendment, commonly known as the Taxpayer's Bill of Rights (TABOR), to the State Constitution (Article X, Section 20) which limits the revenue raising and spending abilities of state and local governments. The limits on property taxes, revenue, and "fiscal year spending" include allowable annual increases tied to inflation and local growth. Fiscal year spending as defined by the amendment excludes spending from certain revenue and financing sources such as federal funds, gifts, property sales, fund transfers, damage awards, and fund reserves (balances). The amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the "spending limit" must be refunded or approved to be retained by the Town under specified voting requirements by the entire electorate. In November 1996, the voters of the Town approved a ballot initiative permitting the Town to retain, appropriate, and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds and revenues received from every source whatsoever, without limitation, in this fiscal year and all subsequent fiscal years notwithstanding any limitation of Article X, Section 20 of the Colorado Constitution. TABOR is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of TABOR. However, the Town has made certain interpretations of TABOR's language in order to determine its compliance. The Town has reserved funds in the General Fund in the amount of $25,000 for the emergency reserve.

Note J – Commitments and contingencies (Continued)

Colorado local government budget laws

Expenses in the Sewer and Capital Replacement Funds exceeded their appropriations by $25,838 and $10,500, respectively, and may be in violation of local government budget laws.

CWRPDA loan covenants

Rate covenant – during the loan term, the Town shall establish, impose and collect, rents, rates and other charges for the products and services provided by the system, which shall be at least sufficient, together with other amounts available therefore, and after meeting the operation and maintenance expenses of the system, to pay 110% of the debt service coming due in such calendar year. The net operating revenues of the Sewer Fund was 296% of the current year's debt service, respectively.

Operations and maintenance fund – the Town shall maintain an operations and maintenance reserve in an amount equal to three months of operation and maintenance expenses, excluding depreciation, of the system as set forth in the annual budget for the current fiscal year. Said reserve may be in the form of unobligated fund balances or other unobligated cash or securities or may be in a separate segregated fund. Unobligated fund balances in the Sewer Fund exceeded the required reserve by $105,868.

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Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Changes in the Town's Net Pension Liability/(Asset) and Related Ratios – Town of Julesburg Volunteer Fire Pension Plan
- Schedule of Town Contributions – Town of Julesburg Volunteer Fire Pension Plan
- Schedule of Investment Return – Town of Julesburg Volunteer Fire Pension Plan
- Budgetary Comparison Schedule – General Fund
- Budgetary Comparison Schedule – Capital Improvement Fund

TOWN OF JULESBURG, COLORADO
Schedule of Changes in the Town's Net Pension Liability/(Asset) and Related Ratios [1]
Town of Julesburg Volunteer Fire Pension Plan
Last 10 Fiscal Years

	2019	2018	2017
Total pension liability			
Service cost	$ 5,195	$ 5,529	$ 5,858
Interest on the total pension liability	4,993	5,000	4,931
Benefit changes	-	-	-
Differences between expected and actual experience	-	(4,892)	2,556
Assumption changes	(58,887)	-	-
Benefit payments	(9,900)	(9,900)	(9,900)
Net change in total pension liability	(58,599)	(4,263)	3,445
Total pension liability - beginning	250,665	254,928	251,483
Total pension liability - ending (a)	$ 192,066	$ 250,665	$ 254,928
Plan fiduciary net position			
Employer contributions	$ 3,500	$ 3,500	$ 3,500
Volunteer Fire Protection District contribution	3,500	5,075	3,500
Pension plan net investment income	224	154	113
Benefit payments	(9,900)	(9,900)	(9,900)
Pension plan administrative expenses	-	-	-
State of Colorado matching funds	4,800	3,150	3,150
Net change in plan fiduciary net position	2,124	1,979	363
Plan fiduciary net position - beginning	28,307	26,328	25,965
Plan fiduciary net position - ending (b)	$ 30,431	$ 28,307	$ 26,328
Town's net pension liability/(asset) - ending (a) - (b)	$ 161,635	$ 222,358	$ 228,600
Plan fiduciary net position as a percentage of the total pension liability	15.84%	11.29%	10.33%
Covered payroll	N/A	N/A	N/A
Town's net pension liability as a percentage of covered payroll	N/A	N/A	N/A

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

1 Until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

	2016	2015
	$ 6,019	$ 5,898
	4,888	4,790
	-	-
	6,056	5,934
	-	-
	(9,900)	(8,640)
	7,063	7,982
	244,420	236,438
	$ 251,483	$ 244,420
	$ 3,500	$ 3,500
	3,500	3,500
	103	97
	(9,900)	(8,640)
	-	-
	3,150	3,150
	353	1,607
	25,612	24,005
	$ 25,965	$ 25,612
	$ 225,518	$ 218,808
	10.32%	10.48%
	N/A	N/A
	N/A	N/A

TOWN OF JULESBURG, COLORADO
Schedule of Town Contributions [1]
Town of Julesburg Volunteer Fire Pension Plan
Last 10 Fiscal Years

Fiscal Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution *	Contribution Deficiency (Excess)	Covered Payroll	Actuarial Contribution as a % of Covered Payroll
(a)	(b)	(c)	(d) = (b) - (c)	(e)	(f)
2019	$ 12,995	$ 11,725	$ 1,270	N/A	N/A
2018	$ 18,450	$ 10,150	$ 8,300	N/A	N/A
2017	$ 19,020	$ 11,725	$ 7,295	N/A	N/A
2016	$ 19,020	$ 10,150	$ 8,870	N/A	N/A
2015	$ 19,020	$ 10,150	$ 8,870	N/A	N/A
2014	$ 19,020	$ 10,150	$ 8,870	N/A	N/A

* Includes employer, district and State of Colorado matching funds.

1 Until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

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TOWN OF JULESBURG, COLORADO
Schedule of Investment Returns [1]
Town of Julesburg Volunteer Fire Pension Plan
Last 10 Fiscal Years

	2019	2018	2017	2016
Annual money-weighted rate of return, net of investment expense	0.84%	0.78%	0.57%	0.42%

[1] Until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

2015	2014
0.42%	0.41%

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Taxes	$ 348,661	$ 348,661	$ 358,690	$ 10,029
Licenses and permits	18,000	18,000	8,302	(9,698)
Intergovernmental revenue	155,102	155,102	100,023	(55,079)
Charges for services	50,705	50,705	45,661	(5,044)
Fines and forfeitures	2,000	2,000	1,872	(128)
Miscellaneous revenue	393,510	393,510	169,950	(223,560)
Total revenues	967,978	967,978	684,498	(283,480)
Expenditures				
Current				
General government	97,560	97,560	233,005	(135,445)
Public safety	111,001	111,001	106,149	4,852
Public works	409,007	409,007	184,291	224,716
Culture and recreation	253,680	253,680	258,222	(4,542)
Total expenditures	871,248	871,248	781,667	89,581
Excess of revenues over (under) expenditures	96,730	96,730	(97,169)	(193,899)
Other financing uses				
Transfers out		(40,000)	(40,000)	-
Net change in fund balance	$ 96,730	$ 56,730	(137,169)	$ (193,899)
Fund balance at beginning of year			332,476	
Fund balance at end of year			$ 195,307	

TOWN OF JULESBURG, COLORADO
Capital Improvement Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Taxes				
Sales taxes	$ 127,000	$ 127,000	$ 174,691	$ 47,691
Miscellaneous				
Interest on investments	2,000	2,000	4,580	2,580
Total revenues	129,000	129,000	179,271	50,271
Expenditures				
Capital outlay	300,000	300,000	90,343	209,657
Total expenditures	300,000	300,000	90,343	209,657
Excess of revenues over (under) expenditures	(171,000)	(171,000)	88,928	(159,386)
Other financing uses				
Transfers out	(20,000)	(20,000)		(20,000)
Net change in fund balance	$ (191,000)	$ (191,000)	88,928	$ 279,928
Fund balance at beginning of year			417,692	
Fund balance at end of year			$ 506,620	

Note A – Budgetary data

Annual budgets are established for all funds of the Town as required by state budget laws. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles except for the enterprise and internal service funds in which capital and principal retirement expenses are treated as operating expenses and depreciation expense is not budgeted.

An appropriated budget for the entity as a whole is prepared on a detailed basis. Revenues are budgeted by source. Expenditures are budgeted by department and the major divisions thereof and by each independent office and agency and by the principal objects of expenditure. The legal level of control is considered to be the entity as a whole and expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to final review and approval by Town council. Within these control levels, management may transfer appropriations without Town council approval. Revisions to the budget were made during the year.

The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

- On or before September 20th of each year, or in conformity with the general state law, the Town clerk submits to the Town council a budget which shall be a complete financial plan for the ensuing fiscal year.

- At the same time the budget is submitted, the Town manager shall also prepare an appropriation ordinance making a levy in mills upon all taxable property within the Town for the ensuing fiscal year.

- A public hearing on the budget shall be held by Town council two weeks after its submission. Notice of the time and place of said hearing shall be published within three days after the submission of the budget.

- Prior to December 15th, or in conformity with the general state law, the Town council shall adopt the budget and the tax levy ordinance.

- Any portion of any annual appropriation remaining unexpended and unencumbered at the close of the budget year shall be declared surplus and included in the budget for the ensuing year as those appropriations lapse at year-end.

Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – General Fund Revenues and Expenditures
- Budgetary Comparison Schedule – Nonmajor Governmental Fund
- Budgetary Comparison Schedules – Proprietary Funds
- Budgetary Comparison Schedule – Internal Service Fund
- Budgetary Comparison Schedule – Fiduciary Fund

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General Fund

The General Fund accounts for all transactions of the Town not required to be accounted for in other funds. This fund represents an accounting of the Town's ordinary operations financed primarily from tax dollars and intergovernmental aid. It is the most significant fund in relation to the Town's overall operations. The budgetary comparison schedules of revenues and expenditures are included to provide a greater level of detail to the reader of the financial statements.

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Revenues
For the Year Ended December 31, 2019

	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance with Final Budget Favorable (Unfavorable)
Taxes				
Local property taxes	$ 301,511	$ 301,511	$ 301,067	$ (444)
Delinquent taxes and interest	1,800	1,800	1,798	(2)
Specific ownership taxes	31,200	31,200	41,112	9,912
Franchise taxes	14,000	14,000	14,705	705
Severance taxes	150	150	8	(142)
Total taxes	348,661	348,661	358,690	10,029
Licenses and permits	18,000	18,000	8,302	(9,698)
Intergovernmental				
Highway users tax	118,130	118,130	69,553	(48,577)
Motor vehicle assessment	6,100	6,100	5,878	(222)
Road and bridge tax	29,672	29,672	23,369	(6,303)
Cigarette tax	1,200	1,200	1,223	23
Total intergovernmental	155,102	155,102	100,023	(55,079)
Charges for services				
General government	8,400	8,400	6,740	(1,660)
Airport	15,305	15,305	21,108	5,803
Recreation	21,000	21,000	12,378	(8,622)
Pool	4,000	4,000	3,818	(182)
Pool concession	2,000	2,000	1,617	(383)
Total charges for services	50,705	50,705	45,661	(5,044)
Fines and forfeitures	2,000	2,000	1,872	(128)
Miscellaneous revenues				
Interest on investments	7,000	7,000	9,710	2,710
Donations	100	100	17,106	17,006
Campbell land	3,300	3,300	3,300	-
Tower leases	6,810	6,810	6,675	(135)
Grants	124,000	124,000	92,908	(31,092)
Reimbursements	215,000	215,000	14,407	(200,593)
Other	37,300	37,300	25,844	(11,456)
Total miscellaneous revenues	393,510	393,510	169,950	(223,560)
Total revenues	$ 967,978	$ 967,978	$ 684,498	$ (283,480)

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TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Expenditures
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
General government				
Administrative salaries	$ 18,186	$ 18,186	$ 30,044	$ (11,858)
Legislative - town council	7,500	7,500	8,991	(1,491)
Employee benefits	9,529	9,529	6,761	2,768
Office supplies			7,655	(7,655)
Professional services			14,480	(14,480)
Insurance and bonds			20,170	(20,170)
County treasurer's fees			6,056	(6,056)
Advertising and legal notices			4,440	(4,440)
Dues and subscriptions			1,253	(1,253)
Office cleaning			538	(538)
Repairs and maintenance			2,511	(2,511)
Public utilities			2,801	(2,801)
Economic development			4,628	(4,628)
Miscellaneous			102,938	(102,938)
Capital outlay			19,739	(19,739)
Appropriated reserves	62,345	62,345		62,345
Total general government	97,560	97,560	233,005	(135,445)
Public safety				
Police				
Salaries	1,200	1,200	1,200	-
Employee benefits	92	92	92	-
Miscellaneous	500	500		500
Law enforcement	57,000	57,000	57,000	-
Total police	58,792	58,792	58,292	500
Fire				
Salaries	2,400	2,400	2,400	-
Employee benefits	2,109	2,109	3,684	(1,575)
Supplies	7,500	7,500	3,211	4,289
Repairs and maintenance	5,000	5,000	12,714	(7,714)
Public utilities	5,700	5,700	5,880	(180)
Fuel and oil	2,500	2,500	1,244	1,256
Miscellaneous	13,000	13,000	13,547	(547)
Capital outlay	14,000	14,000	5,177	8,823
Total fire	52,209	52,209	47,857	4,352
Total public safety	111,001	111,001	106,149	4,852

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Public works				
Streets and highways				
Salaries	42,360	42,360	55,692	(13,332)
Employee benefits	21,947	21,947	23,094	(1,147)
Supplies	4,000	4,000		4,000
Street maintenance	20,500	20,500	16,392	4,108
Crack filler	12,000	12,000	10,473	1,527
Public utilities	3,500	3,500	3,192	308
Equipment maintenance	10,000	10,000	2,286	7,714
Fuel and oil	9,800	9,800	6,436	3,364
Street lighting	28,000	28,000	32,292	(4,292)
Miscellaneous	2,900	2,900	6,328	(3,428)
Capital outlay	235,000	235,000	8,324	226,676
Total streets and highways	390,007	390,007	164,509	225,498
Sanitation				
Weed and pest control	8,000	8,000	8,262	(262)
Airport				
Repairs and maintenance	4,200	4,200	5,181	(981)
Insurance and bonds	3,600	3,600	3,255	345
Public utilities	3,200	3,200	3,084	116
Total airport	11,000	11,000	11,520	(520)
Total public works	409,007	409,007	184,291	224,716
Culture and recreation				
Library				
Salaries	34,940	34,940	34,209	731
Employee benefits	21,366	21,366	26,105	(4,739)
Supplies	8,000	8,000	23,118	(15,118)
Repairs and maintenance	1,500	1,500	548	952
Public utilities	5,000	5,000	6,501	(1,501)
Office cleaning	1,320	1,320	1,320	-
Insurance and bonds	200	200	200	-
Miscellaneous	5,000	5,000	4,049	951
Total library	77,326	77,326	96,050	(18,724)

(continued)

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Expenditures
For the Year Ended December 31, 2019

(continued)	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Parks				
Salaries	40,780	40,780	35,831	4,949
Employee benefits	25,315	25,315	22,392	2,923
Supplies	3,500	3,500	3,432	68
Public utilities	2,700	2,700	1,950	750
Repairs and maintenance	9,500	9,500	2,911	6,589
Fuel and oil	2,000	2,000	836	1,164
Miscellaneous	2,000	2,000	1,098	902
Total parks	85,795	85,795	68,450	17,345
Recreation				
Salaries	10,000	10,000	8,094	1,906
Employee benefits	765	765	603	162
Supplies	12,000	12,000	13,729	(1,729)
Insurance	6,500	6,500	5,197	1,303
Public utilities	800	800	899	(99)
Repairs and maintenance	4,000	4,000	296	3,704
Miscellaneous	8,200	8,200	4,035	4,165
Capital outlay			19,442	(19,442)
Total recreation	42,265	42,265	52,295	(12,098)
Swimming pool				
Salaries	24,000	24,000	22,367	1,633
Employee benefits	1,836	1,836	1,711	125
Supplies	7,800	7,800	6,337	1,463
Public utilities	7,000	7,000	7,420	(420)
Repairs and maintenance	3,000	3,000	794	2,206
Insurance and bonds	2,000	2,000	1,538	462
Miscellaneous	2,658	2,658	1,260	1,398
Total swimming pool	48,294	48,294	41,427	6,867
Total culture and recreation	253,680	253,680	258,222	(6,610)
Total expenditures	$ 871,248	$ 871,248	$ 781,667	$ 89,581

Budgetary Comparison Schedule – Nonmajor Governmental Fund

The Town reports the following nonmajor governmental fund:

Special Revenue Funds – These funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

- Conservation Trust Fund – This fund was established to account for the state lottery proceeds and allowable expenditures.

TOWN OF JULESBURG, COLORADO
Conservation Trust Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Intergovernmental revenue				
State lottery revenues	$ 13,000	$ 13,000	$ 13,163	$ 163
Miscellaneous				
Interest on investments	700	700	1,558	858
Total revenues	13,700	13,700	14,721	1,021
Expenditures				
Culture and recreation	110,000	110,000		110,000
Total expenditures	110,000	110,000	-	110,000
Excess of revenues over (under) expenditures	$ (96,300)	$ (96,300)	14,721	$ 111,021
Fund balance at beginning of year			104,159	
Fund balance at end of year			$ 118,880	

Budgetary Comparison Schedules – Proprietary Funds

The Town reports the following major proprietary funds:

Enterprise Funds – These funds are used to account for operations that provide services that are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes.

- Electric Fund – This fund was established to account for all operations of the electric utility services provided by the Town.
- Water Fund – This fund was established to account for all operations of the water utility services provided by the Town.
- Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the Town.
- Sanitation Fund – This fund was established to account for all operations of the sanitation utility services provided by the Town.

TOWN OF JULESBURG COLORADO
Electric Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Operating revenues				
Charges for services	$ 1,142,000	$ 1,142,000	$ 1,275,618	$ 133,618
Operating expenses				
Systems operation				
Salaries	73,120	73,120	62,083	11,037
Employee benefits	47,138	47,138	29,856	17,282
Power purchases	840,000	840,000	809,333	30,667
Professional fees	2,400	2,400	1,320	1,080
Repairs and maintenance	11,500	11,500	15,964	(4,464)
Public utilities	13,100	13,100	11,835	1,265
Fuel and oil	6,400	6,400	6,072	328
Supplies	34,300	34,300	20,541	13,759
Other	23,500	23,500	22,617	883
Capital purchases			10,961	(10,961)
Total systems operation	1,051,458	1,051,458	990,582	60,876
Administrative and general				
Salaries	50,088	50,088	36,066	14,022
Employee benefits	15,518	15,518	14,705	813
Professional fees	5,100	5,100	5,265	(165)
Office expense	864	864	864	-
Insurance and bonds	35,500	35,500	33,557	1,943
Repairs and maintenance			6,894	(6,894)
Public utilities	2,800	2,800	3,049	(249)
Fuel and oil	5,000	5,000	2,571	2,429
Supplies	6,800	6,800	10,147	(3,347)
Other	13,020	13,020	14,467	(1,447)
Total administrative and general	134,690	134,690	127,585	7,105
Total operating expenses	1,186,148	1,186,148	1,118,167	67,981
Operating income (loss)	(44,148)	(44,148)	157,451	201,599

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Nonoperating revenues				
Interest on investments	3,400	3,400	6,958	3,558
Miscellaneous revenue	16,000	16,000	83,033	67,033
Total nonoperating revenues	19,400	19,400	89,991	70,591
Net income (loss) before transfers	(24,748)	(24,748)	247,442	272,190
Transfers in		(110,000)	(110,000)	-
Change in net position	$ (24,748)	$ (134,748)	137,442	$ 272,190
Adjustments to GAAP Basis				
Add capital purchases			10,961	
Deduct depreciation			(31,644)	
Change in net position - GAAP Basis			116,759	
Net position at beginning of year			1,707,181	
Net position at end of year			$ 1,823,940	

TOWN OF JULESBURG COLORADO
Water Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 368,800	$ 368,800	$ 382,316	$ 13,516
Operating expenses				
Systems operation				
Salaries	46,800	46,800	33,361	13,439
Employee benefits	22,461	22,461	25,732	(3,271)
Professional services	15,000	15,000	44	14,956
Supplies	18,000	18,000	6,986	11,014
Repairs and maintenance	50,500	50,500	11,856	38,644
Public utilities	50,000	50,000	44,960	5,040
Fuel and oil	2,500	2,500	2,425	75
Lab analysis	3,500	3,500	2,372	1,128
Other	11,500	11,500	9,937	1,563
Capital purchases			49,217	(49,217)
Total systems operation	220,261	220,261	186,890	33,371
Administrative and general				
Salaries	50,088	50,088	47,968	2,120
Employee benefits	18,759	18,759	15,972	2,787
Professional fees	2,500	2,500	2,575	(75)
Office expense	4,222	4,222	422	3,800
Insurance and bonds	18,000	18,000	13,624	4,376
Public utilities	2,500	2,500	2,265	235
Supplies			8,265	(8,265)
Other	500	500	217	283
Total administrative and general	96,569	96,569	91,308	5,261
Total operating expenses	316,830	316,830	278,198	38,632
Operating income	51,970	51,970	104,118	52,148

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Nonoperating revenues (expenses)				
Interest on investments	5,000	5,000	13,836	8,836
Water tower lease	69,023	69,023	64,484	(4,539)
Miscellaneous revenue	9,300	9,300	13,013	3,713
Principal paid on notes	(74,590)	(74,590)	(80,078)	(5,488)
Interest and fiscal charges	(25,753)	(25,753)	(23,958)	1,795
Total nonoperating revenues (expenses)	(17,020)	(17,020)	(12,703)	4,317
Net income before transfers	34,950	34,950	91,415	56,465
Transfers in	20,000	20,000		(20,000)
Change in net position	$ 54,950	$ 54,950	91,415	$ 36,465
Adjustments to GAAP Basis				
Add principal paid on notes			80,078	
Add capital purchases			49,217	
Deduct depreciation			(94,671)	
Change in net position - GAAP Basis			126,039	
Net position at beginning of year			2,008,193	
Net position at end of year			$ 2,134,232	

TOWN OF JULESBURG, COLORADO
Sewer Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 255,000	$ 255,000	$ 258,433	$ 3,433
Operating expenses				
Systems operation				
Salaries	39,920	39,920	43,377	(3,457)
Employee benefits	21,954	21,954	22,328	(374)
Professional services	15,000	15,000	1,625	13,375
Supplies	6,000	6,000	4,727	1,273
Repairs and maintenance	35,500	35,500	23,834	11,666
Public utilities	19,000	19,000	25,318	(6,318)
Fuel and oil	9,000	9,000	6,825	2,175
Lab analysis	25,000	25,000	16,721	8,279
Other	7,500	7,500	6,866	634
Capital purchases			151,916	(151,916)
Appropriated reserves		110,000		110,000
Total systems operation	178,874	288,874	303,537	(14,663)
Administrative and general				
Salaries	25,044	25,044	35,885	(10,841)
Employee benefits	12,620	12,620	11,824	796
Office expense	648	648	1,317	(669)
Professional fees	300	300	293	7
Insurance and bonds	2,000	2,000	1,862	138
Public utilities	250	250	164	86
Other	350	350	1,380	(1,030)
Total administrative and general	41,212	41,212	52,725	(11,513)
Total operating expenses	220,086	330,086	356,262	(26,176)
Operating income (loss)	34,914	(75,086)	(97,829)	(22,743)

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Nonoperating revenues (expenses)				
Interest on investments	2,500	2,500	5,156	2,656
Grants and loans	10,000	10,000		(10,000)
Miscellaneous revenue	8,000	8,000	4,923	(3,077)
Principal paid on note	(50,702)	(50,702)	(50,702)	-
Interest and fiscal charges	(8,115)	(8,115)	(7,777)	338
Total nonoperating revenues (expenses)	(38,317)	(38,317)	(48,400)	(10,083)
Net income (loss) before transfers	(3,403)	(113,403)	(146,229)	(32,826)
Transfers in	165,000	275,000	110,000	(165,000)
Change in net position	$ 161,597	$ 161,597	(36,229)	$ (197,826)
Adjustments to GAAP Basis				
Add capital purchases			151,916	
Add principal paid on note			50,702	
Deduct depreciation			(67,000)	
Change in net position - GAAP Basis			99,389	
Net position at beginning of year			2,188,093	
Net position at end of year			$ 2,287,482	

TOWN OF JULESBURG, COLORADO
Sanitation Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 198,500	$ 198,500	$ 210,084	$ 11,584
Operating expenses				
Systems operation				
Salaries	38,820	38,820	22,345	16,475
Employee benefits	21,537	21,537	23,517	(1,980)
Supplies	3,000	3,000	2,982	18
Repairs and maintenance	12,500	12,500	7,676	4,824
Fuel and oil	8,300	8,300	10,881	(2,581)
Landfill charges	35,000	35,000	45,536	(10,536)
Dumpster expense	5,000	5,000		5,000
Other	5,500	5,500	5,631	(131)
Appropriated reserves		40,000		40,000
Total systems operation	129,657	169,657	118,568	51,089
Administrative and general				
Salaries	16,696	16,696	15,989	707
Employee benefits	6,254	6,254	8,756	(2,502)
Office expense	748	748	1,222	(474)
Professional fees	300	300	293	7
Insurance and bonds	2,400	2,400	1,862	538
Total administrative and general	26,398	26,398	28,122	(1,724)
Total operating expenses	156,055	196,055	146,690	49,365
Operating income	42,445	2,445	63,394	60,949

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Nonoperating expenses				
Principal paid on lease	(39,306)	(39,306)	(76,614)	(37,308)
Interest and fiscal charges	(1,914)	(1,914)	(1,632)	282
Total nonoperating expenses	(41,220)	(41,220)	(78,246)	(37,026)
Net income (loss) before transfers	1,225	(38,775)	(14,852)	23,923
Transfers in		40,000	40,000	-
Change in net position	$ 1,225	$ 1,225	25,148	$ 23,923
Adjustments to GAAP Basis				
Add principal paid on lease			76,614	
Deduct depreciation			(19,075)	
Change in net position - GAAP Basis			82,687	
Net position at beginning of year			536,216	
Net position at end of year			$ 618,903	

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Budgetary Comparison Schedule – Internal Service Fund

Internal Service Funds – These funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the Town on a cost reimbursement basis.

The Town reports the following internal service fund:

- Capital Replacement Fund – This fund accounts for equipment management services provided to other departments of the Town on a cost reimbursement basis.

TOWN OF JULESBURG, COLORADO
Capital Replacement Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Charges for services	$ 35,000	$ 35,000	$ 35,000	$ -
Total revenues	35,000	35,000	35,000	-
Expenses				
Capital outlay			10,500	(10,500)
Total expenses	-	-	10,500	(10,500)
Operating income (loss)	35,000	35,000	24,500	(10,500)
Nonoperating revenues				
Sale of assets			7,500	7,500
Earnings on investments	1,200	1,200	2,002	802
Total nonoperating revenues	1,200	1,200	9,502	8,302
Change in net position	$ 36,200	$ 36,200	34,002	$ (2,198)
Adjustments to GAAP Basis				
Add capital purchases			10,500	
Deduct depreciation			(7,934)	
Change in net position - GAAP Basis			36,568	
Net position at beginning of year			183,974	
Net position at end of year			$ 220,542	

Budgetary Comparison Schedule – Fiduciary Fund

These funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds.

The Town reports the following fiduciary fund:

Pension trust funds – These funds are used to report trust arrangements under which principal and income benefit individuals, private organizations or other governments.

- Firemen's Pension Fund – This fund was established to account for contributions made to a single-employer defined benefit plan on behalf of the Town's volunteer fire fighters.

TOWN OF JULESBURG, COLORADO
Firemen's Pension Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Additions				
Contributions				
Rural	$ 6,375	$ 6,375	$ 5,075	$ (1,300)
Town	1,925	1,925	3,500	1,575
State	3,150	3,150	3,150	-
Total contributions	11,450	11,450	11,725	275
Investment income				
Interest on investments	165	165	357	192
Total investment income	165	165	357	192
Total additions	11,615	11,615	12,082	467
Deductions				
Pension benefits	9,900	9,900	9,600	300
Total deductions	9,900	9,900	9,600	300
Change in net position	$ 1,715	$ 1,715	2,482	$ 767
Net position restricted for pensions				
Beginning of year			28,781	
End of year			$ 31,263	

Colorado Department of Highways
Local Highway Finance Report

This calendar-year report of receipts and expenditures is required by the Colorado Department of Highways to maintain Statewide accountability for moneys used for highway and street purposes. To ensure data accuracy, House Bill 1008 mandates that this report be included in the Town's financial statements.

Financial Planning 02/01
Form # 350-050-36

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Julesburg
	YEAR ENDING : 2,019
This Information From The Records Of (example - City of _ or County of _) Town of Julesburg	Prepared By: Carrie Hartwell Phone: 970-474-3344

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	0
3. Other local imposts (from page 2)	227,110
4. Miscellaneous local receipts (from page 2)	1,872
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)	228,982
B. Private Contributions	
C. Receipts from State government (from page 2)	74,911
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	303,893

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	90,343
2. Maintenance:	181,258
3. Road and street services:	
a. Traffic control operations	0
b. Snow and ice removal	0
c. Other - Street lighting	32,292
d. Total (a. through c.)	32,292
4. General administration & miscellaneous	
5. Highway law enforcement and safety	0
6. Total (1 through 5)	303,893
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	303,893

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	303,893	303,893	0	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): 12/19

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	23,485	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalities	1,872
1. Sales Taxes	163,377	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	40,248	g. Other Misc. Receipts	
6. Total (1. through 5.)	203,625	h. Other	
c. Total (a. + b.)	227,110	i. Total (a. through h.)	1,872
	(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	69,066	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	5,845	d. Federal Transit Admin	
d. Other (Specify) - Faster bill		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	5,845	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	74,911	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	0
(2). Capacity Improvements			0
(3). System Preservation		90,343	90,343
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	90,343	90,343
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	90,343	90,343
			(Carry forward to page 1)

Notes and Comments:

FORM FHWA-536 (Rev.1-05) PREVIOUS EDITIONS OBSOLETE