

# Comprehensive Annual Financial Report

For the Fiscal Year Ended December 31, 2019



## South Metro/Cunningham Fire Rescue Authority

Arapahoe, Douglas and Jefferson Counties,  
Colorado

**South Metro/Cunningham  
Fire Rescue Authority  
ARAPAHOE, DOUGLAS and JEFFERSON COUNTIES,  
COLORADO**

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

**Prepared by:  
South Metro/Cunningham Fire Rescue Authority Finance Division**

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED DECEMBER 31, 2019**  
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# SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY

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June 29, 2020

Citizens of South Metro/Cunningham Fire Rescue Authority and Members of the Board:

State law requires that all special districts with revenue in excess of \$750,000 file an annual report with the State Auditor within seven months of the close of their fiscal year. This annual report includes a complete set of financial statements presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of South Metro/Cunningham Fire Rescue Authority for the fiscal year ended December 31, 2019.

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

South Metro/Cunningham Fire Rescue Authority's financial statements have been audited by Watson Coon Ryan, LLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of South Metro/Cunningham Fire Rescue Authority for the fiscal year ended December 31, 2019, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that South Metro/Cunningham Fire Rescue Authority's financial statements for the fiscal year ended December 31, 2019, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

### ***Profile of the government***

South Metro/Cunningham Fire Rescue Authority (the Authority) was legally established on November 16, 2017. The Authority is governed, pursuant to provisions of the Colorado Special District Act, by a twelve-member Boards of Directors. The Authority's Fire Chief has all powers and authorities provided for a fire chief under §32-1- 1002, C.R.S., and oversees and manages all business and affairs of the Authority, including the operation, maintenance, management, administration, and provision of all facilities, improvements, equipment, services and personnel. The Authority's service areas are located in Douglas, Arapahoe and Jefferson Counties, Colorado. The Authority was established to provide fire protection and paramedic rescue services.

On January 1, 2018, South Metro Fire Rescue Fire Protection District and Cunningham Fire Protection District officially merged as one entity named South Metro/Cunningham Fire Rescue Authority. On January 1, 2019, South Metro/Cunningham Fire Rescue Authority and three entities (City of Littleton, Highlands ranch metro District, and Littleton Fire Protection District) merged the fire protection services of the consolidated area (hereby referred to as Littleton Fire Rescue) and the entity name remained as South Metro/Cunningham Fire Rescue Authority.

The annual budget serves as the foundation for the Authority's financial planning and control. The Authority maintains budgetary controls that have the objective of ensuring compliance with legal provisions embodied in the annual appropriated budget adopted by the Board. The Board is required to adopt a final budget no later than December 31 of each year. The Authority uses several funds to account for the activities involved in providing services to the public. The appropriation is at the total fund expenditure level.

### ***Local economy***

The Authority area includes 300 square miles within the cities of Bow Mar, Castle Pines, Castle Pines Village, Centennial, Cherry Hills Village, Columbine Valley, Foxfield, Greenwood Village, Highlands Ranch, Lakewood, Louviers, Littleton, Lone Tree, and Parker, as well as some unincorporated areas in Douglas, Arapahoe and Jefferson counties. It includes the business parks of Meridian and Inverness, the Denver Tech Center, Centennial Airport and Park Meadows Mall.

There is commercial development throughout the Authority and the Authority includes several residential developments with some areas of rural residential development. The Authority includes a mixture of single family homes, apartments, townhomes, and assisted living facilities within the Authority. The Authority currently serves approximately 540,000

residents in Douglas, Arapahoe and Jefferson Counties. Approximately 46% of the Authority's population is in Douglas County with 48% in Arapahoe County and 6% in Jefferson County.

Within the Authority there are many recreational opportunities. The Cherry Creek Trail, portions of the Cherry Creek Reservoir, and Chatfield Reservoir are within the Authority. They can be used for horseback riding, biking, running, walking, boating and swimming. The Parker area is geared toward horseback riding with the Colorado Horse Park just at the edge of the Authority and a horse arena in the middle of the Town of Parker. The Authority has a wealth of annual events like the Carriage Parade in December and the Parker Country Festival in June. The Fiddler's Green Amphitheater, located in Greenwood Village, hosts many concerts and events throughout the summer. The Park Meadows Mall offers world class shopping and dining opportunities.

During 2019, the Authority was operating in a booming economy, with unemployment rates below average and new housing being built within the Authority boundaries.

In 2019, the unemployment rate in Douglas County was 2.0%, Arapahoe County was 2.3%, and Jefferson County was 2.2%. This compares to 2.5% for the State of Colorado and 3.6% for the United States.

The assessed valuation of the Authority has grown exponentially over the last 2 years due to mergers with Cunningham Fire Protection District and Littleton Fire. The growth in assessed valuation over the last 5 years has averaged 17.3%. The increase for the 2020 budget year shows an increase of 21.9%. The large increase in 2020 is related to a service area transition from a fee for service model to a property tax assessment method.

According to the most recent data, the per capita income for Douglas County was \$73,662, Arapahoe County was \$60,180, and Jefferson County was \$63,356. This is higher than the State of Colorado average of \$58,500 and the national average of \$55,198. The education level of the population in the area covered by the Authority is higher than the state and the national average.

### ***Long-term financial planning and initiatives***

The Unassigned fund balance in the general fund at year end was 38.7% of total general fund expenditures. This is 13.7% more than the Authority's minimum required balance.

The Authority expects that additional fire stations will be required to provide the desired service to the citizens at total build-out of the Authority. Land has been purchased or identified for those stations yet to be built. Each year the Authority updates its 10-year financial plan, which includes capital replacement and new construction. This is done as part of the budget process. Construction is very robust within the Authority at this time. Coverage will be monitored to determine when new stations need to be constructed.

A new staffing model is being considered and initial cost projections are being factored in to the 10 year financial plan. The new staffing model would eliminate a 48 hour standard shift with a focus on employee wellness and sleep deprivation prevention.

*Relevant financial policies*

The Authority has adopted a comprehensive set of financial policies. The Authority requires a fund balance in the General Fund at the end of the year that is equal to or greater than 25% of expenditures. Transfers from the General Fund to the Capital Projects Fund along with other financing options are being considered for the purpose of funding future capital projects.

*Awards and Acknowledgements*

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

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

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

Respectfully submitted,



Bob Baker  
Fire Chief



Dillon Miskimins  
Chief Financial Officer



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**South Metro Fire Rescue Authority**  
**Colorado**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

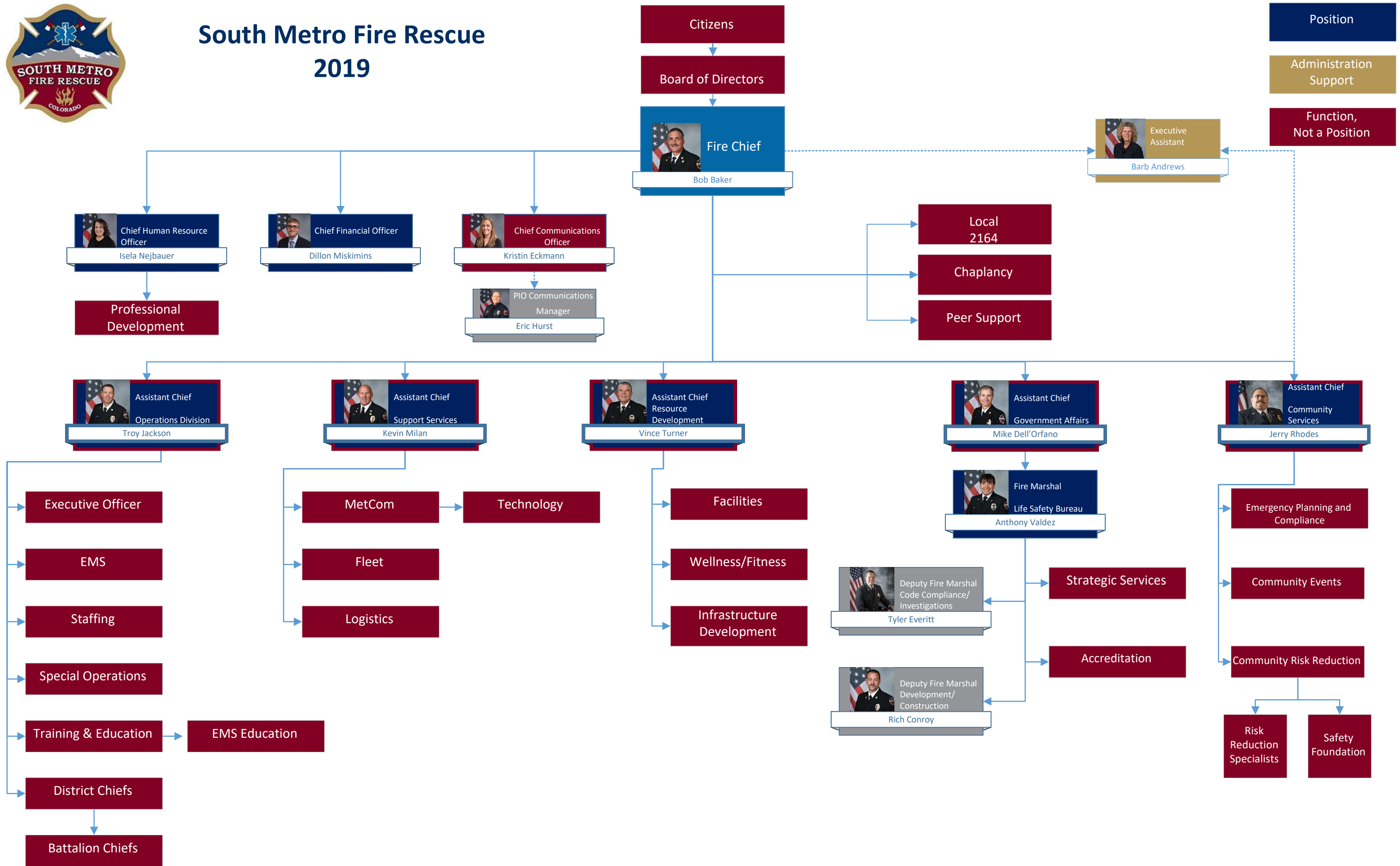
**December 31, 2018**

*Christopher P. Morill*

Executive Director/CEO



# South Metro Fire Rescue 2019



## **GOVERNANCE**

### **Appointed Officials, Board of Directors**

Laura Simon, Chair  
William Shriver, Vice Chair  
Hank Eng, Vice Chair  
Rich Sokol, Treasurer  
Jim Albee, Secretary  
Danny Gaddy, Director  
Patricia Shaver, Director  
Ken Jensen, Director  
Ronda Scholting, Director  
David Jackson, Director  
Renee Anderson, Director  
Patrick Driscoll, Director

### **Executive Team**

Bob Baker, Fire Chief  
Mike Dell'Orfano, Assistant Chief of Government Affairs  
Jon Adams, Assistant Chief of Operations  
Kevin Milan, Assistant Chief of Support Services  
Vince Turner, Assistant Chief of Resource Development  
Jerry Rhodes, Assistant Chief of Community Services  
Dillon Miskimins, Chief Financial Officer  
Isela Nejbauer, Chief Human Resource Officer  
Kristin Eckmann, Communications Director

## **INDEPENDENT AUDITOR'S REPORT**

Board of Directors  
South Metro/Cunningham Fire Rescue Authority  
Centennial, Colorado

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the South Metro/Cunningham Fire Rescue Authority, Colorado, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, 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 and budgetary comparison information, and required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The comparative fund financial statements, and budgetary comparison information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The comparative fund financial statements, and budgetary comparison information as listed in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the introductory section, comparative fund financial statements, and statistical section are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and financial trends, revenue capacity, debt capacity, demographic and operating information included in the statistical section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

*Watson Coon Ryan, LLC*

GREENWOOD VILLAGE, COLORADO  
JUNE 29, 2020

## **South Metro/Cunningham Fire Rescue Authority Management's Discussion and Analysis**

As management of South Metro/Cunningham Fire Rescue Authority (the Authority), we offer readers of the Authority's financial statements this narrative overview and analysis of the financial activities of the Authority for the fiscal year ending December 31, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 - 4 of this report.

### **Financial Highlights**

- The total assets and deferred outflows of South Metro/Cunningham Fire Rescue exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$138,175,449. Of this amount \$55,943,204 may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$33,754,224. The increase is primarily related to the 2019 merge with Littleton Fire Rescue.
- The Authority's total liabilities and deferred inflows of resources are \$135,241,847. This is \$24,812,167 or 22.5% increase from 2018, significantly due to \$16.8 million increase in deferred property tax revenues and \$4.6 million increase in net pension liability.
- As of the close of the current fiscal year, the Authority's governmental funds reported combined ending fund balances of \$51,908,047.
- At the end of the current fiscal year, unassigned fund balance for the general fund is \$47,181,196 or 38.7% of total general fund expenditures.

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to South Metro/Cunningham Fire Rescue Authority's basic financial statements. The Authority'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 financial statements are designed to provide readers with a broad overview of the Authority's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the Authority's assets and liabilities, 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 Authority is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the Authority that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Authority include Field operations, Preparedness, Fleet services, Support services, Fire Marshal, and MetCom/Technical services. The business-type activities of the Authority includes the Building Rental Fund.

The government-wide financial statements can be found on pages 21 - 22 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. South Metro/Cunningham Fire Rescue Authority, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the Authority can be divided into three categories:

- governmental funds
- proprietary funds
- fiduciary funds

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

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

The Authority maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of

revenues, expenditures, and changes in fund balances for the general fund, capital projects fund, and three special revenue funds: SMFR (South Metro Fire Rescue) fund, CFPD (Cunningham Fire Protection District) fund and the Cherry Hills Property Tax Fund. The general fund and capital projects fund are considered to be major funds.

The Authority adopts an annual appropriated budget for its general fund, capital projects fund, and the three special revenue funds. A budgetary comparison statement has been provided for the general fund, and budgetary comparison schedules have been provided as supplemental information for the capital projects fund and the three special revenue funds to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 23 - 25 of this report.

***Proprietary Funds.*** The Authority maintained one proprietary fund in 2019. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Authority uses an enterprise fund to account for the building rental fund and capture rental income, common area maintenance costs and items that relate to the maintenance of the administrative building.

The proprietary fund financial statements provide separate information for the building rental fund, which is considered to be a major fund of the Authority.

The basic proprietary fund financial statements can be found on pages 26 - 27 of this report.

***Fiduciary Funds.*** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Authority's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Authority uses a fiduciary fund to account for a Pension Trust Fund (SMFR Old Hire Pension Trust and SMFR Volunteer Firefighter Pension Trust) and Agency Funds (the Jefferson Arapahoe Communications Center (JACC) Fund and the Medical Self Insurance Fund).

The basic fiduciary fund financial statements can be found on pages 29 - 30 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 on pages 31 - 68 of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required and non-required supplementary information concerning the South Metro/Cunningham Fire Rescue Authority's financial and operational

activity. This supplementary information and individual fund statements and schedules can be found on page 70 - 96 of this report.

## Government-Wide Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of the government's financial position. In the case of South Metro/Cunningham Fire Rescue Authority, assets exceeded liabilities by \$138,795,449 at the close of the most recent fiscal year.

A portion of the Authority's net position reflects its investment in capital assets (i.e., land, buildings, vehicles, and equipment); less any related debt used to acquire those assets that is still outstanding. The Authority uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Authority's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The Authority currently has no debt related to capital assets.

**South Metro/Cunningham Fire Rescue Authority**  
**Statement of Net Position**

	Governmental Activities 2019	Business-Type Activities 2019	Total 2019	Governmental Activities 2018	Business-Type Activities 2018	Total 2018
Current and other assets	\$ 174,303,193	\$ 2,479,561	\$ 176,782,754	\$ 141,269,457	\$ 2,311,436	\$ 143,580,893
Capital assets	75,411,948	5,987,080	81,399,028	63,425,921	6,303,231	69,729,152
Total assets	249,715,141	8,466,641	258,181,782	204,695,378	8,614,667	213,310,045
Total deferred outflows of resources	15,855,514	—	15,855,514	2,160,860	—	2,160,860
Short-term liabilities outstanding	7,630,492	45,660	7,676,152	6,366,897	37,813	6,404,710
Other liabilities	12,899,406	—	12,899,406	5,871,268	—	5,871,268
Total liabilities	20,529,898	45,660	20,575,558	12,238,165	37,813	12,275,978
Total deferred inflows of resources	114,666,289	—	114,666,289	98,153,702	—	98,153,702
Net position:						
Net investments in capital assets	75,411,948	5,987,080	81,399,028	63,425,921	6,303,231	69,729,152
Restricted	1,453,217	—	1,453,217	1,216,495	—	1,216,495
Unrestricted	53,509,303	2,433,901	55,943,204	31,821,955	2,273,623	34,095,578
Total net position	\$ 130,374,468	\$ 8,420,981	\$ 138,795,449	\$ 96,464,371	\$ 8,576,854	\$ 105,041,225

At the end of the current fiscal year, the Authority is able to report a positive balance in all categories of net position, both for the government as a whole as well as for its business-type activities. Net investments in capital assets increased \$11,669,876 net of related debt. The increase is partly due to the merge with Littleton Fire Rescue, which resulted in a transfer of assets to the Authority.

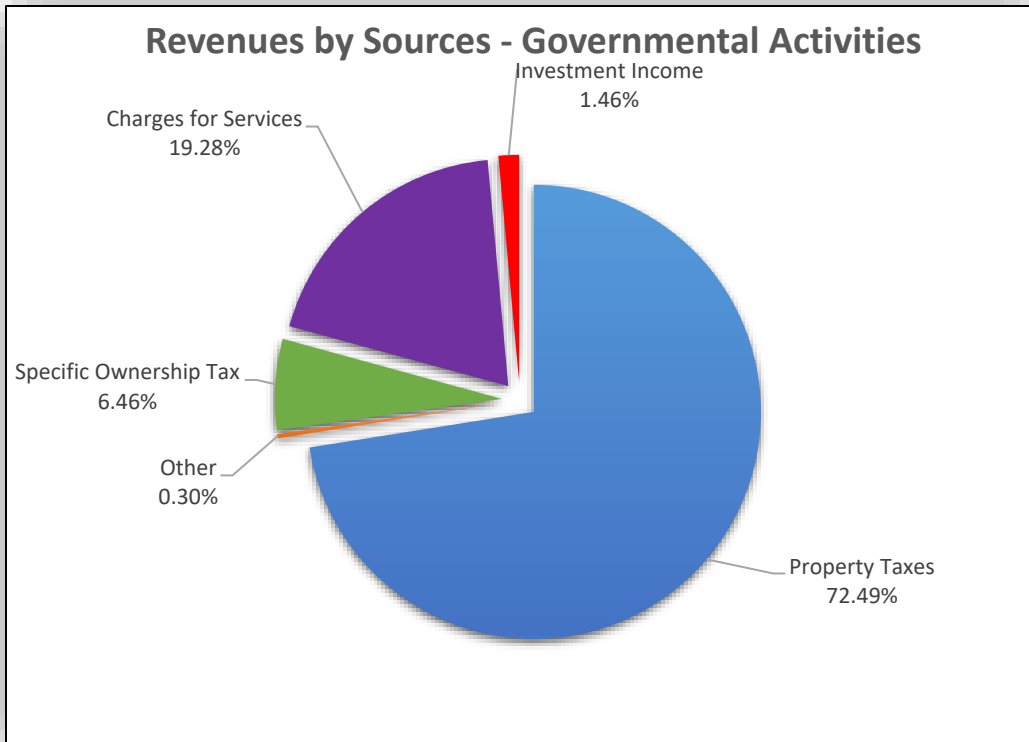
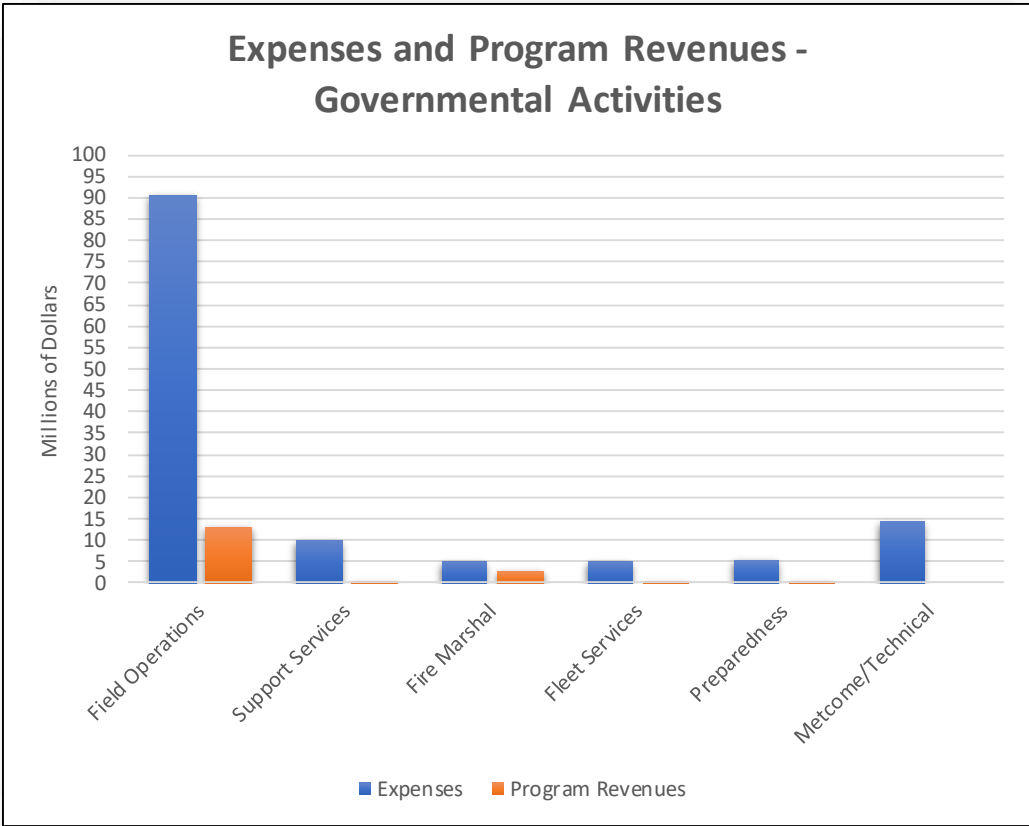
Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR) contains the requirement of setting an emergency reserve. This reserve cannot be accessed except for during an unexpected disaster. This reserve amounts to \$832,863 as of December 31, 2019.

Net position was restated in 2019 as a result of the merge with Littleton Fire. The restatement increased net position by \$29,525,631. The remaining change in net position of \$4,228,593 is primarily related to construction of a new fire station not beginning in 2019 as originally planned.

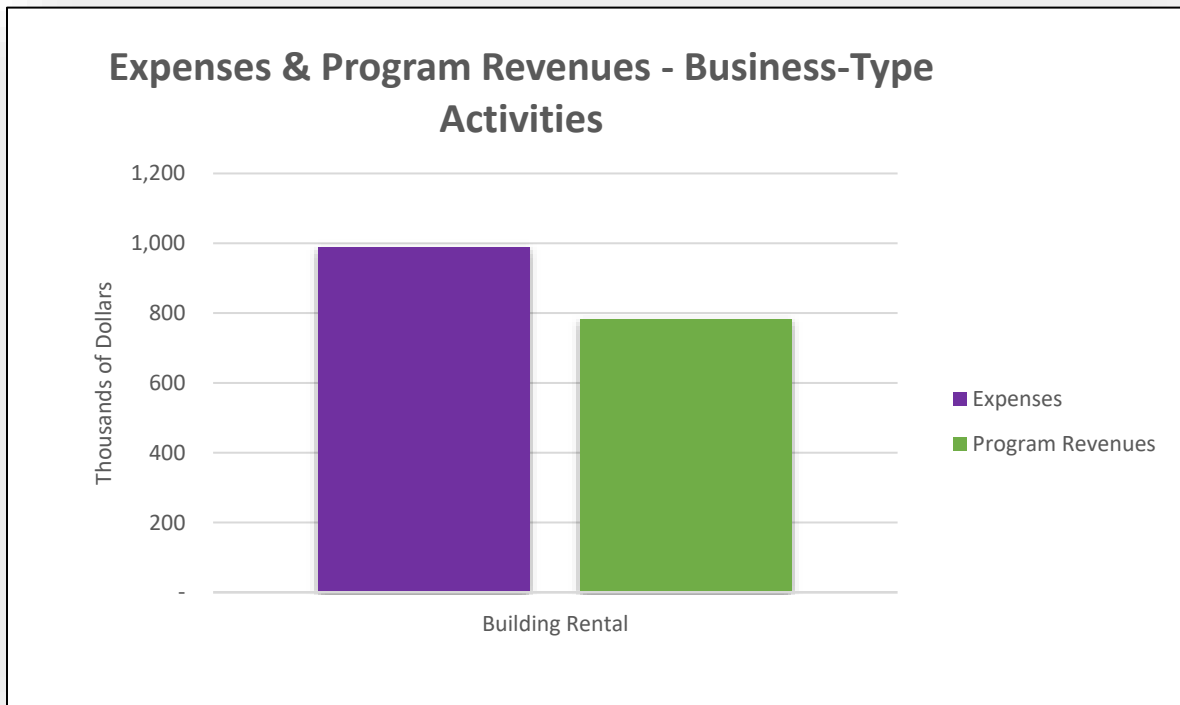
**Governmental Activities.** Governmental activities increased South Metro/Cunningham Fire Rescue Authority's net position by \$4,384,466. Key elements of this increase are as follows:

- Overall both expenses and revenues increased when compared to 2018. This is in part due to the merger with Littleton Fire Rescue on January 1, 2019, which added 163 additional employees. Significant revenue growth is associated with the merger included increased property tax collections and contracted services with City of Littleton.
- Increase in Field Operations expenses is related to additional staff acquired through the merger, market adjustments to current salaries, modest increases in benefit costs, and continued focus on staffing each engine with a four-person crew.
- The Authority hosted two academies in 2019 resulting in 49 firefighters being hired to fill staffing needs.

<b>South Metro/Cunningham Fire Rescue Authority</b>						
<b>Changes in Net Position</b>						
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
	2019	2019	2019	2018	2018	2018
<b>Revenues:</b>						
<b>Program revenues:</b>						
Charges for services	\$ 25,855,079	\$ 781,682	\$ 26,636,761	\$ 10,663,213	\$ 820,434	\$ 11,483,647
<b>General revenues:</b>						
Property and other taxes	105,871,300	—	105,871,300	77,984,371	—	77,984,371
Other income	2,364,730	51,045	2,415,775	2,706,851	49,845	2,756,696
<b>Total revenues</b>	<b>134,091,109</b>	<b>832,727</b>	<b>134,923,836</b>	<b>91,354,435</b>	<b>870,279</b>	<b>92,224,714</b>
<b>Expenses:</b>						
Field operations	90,702,140	—	90,702,140	66,461,430	—	66,461,430
Preparedness	5,418,083	—	5,418,083	4,948,552	—	4,948,552
Support services	9,971,802	—	9,971,802	4,801,175	—	4,801,175
Fire Marshal	4,842,321	—	4,842,321	3,182,917	—	3,182,917
Fleet services	4,730,087	—	4,730,087	4,204,713	—	4,204,713
Metcom/Technical Services	14,042,210	—	14,042,210	8,563,772	—	8,563,772
Rental building	—	988,600	988,600	—	589,904	589,904
<b>Total expenses</b>	<b>129,706,643</b>	<b>988,600</b>	<b>130,695,243</b>	<b>92,162,559</b>	<b>589,904</b>	<b>92,752,463</b>
Increase (decrease) in net position	4,384,466	(155,873)	4,228,593	(808,124)	280,375	(527,749)
Net position-beginning, restated	125,990,002	8,576,854	134,566,856	97,272,495	8,296,479	105,568,974
Net position-ending	<b>\$ 130,374,468</b>	<b>\$ 8,420,981</b>	<b>\$ 138,795,449</b>	<b>\$ 96,464,371</b>	<b>\$ 8,576,854</b>	<b>\$ 105,041,225</b>



**Business-Type Activities.** Business-type activities decreased the Authority’s net position by \$155,873, which was related to the increased operating expenses and reduced rental income after one tenant moved out half-way through 2019.



### Financial Analysis of the Government’s Funds

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

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

As of the end of the current fiscal year, the Authority’s governmental funds reported combined fund balances of \$51,908,047, an increase of \$14,043,152 from the beginning of the year. This trend is due, in part, to the merger, which restated beginning fund balance and increased it by \$6,286,953, and the majority of the remaining increase is attributable to the delayed Station 20 construction of \$6 million. A large portion of the Authority’s fund balance constitutes unassigned fund balance, which is available for spending at the government’s discretion. The TABOR emergency reserve of \$832,863 is legally restricted.

The non-spendable inventory and prepaid items along with the amount restricted for pension payments in the Cherry Hills Property Tax Fund are also not available for spending by the Authority.

The general fund is the principle operating fund of the Authority. At the end of the current fiscal year, unassigned fund balance of the general fund was \$47,181,196, while total fund balance was \$51,287,693. As a measure of the general fund’s liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 38.7% of total general fund expenditures, while total fund balance represents 42.07% of the same amount.

The fund balance of the Authority’s general fund increased by \$14,281,048 during the current fiscal year. The key factors in this increase are restated beginning fund balance, which was increased by \$6.5 million due to the merger. Other factors include medicaid supplemental fee revenue of \$2.3 million that was a new and un-budgeted revenue source, and the construction of a new fire station was postponed resulting in \$6.5 million less in transfers to the Capital Projects Fund.

**Proprietary Funds.** The Authority’s proprietary funds provide details of the activity of the Building Rental Fund.

The building rental fund has a positive unrestricted net position balance of \$2,433,901, which increased by \$160,278 from prior year primarily due to cash and investments increase and net capital assets decrease.

### Capital Asset and Debt Administration

**Capital Assets.** The Authority’s investment in capital assets for its governmental and business type activities as of December 31, 2019 amounts to \$81,399,028 (net of accumulated depreciation). This investment in capital assets includes land, buildings, vehicles, and equipment. The major additions to the fixed assets in 2019 are assets added from Littleton Fire Rescue merge as well as the purchase of apparatus and vehicles, existing building improvements, and various equipment replacement.

	Governmental Activities	Business Type Activities	Total	Governmental Activities	Business Type Activities	Total
	2019	2019	2019	2018	2018	2018
Land	\$ 7,547,556	\$ 2,598,566	\$ 10,146,122	\$ 5,689,336	\$ 2,598,566	\$ 8,287,902
Buildings	42,360,966	3,388,514	45,749,480	36,293,242	3,704,665	39,997,907
Vehicles	16,312,230	—	16,312,230	12,949,213	—	12,949,213
Equipment	8,463,216	—	8,463,216	7,176,066	—	7,176,066
Construction in Progress	727,980	—	727,980	1,318,064	—	1,318,064
<b>Total</b>	<b>\$ 75,411,948</b>	<b>\$ 5,987,080</b>	<b>\$ 81,399,028</b>	<b>\$ 63,425,921</b>	<b>\$ 6,303,231</b>	<b>\$ 69,729,152</b>

Additional information on the Authority’s capital assets can be found in the notes sections on page 44 of this report.

**Long-term debt.** State statutes limit the general obligation debt of the Authority to 50% of total assessed valuation. At the end of the current fiscal year there was no bonded debt outstanding nor was there any authorized but unissued debt for the Authority. Should the Authority enter into capital leases, they would not be general obligations of the Authority and would be paid solely from the Authority’s revenues as appropriated in the annual budget. The Authority currently does not have any outstanding debt.

The Authority’s long-term liabilities increased during the current fiscal year by \$6.2 million mostly due to the merger with Littleton Fire Rescue, which increased both compensated absences and the net position liability. Because the District does not have long term financing needs at this time, financial policies related to long term debt are being evaluated and updated.

Additional information on the Authority’s long-term obligations can be found in note 8 and 9 on page 45 in the notes section of this report.

	Governmental Activities	Business Type Activities	Total	Governmental Activities	Business Type Activities	Total
	2019	2019	2019	2018	2018	2018
Compensated absences	\$ 7,006,912	\$ —	\$ 7,006,912	\$ 5,338,299	\$ —	\$ 5,338,299
Net pension liability	6,593,185	—	6,593,185	1,066,799	—	1,066,799
	<u>\$ 13,600,097</u>	<u>\$ —</u>	<u>\$ 13,600,097</u>	<u>\$ 6,405,098</u>	<u>\$ —</u>	<u>\$ 6,405,098</u>

### **Economic Factors and Next Year’s Budgets**

In 2020, South Metro/Cunningham Fire Rescue Authority will dissolve and operate as one fire district, South Metro Fire Rescue Fire Protection District.

In March of 2020, the Authority experienced the COVID-19 pandemic along with the rest of the nation. The pandemic affected the Authority in many ways including increased personal protective gear needs, differing safety concerns than in prior years, along with revenue concerns related to the decreased construction and vehicle purchases within the Authority boundaries. The Authority is applying for grant funds to offset the unexpected expenditure outcomes related to the pandemic. The revenue concerns will most likely affect future year budgets and the Authority’s long term financial plan.

## **Request for Information**

This financial report is designed to provide a general overview of South Metro/Cunningham Fire Rescue Authority's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Chief Financial Officer, South Metro/Cunningham Fire Rescue Authority, 9195 E. Mineral Avenue, Centennial, CO 80112.

## BASIC FINANCIAL STATEMENTS

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY**  
**STATEMENT OF NET POSITION**  
**DECEMBER 31, 2019**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and investments	\$ 48,047,604	\$ 2,474,266	\$ 50,521,870
Cash and investments - restricted	1,451,684	—	1,451,684
Receivables (net of allowance for uncollectable)	5,069,473	244	5,069,717
Interest receivable	150,946	—	150,946
Due from Self Insured Medical Fund	1,000,000	—	1,000,000
Receivable - County Treasurer	114,310,145	—	114,310,145
Prepaid expense	2,027,024	5,051	2,032,075
Inventories	1,299,637	—	1,299,637
Net pension asset	946,680	—	946,680
Capital assets, not being depreciated:			
Land	7,547,556	2,598,566	10,146,122
Construction in progress	727,980	—	727,980
Capital assets (net of accumulated depreciation):			
Building	42,360,966	3,388,514	45,749,480
Vehicles	16,312,230	—	16,312,230
Equipment	8,463,216	—	8,463,216
Total capital assets	75,411,948	5,987,080	81,399,028
Total assets	249,715,141	8,466,641	258,181,782
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	15,855,514	—	15,855,514
Total deferred outflows of resources	15,855,514	—	15,855,514
<b>LIABILITIES</b>			
Accounts and wages payables	6,929,801	45,660	6,975,461
Compensated absences - current	700,691	—	700,691
Net pension liability	6,593,185	—	6,593,185
Compensated absences	6,306,221	—	6,306,221
Total liabilities	20,529,898	45,660	20,575,558
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred property tax revenue	114,310,145	—	114,310,145
Deferred revenue	208,520	—	208,520
Deferred inflows related to pensions	147,624	—	147,624
Total deferred inflows of resources	114,666,289	—	114,666,289
<b>NET POSITION</b>			
Net investment in capital assets	75,411,948	5,987,080	81,399,028
Restricted:			
Emergency reserve (TABOR)	832,863	—	832,863
Pension funds	620,354	—	620,354
Unrestricted	53,509,303	2,433,901	55,943,204
Total net position	130,374,468	8,420,981	138,795,449

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

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	Expenses	Program Revenues	Net (Expenses) Revenue & Changes in Net Position		
		Charges for Services	Governmental Activities	Business Type Activities	Total
<b>FUNCTIONS/PROGRAMS</b>					
Governmental activities					
Field operations	\$ (90,702,140)	\$ 12,906,023	\$ (77,796,117)	\$ —	\$ (77,796,117)
Preparedness	(5,418,083)	356,956	(5,061,127)	—	(5,061,127)
Fleet services	(4,730,087)	124,353	(4,605,734)	—	(4,605,734)
Support services	(9,971,802)	588,353	(9,383,449)	—	(9,383,449)
Fire Marshal	(4,842,321)	2,587,981	(2,254,340)	—	(2,254,340)
Metcom/Technical Services	(14,042,210)	198,511	(13,843,699)	—	(13,843,699)
Contracted services - City of Littleton	—	9,092,902	9,092,902	—	9,092,902
Total governmental activities	(129,706,643)	25,855,079	(103,851,564)	—	(103,851,564)
Business-type activities:					
Building rental	(988,600)	781,682	—	(206,918)	(206,918)
Total business-type activities	(988,600)	781,682	—	(206,918)	(206,918)
Total government	\$ (130,695,243)	\$ 26,636,761	(103,851,564)	(206,918)	(104,058,482)
General revenues					
Property taxes			97,206,003	—	97,206,003
Specific ownership tax			8,665,297	—	8,665,297
Investment earnings			1,956,095	51,045	2,007,140
Miscellaneous income			246,365	—	246,365
Gain on sale of assets			162,270	—	162,270
Total general revenues			108,236,030	51,045	108,287,075
Change in net position			4,384,466	(155,873)	4,228,593
Net position -beginning, restated			125,990,002	8,576,854	134,566,856
Net position - ending			\$ 130,374,468	\$ 8,420,981	\$ 138,795,449

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

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2019**

	Special Revenue Funds				Total Governmental Funds	
	General Fund	Capital Projects Fund	SMFR Fund	CFPD Fund		Cherry Hills Property Tax Fund
<b>ASSETS</b>						
Cash and investments	\$ 47,700,953	\$ 346,651	\$ —	\$ —	\$ —	\$ 48,047,604
Cash and investments - restricted	832,863	—	—	—	618,821	1,451,684
Accounts receivable, net	5,067,937	3	—	—	1,533	5,069,473
Interest receivable	150,946	—	—	—	—	150,946
Due from Self Insured Medical Fund	1,000,000	—	—	—	—	1,000,000
Property taxes receivable	114,041,893	—	—	—	268,252	114,310,145
Prepaid items	1,973,997	53,027	—	—	—	2,027,024
Inventory	1,299,637	—	—	—	—	1,299,637
Total assets	<u>\$ 172,068,226</u>	<u>\$ 399,681</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 888,606</u>	<u>\$ 173,356,513</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts payable and accrued liabilities	\$ 1,287,924	\$ 399,681	\$ —	\$ —	\$ —	\$ 1,687,605
Accrued wages	5,242,196	—	—	—	—	5,242,196
Total liabilities	<u>6,530,120</u>	<u>399,681</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>6,929,801</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred revenue	208,520	—	—	—	—	208,520
Unavailable property tax revenue	114,041,893	—	—	—	268,252	114,310,145
Total deferred inflows of resources	<u>114,250,413</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>268,252</u>	<u>114,518,665</u>
<b>FUND BALANCES</b>						
Non-spendable:						
Inventory	1,299,637	—	—	—	—	1,299,637
Prepaid items	1,973,997	53,027	—	—	—	2,027,024
Restricted:						
Emergency reserve	832,863	—	—	—	—	832,863
Pension funds	—	—	—	—	620,354	620,354
Unassigned:	47,181,196	(53,027)	—	—	—	47,128,169
Total fund balance	<u>51,287,693</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>620,354</u>	<u>51,908,047</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 172,068,226</u>	<u>\$ 399,681</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 888,606</u>	

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

Capital assets used in governmental activities are not financial resources, and therefore are not reported in the funds

76,358,628

Long term liabilities, including compensated absences are not due and payable in the current period and therefore are not reported in these funds

(7,006,912)

Pension related actuarial assumptions, differences between actual and expected experience and investment earnings

9,114,705

Net position of governmental activities

\$ 130,374,468

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

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

	Special Revenue Funds					Totals
	General Fund	Capital Projects Fund	SMFR Fund	CFPD Fund	Cherry Hills Property Tax Fund	
<b>REVENUES</b>						
Property taxes	\$ —	\$ —	\$ 85,699,861	\$ 11,260,050	\$ 246,092	\$ 97,206,003
Specific ownership taxes	—	—	7,760,829	885,150	19,318	8,665,297
Net investment earnings	1,865,653	9,920	55,000	8,396	17,126	1,956,095
Charges for service - transports	9,980,440	—	—	—	—	9,980,440
Charges for service - plan review fees	2,535,506	—	—	—	—	2,535,506
Contracted services	9,092,902	—	—	—	—	9,092,902
Medicaid supplemental fee	2,345,340	—	—	—	—	2,345,340
Dispatch fees	106,494	—	—	—	—	106,494
Reimbursements	979,460	205,000	—	—	—	1,184,460
Rental income	173,195	—	—	—	—	173,195
Miscellaneous revenue	683,108	—	—	—	—	683,108
Total revenues	27,762,098	214,920	93,515,690	12,153,596	282,536	133,928,840
<b>EXPENDITURES</b>						
Public safety:						
Administration	11,073,907	—	1,286,536	169,027	3,697	12,533,167
Field operations	85,080,208	73,701	—	—	216,735	85,370,644
Preparedness	5,330,881	—	—	—	—	5,330,881
Fire Marshal	4,736,858	—	—	—	—	4,736,858
Metcom/Technical Service	10,090,697	—	—	—	—	10,090,697
Fleet maintenance	3,459,296	—	—	—	—	3,459,296
Buildings and grounds maintenance	2,011,801	—	—	—	—	2,011,801
Capital outlay	120,939	2,980,628	—	—	—	3,101,567
Total expenditures	121,904,587	3,054,329	1,286,536	169,027	220,432	126,634,911
Excess of Revenues Over (Under) Expenditures	(94,142,489)	(2,839,409)	92,229,154	11,984,569	62,104	7,293,929
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers to other funds	(2,376,217)	—	(92,379,154)	(12,134,569)	—	(106,889,940)
Transfers from other funds	104,050,531	2,839,409	—	—	—	106,889,940
Sale of capital assets	162,270	—	—	—	—	162,270
Total other financing sources (uses)	101,836,584	2,839,409	(92,379,154)	(12,134,569)	—	162,270
Net change in fund balances	7,694,095	—	(150,000)	(150,000)	62,104	7,456,199
Fund balances - beginning of year, restated	43,593,598	—	150,000	150,000	558,250	44,451,848
Fund balances - end of year	\$ 51,287,693	\$ —	\$ —	\$ —	\$ 620,354	\$ 51,908,047

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

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
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 - Total Governmental Funds	\$	7,456,199
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital asset additions (less removed assets)		4,817,429
Depreciation expense		(7,248,603)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the funds.

Compensated absences - change in liability		(1,668,613)
Pension expense		1,028,054

Changes in net position of governmental activities	\$	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="border-top: 1px solid black; border-bottom: 3px double black;">4,384,466</td> </tr> </table>	4,384,466
4,384,466			

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

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**DECEMBER 31, 2019**

	<b>Building Rental Fund</b>
<b>ASSETS</b>	
Current assets:	
Cash and investments	\$ 2,474,266
Receivables (net of allowance for uncollectable)	244
Prepaid items	5,051
Total current assets	2,479,561
Capital assets:	
Land	2,598,566
Buildings	12,161,294
Less accumulated depreciation	(8,772,780)
Total capital assets (net of accumulated depreciation)	5,987,080
Total assets	8,466,641
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	45,660
Total current liabilities	45,660
<b>NET POSITION</b>	
Net investment in capital assets	5,987,080
Unrestricted	2,433,901
Total net position	\$ 8,420,981

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

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<b>Building Rental Fund</b>
<b>OPERATING REVENUES</b>	
Charges for services	\$ 781,682
<b>OPERATING EXPENSES</b>	
Building and grounds maintenance	665,692
Depreciation	322,908
Total operating expenses	988,600
Operating income	(206,918)
<b>NONOPERATING INCOME</b>	
Investment income	51,045
Total nonoperating income	51,045
Change in net position	(155,873)
Total net position - beginning of year	8,576,854
Total net position - end of year	\$ 8,420,981

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

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<b>Building Rental Fund</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers and users	\$ 781,433
Payments to suppliers	(652,614)
Net cash provided by operating activities	128,819
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Capital purchases	(6,757)
Net cash (used) by capital and related financing activities	(6,757)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Investment income	51,045
Net cash (used) by investing activities	51,045
Net increase in cash and deposits	173,107
Cash and deposits, January 1	2,301,159
Cash and deposits, December 31	\$ 2,474,266
<b>Reconciliation of operating income to net cash provided(used) by operating activities:</b>	
Operating loss	\$ (206,918)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	322,908
Increase (decrease) in:	
Accounts receivable	(244)
Prepays	5,226
Increase (decrease) in:	
Accounts payable	7,847
Total adjustments	335,737
Net cash provided by operating activities	\$ 128,819

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

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
STATEMENT OF FIDUCIARY NET POSITION  
DECEMBER 31, 2019**

	<b>Total Agency Funds</b>	<b>Total Pension Trust Funds</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 621,253	\$ —
Cash and investments held by trustee	—	263
Receivable	494,833	—
Total assets	\$ 1,116,086	\$ 263
<b>LIABILITIES</b>		
Payables	929	
Due to general fund	1,000,000	
Held for JACC	175,451	
Held for medical claims	(60,294)	
Total liabilities	\$ 1,116,086	
<b>NET POSITION</b>		
Restricted for pension benefits		\$ 263

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

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<b>Total Pension Trust Funds</b>
<b>ADDITIONS</b>	
Contributions:	
Employer	\$ 6,000
Net investment income	64
Total additions	6,064
 <b>DEDUCTIONS</b>	
Operating expenses:	
Benefits and refunds paid to plan members and beneficiaries	2,200
Administrative expenses	5,012
Total deductions	7,212
Changes in net position	(1,148)
Net position - beginning	1,411
Net position - ending	\$ 263

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

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2019**

**NOTE 1 - DEFINITION OF REPORTING ENTITY**

South Metro/Cunningham Fire Rescue Authority was legally established on November 16, 2017 by the Creation and Pre-Unification Agreement, whereby South Metro Fire Rescue Fire Protection District and Cunningham Fire Protection District (CFPD) agreed to integrate all aspects of their operations, administration, and services through the formation of a separate legal entity pursuant to §29-1-203(4), C.R.S. Prior to the Authority, South Metro Fire Rescue Fire Protection District was created on April 24, 2008, by the Creation and Pre-Inclusion Agreement, as amended, whereby Parker Fire Protection District and South Metro Fire Rescue agreed to unify all operations. On January 1, 2019 the Authority included areas formerly serviced by the City of Littleton (Littleton Fire) into the service area. All Littleton Fire employees formerly employed by the City of Littleton became Authority employees and with all assets and liabilities.

The Authority is governed, pursuant to provisions of the Colorado Special District Act, by a twelve member Boards of Directors. The Authority's Fire Chief has all powers and authorities provided for a fire chief under §32-1- 1002, C.R.S., and oversees and manages all business and affairs of the Authority, including the operation, maintenance, management, administration, and provision of all facilities, improvements, equipment, services and personnel. The Authority's service areas are located in Douglas, Arapahoe and Jefferson Counties, Colorado. The Authority was established to provide fire protection and paramedic rescue services.

The Authority follows the Governmental Accounting Standards Board (GASB) accounting pronouncements which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

In accordance with GASB Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance, the District has elected to delay implementation of GASB Statement No. 84 Fiduciary Activities. The effects of this statement are being evaluated and will be implemented by management in the year ended December 31, 2020.

The Authority is not financially accountable for any other organization, nor is the Authority a component unit of any other primary governmental entity.

## **NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The more significant accounting policies of the Authority are described as follows:

### **Government-wide and Fund Financial Statements**

The government-wide financial statements include the statement of net position and the statement of activities. These financial statements report information on all of the non-fiduciary activities of the primary government. All fiduciary activities are reported only in the fiduciary fund financial statements. The effect of interfund activity has been removed from these statements. Both statements distinguish between governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, and which rely to a significant extent on fees and charges for support.

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

### **Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. Depreciation is computed and recorded as an operating expense. Expenditures for property, equipment and infrastructure are shown as increases in assets.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Authority considers revenues to be available if they are collected within 60 days following the end of the current fiscal period. Emergency medical service fees are considered available if they are collected within 6 months of the end of the current fiscal period. The major sources of revenues susceptible to accrual are property taxes, specific ownership taxes, permit fees

and emergency medical service fees. All other revenue items are considered to be measurable and available only when received by the Authority. Expenditures are recorded when the liability is incurred.

The Authority reports the following major governmental funds:

- The General Fund is the Authority's primary operating fund. It is used to account for all financial resources except those required to be accounted for in other funds.
- The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed in the proprietary fund types).

Special Revenue Funds:

- The SMFR Special Revenue Fund is used to account for the proceeds of property taxes and specific ownership taxes which are then transferred to the General Fund, net of treasurer's fees.
- The CFPD Special Revenue Fund is used to account for the proceeds of property taxes and specific ownership taxes which are then transferred to the General Fund, net of treasurer's fees.
- The Cherry Hills Property Tax Fund is used to collect the property tax receipts from the former Cherry Hills Fire Protection District in order to fund the Cherry Hills Old Hire Pension. The fund is not accumulating assets to pay retirees, but it collects money to fund employer contribution that it sends to FPPA. As part of the inclusion of the Cherry Hills Fire Protection District into South Metro Fire Rescue, the Authority was allowed to assess a mill levy to provide for the pensions of the employees of the Cherry Hills Fire Protection District who had already retired and belonged to this defined benefit pension plan. This mill levy can only be used for contributions to that pension plan. The mill levy may be decreased as the financial requirements of the plan decrease. Any funds left in the special revenue fund after all beneficiaries have deceased will be returned to the tax payers in the former Cherry Hills Fire Protection District boundaries.

The Authority reports the following major proprietary funds:

Enterprise Funds:

- The Building Rental Fund provides for the maintenance of the administration headquarters which is also rented or leased to outside governments on both the state and federal level.

The Authority reports the following fiduciary fund types:

Pension Trust Fund:

- South Metro Fire Rescue Old Hire Pension Trust (Formerly Castlewood Fire) is administered by Wells Fargo. These funds are used to account for transactions relating to assets held by a trustee on behalf of the Authority for its pension plans beneficiaries. This plan was closed during 2019.

- South Metro Fire Rescue Volunteer Firefighter Pension Trust (Formerly Castlewood Fire) is administered by Wells Fargo. These funds are used to account for transactions relating to assets held by a trustee on behalf of the Authority for its pension plans beneficiaries.

#### Agency Funds:

- The SMFR Medical Self Insurance Fund is custodial in nature. This fund collects the Authority and employee's medical premiums, and the funds are used to pay for the Stop Loss Insurance, administration fees to the third-party administrator and to pay medical claims of the insured.
- The JACC Fund is custodial in nature. This fund collects funding for the Jefferson Arapahoe Communications Center (JACC) from Arapahoe County 911 Authority and the funds are used for the operations of the JACC.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions of this general rule include elimination of charges that would distort the direct costs and program revenues for functions concerned.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering good in connection with a proprietary fund's principal ongoing operations. Operating revenues consist of charges to customers for service provided. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses or capital contributions.

Pension Plans that are agent-multiple employer plans for purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Fire and Police Pension Association of Colorado (FPPA) plans and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by FPPA. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

#### **Budgets**

In accordance with State Budget Law, the Board holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. Annual budgets are adopted on a basis consistent with GAAP for all governmental funds. The appropriation is at the total fund expenditures level and lapses at year end. The Board can modify the budget by line item within the total appropriation without notification. The appropriation can only be modified upon completion of notification and publication requirements. Unused appropriations lapse at the end of the fiscal year.

The Authority amended its annual budget in the Cherry Hills Pension Fund for the year ended December 31, 2019. The amendment was needed because of a contribution to the pension plan being in excess of the budgeted amount.

## **Pooled Cash and Investments**

The Authority follows the practice of pooling cash and investments of all funds to maximize investment earnings. Except when required by trust or other agreements, all cash is deposited to and disbursed from pooled bank accounts. Cash in excess of immediate operating requirements is pooled for deposit and investment flexibility. Investment earnings are allocated periodically to the participating funds based upon each fund's average equity balance in the total cash and investments.

Investments are carried at fair value.

## **Cash Equivalents**

For purposes of the statement of cash flows, the Authority considers cash deposits and highly liquid investments (including restricted assets) with a maturity of three months or less when purchased, to be cash equivalents.

## **Capital Assets**

Capital assets, which include property, equipment and infrastructure assets are reported in the applicable governmental or business type activities columns in the government-wide financial statements. Capital assets are defined by the Authority as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of three years or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art or similar items, and capital assets received in a service concession arrangement are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Depreciation expense has been computed using the straight-line method over the estimated economic useful lives:

<b><u>Assets</u></b>	<b><u>Years</u></b>
Buildings	30-50
Building Improvements	7-20
Ambulances	5-12
Fire Apparatus	9-10
Staff Vehicles	3-5
Equipment	5-7

## **Compensated Absences**

The Authority has a policy that allows employees to accumulate unused vacation and sick leave benefits and compensatory time up to certain maximum hours. The Authority has implemented a benefit to pay a portion of unused leave based on years of service upon termination. A long-term liability has been recorded in the government-wide and proprietary financial statements.

As a result of the acquisition of Littleton Fire employees, compensated absences increased significantly from prior year. Littleton Fire employees, as part of Memorandum of Understanding (MOU) between the City of Littleton and the Authority, were allowed to carry over one-half of their sick leave balances to the Authority, which contributed to the total increase in liability.

## **Property Taxes**

Property taxes are levied by the Authority's Boards of Directors. The levy is based on assessed valuations determined by the County Assessors generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurers collect the determined taxes during the ensuing calendar year. The taxes are payable by April or if in equal installments, at the taxpayers' election, in February and June. Delinquent taxpayers are notified in August and generally sales of the tax liens on delinquent properties are held in November or December. The County Treasurers remit the taxes collected monthly to the Authority.

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

## **Accounts Receivable, Allowance for Uncollectable Accounts**

All trade accounts receivables are shown net of an allowance for uncollectible accounts. In the General Fund, a portion of the ambulance transport related trade accounts receivable balance comprises the allowance for uncollectable accounts. Analysis is performed annually to determine this amount deemed uncollectible.

## **Inventories**

Inventories are valued at cost using the first-in, first-out method. Inventories in the General Fund consist of expendable supplies held for consumption, medical supplies, vehicle parts and uniforms. The cost is recorded as expenditures at the time individual inventory items are consumed.

## **Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items are recorded as expenditures/expenses when consumed rather than when purchased. The Authority considers items to be prepayments when payment is made for services and/or goods delivered in future periods and the amount of the payment is more than \$5,000.

## Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Authority has one item that qualifies for reporting in this category which is shown as pension-related amounts that includes items related to the Authority's portion of the Colorado Fire and Police Pension Association (FPPA) benefit plans. This includes the difference between expected and actual experience, any changes of assumptions or other inputs, the net difference between projected and actual investment earnings on pension plan investments, and the related contributions subsequent to the measurement date, but before the end of the fiscal year and changes in proportion since the prior measurement dates (See Note 14).

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period and so will *not* be recognized as an inflow of resources (revenue) until that time. The Authority has three items that qualify for reporting in this category. The deferred revenue is fees that have been collected for classes to be held in the following year and insurance reimbursements for vehicles that haven't been repaired in the current fiscal year. The item, deferred revenue, is reported only in the governmental funds balance sheet. We also have deferred inflows related to pensions. For additional information refer to note 14 on page 53 in the notes section of this report. The governmental funds report deferred revenue from property taxes. These amounts are deferred and recognized as an inflow of resources in the period the amounts are received by the Authority.

## Fund Equity

Fund balance for governmental funds should be reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which spending can occur. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned, and unassigned. Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

*Nonspendable fund balance* – The portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts or inventory) or legally or contractually required to be maintained intact.

*Restricted fund balance* – The portion of fund balance that is constrained to being used for a specific purpose by external parties (such as bondholders), constitutional provisions, or enabling legislation.

*Committed fund balance* – The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Directors. The constraint may be removed or changed only through formal action of the Board. The Board will either pass an ordinance or resolution as the highest level of decision making dependent on the subject matter.

*Assigned fund balance* – The portion of fund balance that is constrained by the government’s intent to be used for specific purposes but is neither restricted nor committed. Intent is expressed by the Board to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.

*Unassigned fund balance* – The residual portion of fund balance that does not meet any of the criteria described above. Additionally, the unassigned fund balance is generally a negative amount, except for in the general fund, which reports a positive unassigned fund balance amount. The negative amount is appropriate in other governmental funds (excluding the general fund) if the expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes.

If more than one classification of fund balance is available for use when an expenditure is incurred, it is the Authority’s policy to use the most restrictive classification first.

**NOTE 3 - CASH AND INVESTMENTS**

Cash and investments as of December 31, 2019 are classified in the accompanying financial statements as follow:

Statement of net position:

Cash and investments	\$ 50,521,870
Cash and investments - restricted	<u>1,451,684</u>
Total cash and investments	\$ 51,973,554

Cash and investments as of December 31, 2019 consist of the following:

Deposits with financial institutions	\$ 4,695,846
Investments	<u>47,277,708</u>
Total cash and investments	\$ 51,973,554

**Deposits with Financial Institutions**

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

The State Commissioners for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

As of December 31, 2019, all of the Authority's deposits were either insured by the Federal Deposit Insurance Corporation or held in eligible public depositories as required by PDPA.

## Investments

Colorado Revised Statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. The allowed investments include local government investment pools.

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

- Obligations of the United States, certain U.S. government agency securities, and securities of the World Bank
- General obligation and revenue bonds of U.S. local governmental entities
- Certain certificates of participation
- Certain securities lending agreements
- Bankers' acceptances of certain banks
- Commercial paper
- Written repurchase agreements and certain reverse repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools

The Authority has additional investments under the management of asset management firms: Chandler Asset Management (Chandler) and PFM Asset Management LLC (PFM). The individual securities are held in the name of the Authority by a third party custodian.

The Authority categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments not measured at fair value and not categorized include governmental money market funds (Chandler and PFM); money market funds (generally held by Bank Trust Departments in their role as paying agent or trustee). Level 2 investment values are derived from associated traded securities as reported by the Authority's asset management firms. Equity and equity derivative securities classified in Level 2 are securities whose values are derived daily from associated traded securities. Fixed income securities and derivatives within all asset classes that are classified in Level 2 are valued using either a bid evaluation, matrix pricing or various relational pricing model techniques. Level 2 fixed income securities have non-proprietary information that was readily available to market participants, from multiple independent sources, which are known to be actively involved in the market.

The Authority has recurring fair value measurements through Colotrust that are valued using the market approach with maturities based on a weighted average under 60 days approach.

The Authority does not have recurring fair value measurements as of December 31, 2019, that are valued using quoted prices in active markets for identical assets (Level 1) or significant unobservable inputs (Level 3).

<u>Investment</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Amortized Costs</u>	<u>Net Asset Value (NAV)</u>	<u>Total</u>
Colostrust	—	—	—	—	16,811,751	16,811,751
Chandler	—	13,971,575	—	43,039	—	14,014,614
PFM	—	16,421,033	—	30,310	—	16,451,343
Total	—	30,392,608	—	73,349	16,811,751	47,277,708

As of December 31, 2019, the Authority had the following investments in a Chandler Asset Management externally managed investment portfolio. This portfolio is managed by the investment manager at their discretion. Modified duration is shown in years.

<u>Investment</u>	<u>Fair Value</u>	<u>Modified Duration</u>	<u>S&amp;P/Moody's Rating</u>
US Treasuries	\$ 6,971,167	2.37	
US Agencies	5,015,079	1.31	
Supranational Bonds	278,934	1.40	AAA/Aaa
Corporate Bonds	1,706,395	1.17	AA+/Aa1
Total Fair Value	<u>\$ 13,971,575</u>	1.44	AA+/Aaa

As of December 31, 2019, the Authority had the following investments in a third managed portfolio managed by PFM Asset Management LLC externally. Modified duration is shown in years.

<u>Investment</u>	<u>Fair Value</u>	<u>Modified Duration</u>	<u>S&amp;P/Moody's Rating</u>
US Treasuries	\$ 8,213,747	2.14	
US Agencies	2,963,621	2.05	
Municipal Bonds	1,964,589	2.06	AAA/Aa1
Certificates of Deposit	1,449,051	2.27	AA-/Aa2
Supranational Bonds	1,220,488	2.05	AAA/Aaa
Corporate Notes	609,537	2.34	AAA/Aaa
Total Fair Value	<u>\$ 16,421,033</u>	2.11	AA+/NR

*Local Government Investment Pools* – As of December 31, 2019, the Authority had funds invested in local government investment pools which are rated AAA.

- **Colostrust:** The Authority invested in the Colorado Local Government Liquid Asset Trust (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and repurchase agreements collateralized by certain obligations of U.S. government agencies. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. Colostrust is rated AAAM by Standard & Poor's.

- The money market fund of the PFM managed account is the Colorado Statewide Investment Program (CSIP) and is rated AAAM. As an investment pool these firms operate under the Colorado Revised Statutes (24-75-701) and are overseen by the Colorado Securities Commissioner. They invest in securities that are specified by the Colorado Revised Statutes (24-75-601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). They operate similar to a money market fund with a share value equal to \$1.00.

*Interest Rate Risk:* Through its investment policy the Authority manages its exposure to fair value losses arising from increasing interest rates by limiting the modified duration of the managed portfolio to less than 3 years. It is expected that these funds are excess funds and that the Authority will provide for short term needs from funds invested in the state pools. The government investment pools operate similar to a money market fund. Therefore, no disclosure is required.

*Credit Risk:* The Authority's investment policy applies the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The Authority's investment policy limits investments in corporate bonds to the top three ratings issued by nationally recognized statistical rating organizations and they must be rated by at least two such organizations. Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Authority's direct investment in bank CD's must be rated Excellent or better to be covered by FDIC insurance.

*Concentration of risk.* The Authority's investment policy does not allow for an investment in any one issuer that is in excess of five percent of the government's total investments. External investment pools are excluded from the five percent disclosure requirement.

*Custodial credit risk.* In the case of deposits, this is the risk that in the event of bank failure, the Authority's deposits may not be returned to it. The Authority has no deposit policy for custodial risk because the Authority's deposits are covered under the Public Deposit Protection Act.

**NOTE 4 - RECEIVABLES**

Receivables as of the year end for the Authority’s individual major funds, including the applicable allowance for uncollectible accounts, are as follows:

	General Fund	Capital Projects	SMFR Special Revenue Fund	CFPD Special Revenue Fund	Cherry Hills Special Revenue Fund	Total Governmental Funds
Accounts	\$ 5,067,937	\$ 3	\$ —	\$ —	\$ 1,533	\$ 5,069,473
Taxes	114,041,893	—	—	—	268,252	114,310,145
Interest	150,946	—	—	—	—	150,946
Total Receivables	<u>\$ 119,260,776</u>	<u>\$ 3</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 269,785</u>	<u>\$ 119,530,564</u>

	Building Rental Fund	Total Proprietary Funds	Total All Funds
Accounts	\$ —	\$ —	\$ 5,069,473
Taxes	—	—	114,310,145
Interest	—	—	150,946
Total Receivables	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 119,530,564</u>

Governmental funds report deferred revenues in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of unavailable revenue reported in the governmental funds were as follows:

Property Tax Revenue

General Fund Property taxes receivable	\$ 114,041,893
Cherry Hills Property taxes receivable (Special Revenue Fund)	<u>268,252</u>
	<u><u>\$ 114,310,145</u></u>

## NOTE 5 - CAPITAL ASSETS

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental Activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 6,295,315	\$ 1,252,241	\$ —	\$ 7,547,556
Construction in progress	1,318,064	662,157	1,252,241	727,980
Total capital assets, not being depreciated	7,613,379	1,914,398	1,252,241	8,275,536
Capital assets, being depreciated:				
Buildings	66,857,852	615,638	—	67,473,490
Vehicles	40,392,669	1,921,386	49,112	42,264,943
Equipment	24,159,619	1,634,623	—	25,794,242
Total capital assets, being depreciated	131,410,140	4,171,647	49,112	135,532,675
Less accumulated depreciation for:				
Buildings	(23,349,892)	(1,762,632)	—	(25,112,524)
Vehicles	(22,736,926)	(3,248,528)	(32,741)	(25,952,713)
Equipment	(15,093,583)	(2,237,443)	—	(17,331,026)
Total accumulated depreciation	(61,180,401)	(7,248,603)	(32,741)	(68,396,263)
Total capital assets, being depreciated, net	70,229,739	(3,076,956)	16,371	67,136,412
Governmental activities capital assets, net	77,843,118	(1,162,558)	1,268,612	75,411,948
<b>Business-type activities:</b>				
Capital assets, not being depreciated:				
Land	2,598,566	—	—	2,598,566
Total capital assets, not being depreciated	2,598,566	—	—	2,598,566
Capital assets, being depreciated:				
Buildings	12,154,537	6,757	—	12,161,294
Total capital assets, being depreciated	12,154,537	6,757	—	12,161,294
Less accumulated depreciation for:				
Buildings	(8,449,872)	(322,908)	—	(8,772,780)
Total accumulated depreciation	(8,449,872)	(322,908)	—	(8,772,780)
Total capital assets, being depreciated, net	3,704,665	(316,151)	—	3,388,514
Business-type activities capital assets, net	\$ 6,303,231	\$ (316,151)	\$ —	\$ 5,987,080

As result of merger with Littleton Fire Rescue, fire-related assets (buildings, apparatus and other equipment) in the amount of \$14.4 million (net of depreciation) were transferred to the Authority.

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

***Depreciation by Program/Function***

Governmental activities:

Field Operations	\$	1,369,728
Preparedness		7,713
Support Services		1,912,511
Metcom/Technical Services		708,105
Fleet Services		3,250,546
Total Depreciation expense - governmental activities	\$	<u><u>7,248,603</u></u>

Business-type activities:

Building Rental	\$	322,908
Total depreciation expense - business-type activities	\$	<u><u>322,908</u></u>

**NOTE 6 - INTERFUND TRANSFERS AND BALANCES**

The transfer from the SMFR and CFPD Special Revenue Funds to the General Fund and Capital Projects Fund are related to property taxes collected in the current year to cover general operating expenses. The transfer from General Fund to the Capital Projects fund is to cover capital expenditures.

Transfers between funds during 2019 were as follows:

	<b>Transfers In:</b>		
	General Fund	Capital Projects Fund	Total Transfers
<b>Transfer Out:</b>			
General Fund	\$ —	\$ 2,376,217	\$ 2,376,217
SMFR Special Revenue	92,379,154	—	92,379,154
CFPD Special Revenue	11,671,376	463,193	12,134,569
Total Transfers Out	<u><u>\$ 104,050,530</u></u>	<u><u>\$ 2,839,410</u></u>	<u><u>\$ 106,889,940</u></u>

Interfund receivable and payable balances arise due to short-term cash flow needs. At December 31, 2019, the balances are as follows:

	<b>Due From:</b>	
	General Fund	Self Insured Medical Fund
<b>Due to:</b>		
General Fund	\$ —	\$ 1,000,000
Self Insured Medical Fund	1,000,000	—
Total	<u><u>\$ 1,000,000</u></u>	<u><u>\$ 1,000,000</u></u>

## NOTE 7 – LEASES

### Operating Leases – Lessee

The Authority leases copy machines, staff vehicles, and EMS power loads under annually cancelable operating leases. The total lease payments in 2019 were \$361,879.

### Operating Leases – Lessor

The Authority leases space in five of its buildings and on its communication tower to four cell phone or computer wireless companies. The communications tower has space leased to one neighboring fire district, a Communications District in the next county, and a school district for placement of antennas. The receipts for 2019 for renting this space were \$167,064.

The Authority leases a portion of its administrative building and the minimum anticipated receipts for the next five years are as follows:

	End Date	2020	2021	2022	2023	2024
State of CO						
Suite 350	5/31/2020	\$ 17,340	\$ -	\$ -	\$ -	\$ -
2nd Floor	10/1/2024	177,168	177,168	140,258	-	-
GSA Suite 375	10/15/2022	108,078	108,078	108,078	108,078	108,078
		<u>\$ 302,586</u>	<u>\$ 285,246</u>	<u>\$ 248,336</u>	<u>\$ 108,078</u>	<u>\$ 108,078</u>

## NOTE 8 - GENERAL OBLIGATION DEBT

The Authority does not have any general obligation debt outstanding and has no authorization for issuing general obligation debt.

## NOTE 9 - CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended December 31, 2019 was as follows:

	Beginning Balance	COL Merge (Beginning Balance Restatement)	Additions	Retirements	Ending Balance	Due within one year
Governmental Activities:						
Compensated Absences	\$ 5,338,299	\$ —	\$ 967,922	\$ —	\$ 6,306,221	\$ 700,691
Net pension liability	1,066,799	4,874,873	—	295,167	5,646,505	—
Long-Term Liabilities	<u>\$ 6,405,098</u>	<u>\$ 4,874,873</u>	<u>\$ 967,922</u>	<u>\$ 295,167</u>	<u>\$ 11,952,726</u>	<u>\$ 700,691</u>

The General Fund will typically be used to liquidate compensated absences and pension related liabilities.

## NOTE 10 - TAX ABATEMENTS

In accordance with GASB Statement No. 77, the Authority has disclosed all agreements entered into with other entities that involve property tax abatements. It is important to note that the Authority has not directly entered into any abatement agreements. The terms of the agreements and payment amounts as of December 31, 2019 are detailed as follows:

The Town of Parker approved the creation of the Parker Authority for Reinvestment (the URA) that in turn adopted three urban renewal plans, namely the Parker Road Plan, Parker Central Plan and Cottonwood Plan that are within the Authority's boundaries. The creation of the URA allows for Tax Increment Financing (TIF) as described under section 31-25-101 of the Colorado Revised Statutes. The URA has retained all property taxes categorized as TIF within the designated areas and has not entered into any agreement to share those revenues with the Authority. The Authority was deprived of property tax revenues in the amount of \$568,177 during the year ended December 31, 2019 as a result. The total TIF amounts by year are outlined below:

	2015	2016	2017	2018	2019
Total TIF	\$ -	\$ 47,310	\$ 85,342	\$ 190,193	\$ 568,177

## NOTE 11 - RISK MANAGEMENT

The Authority is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; or acts of God. The Authority is a member of the Colorado Special District Property and Liability Pool (Pool) as of December 31, 2019. The Pool is an organization created by intergovernmental agreement to provide workers compensation coverage to its members.

The Authority pays annual premiums to the Pool for workers compensation coverage. In the event aggregated losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds which the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula.

The Authority also pays annual premiums to McNeil & Company for property and liability insurance.

## NOTE 12 - RELATED PARTY TRANSACTIONS

### South Metro Safety Foundation

The Authority provides services for South Metro Safety Foundation, which is a non-profit corporation 501(c)3, formed through a donation received in 1992. The Foundation provides community training in First Aid, CPR, Babysitting classes and Teen Driving among other things. Two members of the Authority Board sit on the Foundation Board, as well as, one employee.

## **Related party transactions**

In 2019, four employees were paid a total of \$10,431 in 2019 for services performed. The services performed were related to embroidery and leather work for equipment used in the operations of the Authority.

Additionally, the Authority conducted transactions totaling \$8,116 with companies that were considered related parties of the Authority either because the Authority employee's family owned the company or the Authority employee worked for the company. The Authority feels these transactions are priced competitively and are accurately characterized as "arm's length" transactions.

## **NOTE 13 - INTERGOVERNMENTAL AGREEMENTS**

### **Maintenance and Training Facility**

The Authority has entered into an agreement with the Town of Parker and the Douglas County School District to construct and operate a joint maintenance and training facility. The Authority's initial capital percentage was 50.23% and as of December 31, 2019, the Authority has contributed a total of \$4,930,284 towards the construction of the facility. Operational costs are shared based on predetermined percentages of use, which percentages vary for different portions of the facility. Since the operation does not intend to accumulate any equity beyond the value of the constructed assets, it is not considered to be a joint venture for accounting purposes.

### **City of Littleton Pre-Unification Agreement**

On April 18, 2018 the Authority entered into a pre-unification agreement with Littleton Fire Rescue for fire services beginning January 1, 2019. As a result, the City of Littleton discontinued providing Fire Department services and transferred to South Metro ownership of all assets and property used by Littleton Fire Rescue, including buildings, apparatus and other equipment. As part of the agreement, all Littleton Fire Rescue employees transitioned to the employment with the Authority and the Authority assumed responsibility for all wages, benefits and reporting associated with transfer of personnel.

During 2019, the City made payments to the Authority in two equal installments on January 15 and July 15 in the amount equal to the revenue that would be generated by imposing a tax of 9.25 mill on the assessed valuation of all taxable property within the City's boundaries, pursuant to the provision of this Agreement.

### **Highlands Ranch Metropolitan District Pre-Unification Agreement**

On December 13, 2017 the Authority entered into a pre-unification agreement with Highlands Ranch Metropolitan District (HRMD) for fire and emergency services. Under this agreement, all territory within HRMD is included into the Authority and all Highlands Ranch capital assets used to provide Emergency services are transferred to the Authority. Subsequently, Highlands Ranch terminated its participation under the Littleton Fire Rescue IGA effective January 1, 2019. Under this Agreement, all Littleton Fire Rescue personnel that served Highlands Ranch became employees of the Authority on January 1, 2019.

## Littleton Fire Protection District Pre-Unification Agreement

On December 13, 2017 the Authority entered into a pre-unification agreement with Littleton Fire Protection District (LFPD) to unify into a single fire protection district. Upon voters approval, LFPD was legally dissolved and all of the LFPD territory was included into the Authority. Subsequently, LFPD terminated its participation under the Littleton Fire Rescue IGA effective January 1, 2019. Under the Agreement, all LFPD capital assets were transferred to the Authority.

### NOTE 14 – PENSION AND OTHER POST EMPLOYMENT BENEFITS

#### *Defined Contribution Benefit Plans*

##### 1) Paid Firefighters and Administration Plan

The Authority contributes to the South Metro Fire Rescue 401(a) Plan, a defined contribution pension plan, for all of its full-time and permanent part-time employees. The plan is administered by Voya Financial.

Benefit terms, including contribution requirements, for the Plan are established by the Board of Directors. State statutes require the Authority to contribute at least 8% to the firefighter pension plan. The Authority currently contributes 12% of base pay for all employees to the pension plan. The employees, also, contribute 12% of base pay. For the year ended December 31, 2019 the Authority contributed and recognized as expense \$5,488,538 and employees contributed a total of \$5,488,538.

Employees are immediately vested in their own contributions and become vested in the Authority contributions over 3 years. Thirty-three and one third percent is vested each year so that at the end of 3 years they are fully vested. Non-vested Authority contributions are forfeited upon termination of employment. Forfeitures can be used to decrease Authority contributions. Forfeitures totaling \$21,582 were returned to the plan during 2019.

At December 31, 2019, there were 577 plan members with 482 being active employees during the year. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan has a nine-member Trustee Board made up of the Fire Chief, Chief Financial Officer and the Human Resource Director by position. There are six elected trustees from the employee population and at least one elected member must be from the Administrative Employee Group (Support Services), the other five can be firefighters or administration.

Contributions made by plan members and the Authority for the year ended December 31, 2019, December 31, 2018, December 31, 2017 and December 31, 2016 are as follows:

#### Voya 401(a) Plan

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Employees	<u>\$5,488,538</u>	<u>\$4,783,454</u>	<u>\$4,279,383</u>	<u>\$4,003,963</u>
Authority	<u>\$5,488,538</u>	<u>\$4,783,454</u>	<u>\$4,279,383</u>	<u>\$4,003,963</u>

## ***Defined Benefit Plans***

As a result of 2 recent unifications, the Authority also contributes to the Statewide Defined Benefit Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the Colorado Fire and Police Pension Association (FPPA). Some of the employees from former Cunningham Fire Protection District participate in the Statewide Defined Benefit Plan (SWDB) and some of the employees from former Littleton Fire Rescue participate in both SWDB and Statewide Hybrid Plan (SWH). The unification with Cunningham Fire Rescue occurred on January 1, 2018 and the unification with Littleton Fire Rescue occurred on January 1, 2019. Newly hired employees are not eligible to participate in any of the FPPA pension plans.

In addition to the current employee plans, there are Pension Plans in place for former paid employees and volunteer members that have occurred through mergers or name changes over the years. There are a total of four such plans. Three of the plans are part of an agent multiple-employer Public Employees Retirement System (PERS) administered by the Fire and Police Pension Association of Colorado (FPPA). One plan is a Volunteer Pension Plan.

The assets of the Plan are held and invested in the Fire and Police Members' Benefit Fund (the Common Fund). The purpose of the Common Fund is to collect, invest, administer, and disburse monies on behalf of firefighters and policemen in the State of Colorado for the New Hire Pension Fund, the Old Hire Fund, and the Death and Disability Fund.

Under the statutes, the Trustee of the Common Fund has full and unrestricted discretionary power and authority to invest and reinvest funds, subject to certain limitations, including a 50% maximum aggregate investment in common and preferred stocks and a 5% maximum investment in any one company.

FPPA issues a publicly available annual financial report that includes the assets of these plans. That report may be obtained by calling FPPA at 303-770-3772 in the Denver Metro area, or 1-800-332-3772 from outside the metro area or on the FPPA website at.

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

For the purpose of this valuation, the long-term expected rate of return on pension plan investments is 7.00%; the municipal bond rate is 3.71% (based on the weekly rate closest to but not later than the measurement date of the "state & local bonds" rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.00%.

## Deferred Outflows of Resources and Deferred Inflows of Resources related to Pensions

At December 31, 2019 the Authority reported the following for the five plans:

	Net Pension Liability	Net Pension Asset	Expense (Income)	Deferred Inflows	Deferred Outflows
Parker Fire Protection District Volunteer Plan	\$ 396,464	—	\$ 45,383	\$ 11,450	\$ 83,695
South Metro Fire Rescue Volunteer Plan	89,849	—	65,744	12,424	27,646
Cherry Hills Old Hire Plan	2,316,731	—	(18,591)	83,260	599,117
South Metro FPPA Plan - SWDB	3,790,142	—	(1,113,532)	40,490	13,807,624
South Metro FPPA Plan - SWH	—	(946,680)	(7,058)	—	1,337,432
Totals	\$ 6,593,186	\$ (946,680)	\$ (1,028,054)	\$ 147,624	\$ 15,855,514

The net pension liability was measured as of December 31, 2018 and the total pension liability was determined by an actuarial valuation of January 1, 2018 for the two volunteer plans and a valuation of January 1, 2019 for the old hire plan. Standard update procedures were used to roll forward the total pension liability to December 31, 2018. For the year ended December 31, 2019 the Authority recognized total pension income of \$1,028,054.

The target allocation and the benchmark returns for each asset class for the five plans is as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global equity	37.00 %	8.03 %
Private markets	24.00 %	10.00 %
Fixed income	15.00 %	2.90 %
Equity long/short	9.00 %	6.45 %
Absolute return	9.00 %	5.08 %
Managed futures	4.00 %	5.35 %
Cash	2.00 %	2.52 %
Total	<u>100.00 %</u>	

### Single Discount Rate Sensitivity

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

**SENSITIVITY OF NET PENSION LIABILITY/(ASSET) TO THE SINGLE DISCOUNT RATE ASSUMPTION**

	1% Decrease 6.00 %	Current Single Discount Rate Assumption 7.00 %	1% Increase 8.00 %
Parker Fire Volunteer	\$ 444,086	\$ 396,464	\$ 354,779
South Metro Volunteer	120,325	89,849	63,541
Cherry Hills Old Hire	2,666,908	2,316,731	2,010,932
South Metro FPPA Plan - SWDB - proportionate share	14,697,717	3,790,142	(5,257,493)
South Metro FPPA Plan - SWH - proportionate share	(464,196)	(946,680)	(1,351,163)

**2) Parker Fire Protection District Volunteer Pension Plan**

The Pension Fund’s Board of Trustees is comprised of the five Directors of the Parker Fire Protection District plus two retired volunteer members. At December 31, 2019, there are 20 retired volunteers and/or beneficiaries receiving benefits. The volunteer plan is a closed plan and there are no active members. There are no inactive members not yet receiving benefits.

The benefit amount is \$420 per month after reaching 50 years of age and 20 years of service. Any member having a minimum of 10 years of service and reaching 50 years of age may receive a benefit of \$21 per month for each year of service for a minimum of \$ 210. There is no COLA attached to this plan. In addition, the plan provides death and disability benefits.

The plan is funded based on the bi-annual actuarial study. The contribution made by the Authority is the full amount of the required contribution. Plan members do not make contributions. The latest actuarial study was performed as of January 1, 2019. The next study will be performed January 1, 2021. The actuarial study as of January 2019 determines the contributions for 2020 and 2021 which is \$45,550.

For the year ended December 31, 2019, the Authority recognized pension expense of \$45,383. At December 31, 2019, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between actual and expected experience	\$ —	\$ —
Changes of assumptions or other inputs	—	—
Net difference between projected and actual earnings on pension plan investments	22,457	11,450
Changes in proportion and differences between contributions recognized and proportionate share of contributions	—	—
Contributions subsequent to the measurement date	61,238	—
<b>Total</b>	<b>\$ 83,695</b>	<b>\$ 11,450</b>

A summary of the available history of the Annual Required Contribution as compared to actual contributions is as follows:

**Annual Required Contribution - Parker Fire Volunteer Pension Plan**

Fiscal Year	Annual Required	Actual	
Ending	Contribution	Contribution	Percent
December 31			
2010	\$ 23,695	\$ 23,695	100 %
2011	24,628	24,628	100 %
2012	24,628	24,628	100 %
2013	27,895	27,895	100 %
2014	27,895	27,895	100 %
2015	27,596	27,596	100 %
2016	28,670	28,670	100 %
2017	28,670	28,670	100 %
2018	30,619	30,619	100 %
2019	30,619	30,619	100 %

The changes in the net pension liability for the measurement period at December 31, 2018 are calculated as follows:

A. Total Pension Liability	
Interest on the Total Pension Liability	\$ 43,700
Difference between expected and actual experience of the Total Pension Liability	24,121
Changes of assumptions	17,714
Benefit payments	(70,308)
Net change in total pension liability	\$ 15,227
Total pension liability - beginning	617,184
Total pension liability - ending	<u>\$ 632,411</u>
B. Plan fiduciary net position	
Contributions - employer	\$ —
Net investment income	1,128
Benefit payments	(70,308)
Pension plan Administrative Expense	(4,733)
Net change in plan fiduciary net position	\$ (73,913)
Plan fiduciary net position - beginning (Market value of assets at beginning of year)	309,860
Plan fiduciary net position - ending (Market value of assets at end of year)	<u>\$ 235,947</u>
C. Net pension liability/(asset)	<u>\$ 396,464</u>
D. Plan fiduciary net position as a percentage of the total pension liability	
	37.31 %

Contributions subsequent to the measurement date of December 31, 2018, which are reported as deferred outflows of resources related to pensions, will be recognized as a reduction in the net pension liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows/ (Inflows) of Resources
2020	5,612
2021	1,475
2022	52
2023	3,868
2024	—
Thereafter	—
Total	\$ 11,007

### 3) South Metro Fire Rescue Volunteer Pension Plan

Retirement, disability and death benefits are paid in accordance with the plan provisions established by the Board of Trustees. Full retirement benefit of \$400 per month may commence when the retiree has twenty years of qualified service and is at least 50 years of age. Reduced benefits of \$20 per month may be earned after ten years of qualified service at age 50 up to a maximum of \$200. Spouses of deceased firefighters may receive 50% of the current pension benefits. There is a \$100 funeral benefit.

At December 31, 2019 there are 13 retirees and/or beneficiaries receiving benefits. The plan is funded based on the bi-annual actuarial study. The contribution made by the Authority is the full amount of the required contribution. Plan members do not make contributions. The volunteer plan is a closed plan and there are no active members. There are no inactive members not yet receiving benefits. The latest actuarial study was performed as of January 1, 2019. The next study will be performed January 1, 2021. The actuarial study as of January 2019 determines that \$11,311 is needed for the 2020 and 2021 years.

For the year ended December 31, 2019, the Authority recognized pension expense of \$65,744. At December 31, 2019, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between actual and expected experience	\$ —	\$ —
Changes of assumptions or other inputs	—	—
Net difference between projected and actual earnings on pension plan investments	23,506	12,424
Changes in proportion and differences between contributions recognized and proportionate share of contributions	—	—
Contributions subsequent to the measurement date	4,140	—
Total	<u>\$ 27,646</u>	<u>\$ 12,424</u>

A summary of the available history of the Annual Required Contribution as compared to actual contributions is as follows:

<b>Annual Required Contribution - South Metro (Louviere) Volunteer Pension Plan</b>				
Fiscal Year	Annual Required		Actual	
Ending	Contribution		Contribution	Percent
December 31				
2010	\$ —		\$ —	100 %
2011	—		—	100 %
2012	—		—	100 %
2013	—		—	100 %
2014	—		—	100 %
2015	—		—	100 %
2016	—		—	100 %
2017	—		—	100 %
2018	2,070		2,070	100 %
2019	2,070		2,070	100 %

The changes in the net pension liability/(asset) for the measurement period at December 31, 2018 is calculated as follows:

A. Total Pension Liability	
Interest on the Total Pension Liability	\$ 22,456
Difference between expected and actual experience of the Total Pension Liability	46,692
Changes of assumption	11,763
Benefit payments	(36,300)
Net change in total pension liability	\$ 44,611
Total pension liability - beginning	317,238
Total pension liability - ending	<u>\$ 361,849</u>
B. Plan fiduciary net position	
Net investment income	\$ 573
Benefit payments	(36,300)
Pension plan Administrative Expense	(3,227)
Net change in plan fiduciary net position	\$ (38,954)
Plan fiduciary net position - beginning (Market value of assets at beginning of year)	310,954
Plan fiduciary net position - ending (Market value of assets at end of year)	<u>\$ 272,000</u>
C. Net pension liability/(asset)	<u>\$ 89,849</u>
D. Plan fiduciary net position as a percentage of the total pension liability	75.17 %

Contributions subsequent to the measurement date of December 31, 2018, which are reported as deferred outflows of resources related to pensions, will be recognized as a reduction in the net pension liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows/ (Inflows) of Resources
2020	\$ 5,225
2021	1,481
2022	119
2023	4,257
2024	—
Thereafter	—
Total	<u>\$ 11,082</u>

#### 4) **Cherry Hills Old Hire Firefighter Plan**

The Plan is a defined benefit pension plan covering substantially all full-time employees of a police or fire department in Colorado hired on or after April 8, 1978 (New Hires) provided that they are not already covered by a statutory exempt plan. The Plan became effective on January 1, 1980.

A firefighter's normal retirement is after reaching 50 years of age and 20 years of service. Any member having a minimum of 10 years of credited service is eligible for a deferred retirement at reaching 50 years of age. The monthly deferred retirement is equal to 2.5% of their monthly salary at the date of termination multiplied by their number of years of credited service not to exceed 70% of their salary.

If a retired firefighter dies, the surviving spouse shall receive, until death or remarriage, a monthly pension equal to one third of the monthly salary of a first-grade firefighter at time of death.

If a terminated firefighter who is eligible to receive or is receiving a vested benefit dies, the surviving spouse shall receive until death or remarriage, a monthly pension equal to one third of the monthly salary of a first grade firefighter at the time of termination, payable on the date the firefighter would have reached age 50.

Effective January 1, 1993, the District Board adopted a partial rank escalation clause for this plan for all current and past participants. This provision applies only to rank increases subsequent to January 1, 1993.

On May 23, 1983, the Colorado Revised Statutes were amended to allow the Trustees of the Plan to change the retirement age on an annual basis, depending upon the results of the actuarial valuation and other circumstances.

At December 31, 2019, there are 10 retirees and/or beneficiaries receiving benefits from this plan. This plan was closed upon the merger of Cherry Hills Fire Protection District and South Metro Fire Rescue. This is a closed plan and there are no active members. There are no inactive members not yet receiving benefits.

Contributions are dependent on the biannual actuarial studies done by FPPA, which at January 1, 2018 determined a \$216,735 contribution be made in 2019 and 2020. The next actuarial study will be done as of January 1, 2020. The contribution was recorded from the Special Revenue Fund, which collects the property tax receipts from the properties in the old Cherry Hills Fire Protection District which are used to fund the Old Hire Pension Trust Fund.

For the year ended December 31, 2019, the Authority recognized pension income of \$18,591. At December 31, 2019, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between actual and expected experience	\$ —	\$ —
Changes of assumptions or other inputs	—	—
Net difference between projected and actual earnings on pension plan investments	168,272	83,260
Changes in proportion and differences between contributions recognized and proportionate share of contributions	—	—
Contributions subsequent to the measurement date	430,845	—
Total	<u>\$ 599,117</u>	<u>\$ 83,260</u>

A summary of the available history of the Annual Required Contribution as compared to actual contributions is as follows:

<b>Annual Required Contribution - Cherry Hills Paid Pension</b>				
Fiscal Year	Annual Required	Actual		
Ending	Contribution	Contribution	Percent	
December 31				
2010	\$ 182,256	\$ 182,256	100 %	
2011	176,740	176,740	100 %	
2012	176,740	176,740	100 %	
2013	206,100	206,100	100 %	
2014	206,100	201,921	98 %	
2015	201,921	201,921	100 %	
2016	201,921	201,921	100 %	
2017	214,110	214,110	100 %	
2018	214,110	214,110	100 %	
2019	216,735	216,735	100 %	

The changes in the net pension liability/(asset) for the measurement period at December 31, 2018 is calculated as follows:

A. Total pension liability	
Interest on the Total Pension Liability	\$ 311,152
Benefit Payments	<u>(391,541)</u>
Net change in pension liability	\$ (80,389)
Total pension liability - beginning	<u>4,340,929</u>
Total pension liability - ending	<u><u>\$ 4,260,540</u></u>
B. Plan fiduciary net position	
Contributions - employer	\$ —
Net investment income	5,886
Benefit payments	(391,541)
Pension Plan Administrative Expense	<u>(5,157)</u>
Net change in plan fiduciary net position	<u>\$ (390,812)</u>
Plan fiduciary net position - beginning (Market value of assets at beginning of year)	<u>2,334,621</u>
Plan fiduciary net position - ending (Market value of assets at end of year)	<u><u>\$ 1,943,809</u></u>
C. Net pension liability	<u><u>\$ 2,316,731</u></u>
D. Plan fiduciary net position as a percentage of the total pension liability	45.62 %

Contributions subsequent to the measurement date of December 31, 2018, which are reported as deferred outflows of resources related to pensions, will be recognized as a reduction in the net pension liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows/ (Inflows) of Resources
2020	\$ 38,515
2021	12,411
2022	3,167
2023	30,919
2024	—
Thereafter	<u>—</u>
Total	<u><u>\$ 85,012</u></u>

The Pension Plan is funded entirely by a mill levy assessed on the former Cherry Hills Fire Protection District. For 2019 the mill levy was 0.500 mills.

## **5) South Metro Fire State Fire and Police Pension Plan (FPPA) – Statewide Defined Benefit Plan**

**Plan description.** The Statewide Defined Benefit Plan (SWDB) is a cost-sharing multiple – employer defined benefit pension plan. The SWDB plan became effective January 1, 1980 and is administered by FPPA.

Employers once had the option to elect to withdraw from the SWDB plan, but a change in state statutes permitted no further withdrawals after January 1, 1988.

Colorado Revised Statutes, Title 31, Article 31 grants the authority to establish and amend the benefit terms to the Fire & Police Pension Association of Colorado Board of Directors. FPPA issues a publicly available financial report that can be obtained at [www.fppaco.org](http://www.fppaco.org).

**Benefits provided.** A member is eligible for a normal retirement pension once the member has completed 25 years of credited service and has attained the age of 55.

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

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

A member may elect to participate in the deferred retirement option plan (DROP) after reaching eligibility for normal retirement, early retirement, or vested retirement at age 55. A member can continue to work while participating in the DROP, but must terminate employment within 5 years of entry into DROP. The member's participating percentage of retirement benefit is determined at the time of entry into the DROP. The monthly payments that begin at the entry into the DROP are accumulated in a DROP account until the member terminates service, at which time the DROP accumulated benefits can be paid as periodic installments, a lump sum, or if desired, a member may elect to convert the DROP to a lifetime monthly benefit with survivor benefits. While participating in the DROP, the member continues to make pension contributions that are credited to the DROP. Effective January 1, 2003, the member shall self-direct investments of their DROP funds.

**Contributions.** The SWDB plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. Contribution rates for the SWDB plan are set by state

statute. Employer contribution rates can only be amended by state statute. Member contribution rates can be amended by state statute or election of the membership.

Members of the SWDB plan and their employers contributing at the rate of 10 percent and 8 percent, respectively, of base salary for a total contribution rate of 18 percent in 2018. In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates will increase 0.5 percent annually through 2022 to a total of 12 percent of base salary. Employer contributions will remain at 8 percent resulting in a combined contribution rate of 20 percent in 2022.

Contributions from members and employers of departments re-entering the system are established by resolution and approved by the FPPA Board of Directors. The reentry group has a combined contribution rate of 22 percent of base salary in 2018. It is a local decision as to whether the member or employer pays the additional 4 percent contribution. Per the 2014 member election, the reentry group also had their required member contribution rate increase 0.5 percent annually beginning in 2015 through 2022 for a total combined member and employer contribution rate of 24 percent in 2022.

The member contribution rate as of December 31, 2019 for members hired prior to April 1, 2009 was 12.5% and the Authority's contribution rate was 10%. For members hired after April 1, 2009 the member contribution rate as of December 31, 2019 was 10.5% and the Authority's contribution rate was 8%. Contributions to the SWDB plan from the Authority were \$1,611,495 for the year ended December 31, 2019.

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

At December 31, 2019, the Authority reported a liability of \$3,790,142 for its proportionate share of the SWDB net pension liability. The net pension liability was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Authority's proportion of the net pension liability was based on the Authority's share of contributions to the pension plan relative to the contributions of all participating entities. At December 31, 2018, the Authority's proportion was 2.998 percent, which was an increase of 2.127 percent from its proportion measured as of December 31, 2017. The majority of this increase is due to the unification with Littleton Fire Rescue on January 1, 2019, which added some employees in the Littleton Fire's FPPA SWDB plan.

For the year ended December 31, 2019, the Authority recognized pension income of \$1,113,532. At December 31, 2019, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between actual and expected experience	\$ 4,870,010	\$ 40,490
Changes of assumptions or other inputs	3,670,631	—
Net difference between projected and actual earnings on pension plan investments	2,981,530	—
Changes in proportion and differences between contributions recognized and proportionate share of contributions	673,958	—
Contributions subsequent to the measurement date	1,611,495	—
Total	<u>\$ 13,807,624</u>	<u>\$ 40,490</u>

Total reported deferred outflows of resources related to pension were \$1,611,495 resulting from Authority contributions subsequent to measurement date will be recognized as a reduction of the net pension asset in the year ended December 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows/ (Inflows) of Resources
2020	\$ 2,178,011
2021	1,555,598
2022	1,324,772
2023	2,191,867
2024	1,067,180
Thereafter	<u>3,164,254</u>
Total	\$ 11,481,682

**Actuarial Assumptions.** The actuarial valuations for the Statewide Defined Benefit Plan were used to determine the total pension liability and actuarially determined contributions for the fiscal year ending December 31, 2018. The valuations used the following actuarial assumption and other inputs:

	Total Pension Liability	Actuarial Determined Contributions
Actuarial valuation date	January 1, 2019	January 1, 2018
Actuarial method	Entry Age Normal	Entry Age Normal
Amortization method	N/A	Level % of Payroll, Open
Amortization period	N/A	30 years
Long-term investment rate of return*	7.00%	7.50%
Projected salary increases*	4.25% - 11.25%	4.0% - 14.0%
Cost of living adjustments (COLA)	0.00%	0.00%
*Includes inflation at	2.50%	2.50%

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

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

At least every five years the FPPA's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2018 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by the FPPA's actuaries, Gabriel, Roeder, Smith & Co., based upon their analysis of past experience and expectations of the future. The assumption changes were effective for actuarial valuations beginning January 1, 2019 and were used in the rollforward calculation of total pension liability as of December 31, 2018. Actuarial assumptions effective for actuarial valuations prior to January 1, 2019 were used in the determination of the actuarially determined contributions as of December 31, 2018. The actuarial assumptions impact actuarial factors for benefit purposes such as purchases of service credit and other benefits where actuarial factors are used.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation (assumed at 2.5 percent). Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2018 are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-term Expected Real Rate of Return</b>	
Global equity	37%		8.03%
Equity long/short	9%		6.45%
Private markets	24%		10.00%
Fixed income	15%		2.90%
Absolute return	9%		5.08%
Managed futures	4%		5.35%
Cash	2%		2.52%
<b>Total</b>	<b>100%</b>		

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

**Discount Rate.** The discount rate used to measure the total pension liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the FPPA Board’s funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SWDB plan fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the Authority’s Proportionate Share of the Net Pension Asset to Changes in the Discount Rate.** The following presents the Authority’s proportionate share of the net pension liability (asset) calculated using the discount rate of 7.0 percent, as well as what the Authority’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate:

	<b>1% Decrease (6.0%)</b>	<b>Current Discount Rate (7.0%)</b>	<b>1% Increase (8.0%)</b>
Proportion share of the net pension liability (asset)	14,697,717	3,790,142	(5,257,493)

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

**6) South Metro Fire State Fire and Police Pension Plan (FPPA) – Statewide Hybrid Plan**

**Plan description.** The Statewide Hybrid Plan (SWH) is a cost-sharing multiple employer defined benefit pension plan covering full-time firefighters and police officers from departments that elect coverage. The SWH plan may also cover clerical staff or other fire district personnel whose services are auxiliary to fire protection. The SWH plan is comprised of two components: Defined Benefit and Money Purchase. With the latter component, employees have the option of choosing among various mutual funds offered by an outside investment manager. Employers may not withdraw from the SWH plan once affiliated.

The SWH is comprised of two components: Defined Benefit and Money Purchase. The Plan assets associated with the Defined Benefit Component are included in the Fire & Police Members’ Benefit Investment Fund and the Plan assets associated with the Money Purchase Component and Deferred Retirement Option Plan (DROP) assets are included in the Fire & Police Members’ Self-Directed Investment Fund.

Colorado Revised Statutes, Title 31, Article 31 grants the authority to establish and amend the benefit terms to the Fire & Police Pension Association of Colorado Board of Directors. FPPA issues a publicly available financial report that can be obtained at [www.fppaco.org](http://www.fppaco.org).

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

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

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

A member may elect to participate in the DROP after reaching eligibility for normal retirement, early retirement or vested retirement and age 55. A member continues to work while participating in the DROP, but must terminate employment within five years of entry into the DROP. The member's percentage of retirement benefit is frozen at the time of entry into the DROP. The monthly payments that begin at entry into the DROP are accumulated until the member terminates service, at which time the DROP accumulated benefits can be paid as periodic installments, a lump sum, or if desired a member may elect to convert the DROP to a lifetime monthly benefit with survivor benefits. The member continues to make contributions, which are credited to the DROP. The member shall self-direct the investments of their DROP funds.

**Contributions.** The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. The members of the SWH plan and their employers are currently each contributing at the rate determined by the individual employer, however, the rate for both employer and members must be at least 8 percent of the member's base salary. The amount allocated to the Defined Benefit Component is set annually by the FPPA Board of Directors. Excess contributions fund the Money Purchase Component of the Plan. The Defined Benefit Component contribution rate from July 1, 2018 through June 30, 2019 was 13.40 percent. The Defined Benefit Component contribution rate from July 1, 2017 through June 30, 2018 was 14.80 percent.

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

Contributions to the SWH plan from the Authority were \$80,793 for the year ended December 31, 2019.

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

At December 31, 2019, the Authority reported an asset of \$946,680 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2018, and the total pension liability used to calculate the net pension asset was based upon the January 1, 2019 actuarial valuation. The Authority's proportion of the net pension asset was based on a projection of the Authority's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined at January 1, 2019. At December 31, 2018, the Authority's proportion was 6.858 percent. This increase is due to the unification with Littleton Fire Rescue on January 1, 2019, which added some of the employees in the Littleton Fire's FPPA SWH plan.

For the year ended December 31, 2019, the Authority recognized a pension credit of \$7,058. At December 31, 2019, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between actual and expected experience	\$ 665,940	\$ —
Changes of assumptions or other inputs	137,823	—
Net difference between projected and actual earnings on pension plan investments	202,138	—
Changes in proportion and differences between contributions recognized and proportionate share of contributions	250,738	—
Contributions subsequent to the measurement date	80,793	—
Total	\$ 1,337,432	\$ —

The \$80,793 reported as deferred outflows of resources related to pensions resulting from the Authority contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31	Net Deferred Outflows/ (Inflows) of Resources
2020	\$ 99,410
2021	83,960
2022	78,140
2023	101,022
2024	59,243
Thereafter	17,923
Total	\$ 439,697

**Actuarial assumptions.** The actuarial valuations for the SWH – Defined Benefit Component were used to determine the total pension liability and actuarially determined contributions for the fiscal year ending December 31, 2018. The valuations used the following actuarial assumption and other inputs:

	Total Pension Liability	Actuarial Determined Contributions
Actuarial valuation date	January 1, 2019	January 1, 2018
Actuarial method	Entry Age Normal	Entry Age Normal
Amortization method	N/A	Level % of Payroll, Open
Amortization period	N/A	30 years
Long-term investment rate of return*	7.00%	7.50%
Projected salary increases*	4.25% - 11.25%	4.0% - 14.0%
Cost of living adjustments (COLA)	0.00%	0.00%
*Includes inflation at	2.50%	2.50%

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

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

At least every five years the FPPA's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2018 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by the FPPA's actuaries, Gabriel, Roeder, Smith & Co., based upon their analysis of past experience and expectations of the future. The assumption changes were effective for actuarial valuations beginning January 1, 2019 and were used in the rollforward calculation of total pension liability as of December 31, 2018. Actuarial assumptions effective for actuarial valuations prior to January 1, 2019 were used in the determination of the actuarially determined contributions as of December 31, 2018. The actuarial assumptions impact actuarial factors for benefit purposes such as purchases of service credit and other benefits where actuarial factors are used.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation (assumed at 2.5 percent). Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2018 are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	
Global equity		37%	8.03%
Equity long/short		9%	6.45%
Private markets		24%	10.00%
Fixed income		15%	2.90%
Absolute return		9%	5.08%
Managed futures		4%	5.35%
Cash		2%	2.52%
<b>Total</b>		<b>100%</b>	

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

**Sensitivity of the Authority’s proportionate share of the net pension liability (asset) to changes in the discount rate.** The following presents the Authority’s proportionate share of the net pension liability (asset), calculated using the discount rate of 7.0%, as well as what the Authority’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percent lower or one percent higher:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
Proportion share of the net pension liability (asset)	(202,908)	(946,680)	(1,351,163)

**Pension plan fiduciary net position.** Detailed information about the pension plan’s fiduciary net position is available in the separately issued FPPA financial report.

7) **South Metro Fire Rescue Volunteer Firefighter Pension Trust (formerly Castlewood Fire)**

The Volunteer Pension Trust and Plan was established June 1, 1983 to provide retirement, disability, death and severance benefits to volunteer fire fighters of the Castlewood Fire Protection District. The volunteer fire department of the District was dissolved on April 19, 1979. Accordingly, there are presently no active volunteer firefighters. There are no retirees left receiving benefits and the plan is in process of being closed. The value of the Volunteer plan at December 31, 2019 is \$263.

There are no separate audited financial statements for this plan.

8) **South Metro Fire Rescue Old Hire Firefighter Pension Trust (formerly Castlewood Fire)**

The Authority had an Old Hire Plan inherited from a merge with Castlewood Fire. The plan has no retirees remaining in the plan resulting in the plan closure during 2019.

9) **Other Employee savings plans**

**Deferred compensation plans**

The Authority has a deferred compensation plan, South Metro Fire 457(B) Plan, created in accordance with Internal Revenue Code Section 457. The plan is administered by Voya Financial. The plan allows the employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseen emergencies. Employees are eligible to participate and to receive a match on the first date of hire.

The Authority has a matching program up to 3% for the Deferred Compensation Plan. The first 1% is contributed on the date of hire and requires no match. In the 5<sup>th</sup> year of service, an employee may receive total of 2% but the employee must contribute 1% to the Deferred Compensation Plan. In the 10<sup>th</sup> year of service, an employee may receive total of 3% but the employee must contribute 2% to the Deferred Compensation Plan. Employee and employer contributions are fully vested on the first day of participation in the plan.

For the year ended December 31, 2019 Authority contributed and recognized as expense \$1,525,828. There were zero forfeitures returned to the plan during 2019.

**Retiree Health Savings Plan**

The Authority has a Retiree Health Savings Plan that has investment management services performed by Voya Financial and it is administrated by Genesis. Employees are automatically enrolled in the plan upon hire. A contribution of 1% of eligible salary is contributed by the Authority upon hire. The Authority has no further obligation for post-employment health care beyond the contribution to this plan.

**NOTE 15 - TAX, SPENDING AND DEBT LIMITATIONS**

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR) contains tax, spending, revenue and debt limitations that apply to the State of Colorado and all local governments.

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10% of annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR.

Spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

The Authority's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits and qualifications will require judicial interpretation.

**NOTE 16 – SUBSEQUENT EVENT**

In 2020, South Metro/Cunningham Fire Rescue Authority will dissolve and operate as one fire district, South Metro Fire Rescue Fire Protection District.

At the time these financial statements were issued, the world economy was responding to the novel COVID-19 pandemic. This pandemic is anticipated to negatively affect the U.S. economy during 2020. Management is unable to reasonably estimate the amount or scope of the impact that this could have on its financial position. No accruals or adjustments are reflected in the current financial statements to account for the potential impacts of the pandemic.

**NOTE 17 – CHANGE IN REPORTING ENTITY**

Effective January 1, 2019, the Littleton Fire Protection District, Highlands Ranch Metropolitan District Fire and the City of Littleton emergency medical services were merged into the Authority. As a part of this merger, there was a change in reporting entity and net position of \$29,525,631 were assumed by the Authority. The Authority made a restatement to the beginning net position as follows:

Net position at December 31, 2018, as previously reported	\$ 96,464,371
Change in reporting entity as a result of the Littleton Fire merger	<u>29,525,631</u>
Net position at December 31, 2018, as restated	<u>\$ 125,990,002</u>

## REQUIRED SUPPLEMENTARY INFORMATION

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>REVENUES</b>			
Charges for service - transports	\$ 11,163,985	\$ 9,980,440	\$ (1,183,545)
Charges for service - plan review fees	2,300,000	2,535,506	235,506
Contracted services	9,076,425	9,092,902	16,477
Medicaid supplemental fee	—	2,345,340	2,345,340
Dispatch fees	106,494	106,494	—
Reimbursements	1,068,646	979,460	(89,186)
Net investment earnings	290,000	1,865,653	1,575,653
Rental income	160,453	173,195	12,742
Miscellaneous revenue	797,500	683,108	(114,392)
Total revenues	<u>24,963,503</u>	<u>27,762,098</u>	<u>2,798,595</u>
<b>EXPENDITURES</b>			
Public safety			
Administration	11,756,477	11,073,907	682,570
Field operations	86,191,614	85,080,208	1,111,406
Preparedness	5,985,006	5,330,881	654,125
Fire Marshal	4,862,355	4,736,858	125,497
Metcom/Technical Service	11,298,093	10,090,697	1,207,396
Fleet maintenance	3,873,192	3,459,296	413,896
Buildings and grounds maintenance	2,419,375	2,011,801	407,574
Capital outlay	203,620	120,939	82,681
Total expenditures	<u>126,589,732</u>	<u>121,904,587</u>	<u>4,685,145</u>
Excess of revenues over (under) expenditures	<u>(101,626,229)</u>	<u>(94,142,489)</u>	<u>7,483,740</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	103,987,085	104,050,531	63,446
Transfers to other funds	(8,911,685)	(2,376,217)	6,535,468
Sale of capital assets	1,488,000	162,270	(1,325,730)
Total other financing sources (uses)	<u>96,563,400</u>	<u>101,836,584</u>	<u>5,273,184</u>
Net change in fund balances	(5,062,829)	7,694,095	12,756,924
Fund balances - beginning of year, restated	35,257,052	43,593,598	8,336,546
Fund balances - end of year	<u>\$ 30,194,223</u>	<u>\$ 51,287,693</u>	<u>\$ 21,093,470</u>

See the independent auditor's report and notes to the required supplementary information.

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -  
SMFR – SPECIAL REVENUE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>REVENUE</b>			
Property taxes	\$ 85,994,741	\$ 85,699,861	\$ (294,880)
Specific ownership taxes	7,309,553	7,760,829	451,276
Net investment earnings	50,000	55,000	5,000
Miscellaneous revenue	298,403	—	(298,403)
Total revenue	<u>93,652,697</u>	<u>93,515,690</u>	<u>(137,007)</u>
<b>EXPENDITURES</b>			
Administration	1,439,921	1,286,536	153,385
Total expenditures	<u>1,439,921</u>	<u>1,286,536</u>	<u>153,385</u>
Excess of revenue over expenditures	92,212,776	92,229,154	16,378
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers to other funds	<u>(92,362,776)</u>	<u>(92,379,154)</u>	<u>(16,378)</u>
Net change in fund balance	(150,000)	(150,000)	—
Fund balances - beginning of year	<u>150,000</u>	<u>150,000</u>	<u>—</u>
Fund balance - end of year	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

See the independent auditor's report and notes to the required supplementary information.

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -  
CFPD – SPECIAL REVENUE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>REVENUE</b>			
Property taxes	\$ 11,290,468	\$ 11,260,050	\$ (30,418)
Specific ownership taxes	959,690	885,150	(74,540)
Net investment earnings	7,500	8,396	896
Total revenue	<u>12,257,658</u>	<u>12,153,596</u>	<u>(104,062)</u>
<b>EXPENDITURES</b>			
Administration	<u>319,357</u>	<u>169,027</u>	<u>150,330</u>
Total expenditures	<u>319,357</u>	<u>169,027</u>	<u>150,330</u>
Excess of revenue over expenditures	11,938,301	11,984,569	46,268
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers to other funds	<u>(12,088,301)</u>	<u>(12,134,569)</u>	<u>(46,268)</u>
Net change in fund balance	(150,000)	(150,000)	—
Fund balances - beginning of year	<u>150,000</u>	<u>150,000</u>	<u>—</u>
Fund balance - end of year	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

See the independent auditor's report and notes to the required supplementary information.

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -  
CHERRY HILLS PROPERTY TAX – SPECIAL REVENUE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>REVENUE</b>				
Property taxes	\$ 246,403	\$ 246,092	\$ 246,092	\$ —
Specific ownership taxes	20,944	19,318	19,318	—
Net investment earnings	10,000	17,126	17,126	—
Total revenue	<u>277,347</u>	<u>282,536</u>	<u>282,536</u>	<u>—</u>
<b>EXPENDITURES</b>				
Administration	3,696	3,697	3,697	—
Contribution to pension plan	214,110	216,735	216,735	—
Other	2,194	—	—	—
Total expenditures	<u>220,000</u>	<u>220,432</u>	<u>220,432</u>	<u>—</u>
Excess of revenue over expenditures	57,347	62,104	62,104	—
Fund balances - beginning of year	<u>558,250</u>	<u>558,250</u>	<u>558,250</u>	<u>—</u>
Fund balance - end of year	<u>\$ 615,597</u>	<u>\$ 620,354</u>	<u>\$ 620,354</u>	<u>\$ —</u>

See the independent auditor's report and notes to the required supplementary information.

**Parker Fire Protection District Volunteer Pension Plan**  
**Schedule of Required Supplemental Information**  
**Schedule of Changes in Net Pension Liability/(Asset) and**  
**Related Ratios Multiyear Last Ten Fiscal Years**  
**(to be built prospectively)**

Measurement period ending December 31,	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
<b>Total Pension Liability</b>					
Service Cost	\$ —	\$ —	\$ —	\$ —	\$ —
Interest on Total Pension Liability	48,963	48,346	46,295	45,556	43,700
Difference between Expected and Actual Experience	20,301	—	(14,675)	—	24,121
Changes of Assumptions	—	—	30,490	—	17,714
Benefit Payments	(77,243)	(77,742)	(73,559)	(70,308)	(70,308)
<b>Net Change in Pension Liability</b>	<b>\$ (7,979)</b>	<b>\$ (29,396)</b>	<b>\$ (11,449)</b>	<b>\$ (24,752)</b>	<b>\$ 15,227</b>
<b>Total Pension Liability - Beginning</b>	<b>690,760</b>	<b>682,781</b>	<b>653,385</b>	<b>641,936</b>	<b>617,184</b>
<b>Total Pension Liability - Ending</b>	<b>\$ 682,781</b>	<b>\$ 653,385</b>	<b>\$ 641,936</b>	<b>\$ 617,184</b>	<b>\$ 632,411</b>
<b>Plan Fiduciary Net Position</b>					
Employer Contributions	\$ 27,895	\$ 27,596	\$ 28,670	\$ 28,670	\$ —
Pension Plan Net Investment Income	26,156	6,604	17,007	41,017	1,128
Benefit Payments	(77,243)	(77,742)	(73,559)	(70,308)	(70,308)
Pension Plan Administrative Expense	(978)	(1,865)	(788)	(4,773)	(4,733)
<b>Net Change in Fiduciary Net Position</b>	<b>\$ (24,170)</b>	<b>\$ (45,407)</b>	<b>\$ (28,670)</b>	<b>\$ (5,394)</b>	<b>\$ (73,913)</b>
<b>Plan Fiduciary Net Position - Beginning</b>	<b>413,501</b>	<b>389,331</b>	<b>343,924</b>	<b>315,254</b>	<b>309,860</b>
<b>Plan Fiduciary Net Position - Ending</b>	<b>\$ 389,331</b>	<b>\$ 343,924</b>	<b>\$ 315,254</b>	<b>\$ 309,860</b>	<b>\$ 235,947</b>
<b>Net Pension Liability/(Asset) Ending</b>	<b>\$ 293,450</b>	<b>\$ 309,461</b>	<b>\$ 326,682</b>	<b>\$ 307,324</b>	<b>\$ 396,464</b>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	<b>57.02 %</b>	<b>52.64 %</b>	<b>49.11 %</b>	<b>50.21 %</b>	<b>37.31 %</b>
<b>Covered Employee Payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>Net Pension Liability as a Percentage of Covered Employee Payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

See the independent auditor's report and notes to the required supplementary information.

**South Metro Fire Rescue Volunteer Pension Plan  
Schedule of Required Supplemental Information  
Schedule of Changes in Net Pension Liability/(Asset) and  
Related Ratios Multiyear Last Ten Fiscal Years  
(to be built prospectively)**

Measurement period ending December 31,	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
<b>Total Pension Liability</b>					
Service Cost	\$ —	\$ —	\$ —	\$ —	\$ —
Interest on Total Pension Liability	23,088	23,439	22,781	23,373	22,456
Benefit Changes	—	—	—	—	—
Difference between Expected and Actual Experience	21,632	—	5,285	—	46,692
Changes of Assumptions	—	—	13,362	—	11,763
Benefit Payments	(47,577)	(32,220)	(32,220)	(34,907)	(36,300)
<b>Net Change in Pension Liability</b>	<b>\$ (2,857)</b>	<b>\$ (8,781)</b>	<b>\$ 9,208</b>	<b>\$ (11,534)</b>	<b>\$ 44,611</b>
<b>Total Pension Liability - Beginning</b>	<b>331,202</b>	<b>328,345</b>	<b>319,564</b>	<b>328,772</b>	<b>317,238</b>
<b>Total Pension Liability - Ending</b>	<b>\$ 328,345</b>	<b>\$ 319,564</b>	<b>\$ 328,772</b>	<b>\$ 317,238</b>	<b>\$ 361,849</b>
<b>Plan Fiduciary Net Position</b>					
Employer Contributions	\$ —	\$ —	\$ —	\$ —	\$ —
Pension Plan Net Investment Income	24,758	6,357	16,253	42,320	573
Benefit Payments	(47,577)	(32,220)	(32,220)	(34,907)	(36,300)
Pension Plan Administrative Expense	(941)	(1,631)	(766)	(3,458)	(3,227)
<b>Net Change in Fiduciary Net Position</b>	<b>\$ (23,760)</b>	<b>\$ (27,494)</b>	<b>\$ (16,733)</b>	<b>\$ 3,955</b>	<b>\$ (38,954)</b>
<b>Plan Fiduciary Net Position - Beginning</b>	<b>374,986</b>	<b>351,226</b>	<b>323,732</b>	<b>306,999</b>	<b>310,954</b>
<b>Plan Fiduciary Net Position - Ending</b>	<b>\$ 351,226</b>	<b>\$ 323,732</b>	<b>\$ 306,999</b>	<b>\$ 310,954</b>	<b>\$ 272,000</b>
<b>Net Pension Liability/(Asset) Ending</b>	<b>\$ (22,881)</b>	<b>\$ (4,168)</b>	<b>\$ 21,773</b>	<b>\$ 6,284</b>	<b>\$ 89,849</b>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	<b>106.97 %</b>	<b>101.30 %</b>	<b>93.38 %</b>	<b>98.02 %</b>	<b>75.17 %</b>
<b>Covered Employee Payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>Net Pension Liability as a Percentage of Covered Employee Payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

See the independent auditor's report and notes to the required supplementary information.

**Cherry Hills Old Hire Plan**  
**Schedule of Required Supplemental Information**  
**Schedule of Changes in Net Pension Liability/(Asset) and**  
**Related Ratios Multiyear Last Ten Fiscal Years**  
**(to be built prospectively)**

Measurement period ending December 31,	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
<b>Total Pension Liability</b>					
Service Cost	\$ —	\$ —	\$ —	\$ —	\$ —
Interest on Total Pension Liability	323,296	317,279	321,975	316,762	311,152
Benefit Changes	—	—	—	—	—
Difference between Expected and Actual Experience	—	(151,064)	—	(2,929)	—
Assumption Changes	—	296,129	—	—	—
Benefit Payments	(404,573)	(402,436)	(396,933)	(385,824)	(391,541)
<b>Net Change in Pension Liability</b>	<b>\$ (81,277)</b>	<b>\$ 59,908</b>	<b>\$ (74,958)</b>	<b>\$ (71,991)</b>	<b>\$ (80,389)</b>
<b>Total Pension Liability - Beginning</b>	<b>4,509,247</b>	<b>4,427,970</b>	<b>4,487,878</b>	<b>4,412,920</b>	<b>4,340,929</b>
<b>Total Pension Liability - Ending</b>	<b>\$ 4,427,970</b>	<b>\$ 4,487,878</b>	<b>\$ 4,412,920</b>	<b>\$ 4,340,929</b>	<b>\$ 4,260,540</b>
<b>Plan Fiduciary Net Position</b>					
Employer Contributions	\$ 201,921	\$ 201,921	\$ 201,921	\$ 214,110	\$ —
Employee Contributions	—	—	—	—	—
Pension Plan Net Investment Income	160,764	45,805	118,377	298,155	5,886
Benefit Payments	(404,573)	(402,436)	(396,933)	(385,824)	(391,541)
Pension Plan Administrative Expense	(6,875)	(3,687)	(5,643)	(2,568)	(5,157)
<b>Net Change in Fiduciary Net Position</b>	<b>\$ (48,763)</b>	<b>\$ (158,397)</b>	<b>\$ (82,278)</b>	<b>\$ 123,873</b>	<b>\$ (390,812)</b>
<b>Plan Fiduciary Net Position - Beginning</b>	<b>2,500,186</b>	<b>2,451,423</b>	<b>2,293,026</b>	<b>2,210,748</b>	<b>2,334,621</b>
<b>Plan Fiduciary Net Position - Ending</b>	<b>\$ 2,451,423</b>	<b>\$ 2,293,026</b>	<b>\$ 2,210,748</b>	<b>\$ 2,334,621</b>	<b>\$ 1,943,809</b>
<b>Net Pension Liability/(Asset) Ending</b>	<b>\$ 1,976,547</b>	<b>\$ 2,194,852</b>	<b>\$ 2,202,172</b>	<b>\$ 2,006,308</b>	<b>\$ 2,316,731</b>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	<b>55.36 %</b>	<b>51.09 %</b>	<b>50.10 %</b>	<b>53.78 %</b>	<b>45.62 %</b>
<b>Covered Employee Payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>Net Pension Liability as a Percentage of Covered Employee Payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

See the independent auditor's report and notes to the required supplementary information.

**South Metro Fire Rescue FPPA Plan**  
**Schedule of Required Supplemental Information**  
**Schedule of the Authority's Proportionate Share of the Net Pension Liability (Asset)**  
**Statewide Defined Benefit Plan**  
**Last Ten Fiscal Years**  
**(to be built prospectively)**

Measurement period ending December 31,	<u>2017</u>	<u>2018</u>
Authority's proportionate (percentage) of the collective net pension liability (asset)	0.871%	2.998%
Authority's proportionate share of the collective pension liability (asset)	\$ 1,253,117	\$ 3,790,142
Covered-employee payroll	\$ 5,126,225	\$ 5,716,657 *
Authority's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	24.45%	66.30%
Plan fiduciary net position as a percentage of the total pension liability	106.34%	95.20%

\*Covered payroll does not include Littleton Fire Rescue employees as data is not available.

The amounts presented for each fiscal year were determined as of December 31 is based on the measurement date of the Plan. Information earlier than 2017 is available under Cunningham Fire Protection District and City of Littleton and is not reflected here.

See the independent auditor's report and notes to the required supplementary information.

**South Metro Fire Rescue FPPA Plan**  
**Schedule of Required Supplemental Information**  
**Schedule of the Authority's Proportionate Share of the Net Pension Liability (Asset)**  
**Statewide Hybrid Plan**  
**Last Ten Fiscal Years**  
**(to be built prospectively)**

Measurement period ending December 31,	<u>2018</u>
Authority's proportionate (percentage) of the collective net pension liability (asset)	6.858%
Authority's proportionate share of the collective pension liability (asset)	\$ (946,680)
Covered-employee payroll	N/A *
Authority's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	N/A *
Plan fiduciary net position as a percentage of the total pension liability	123.46%

\*Covered-employee payroll is not available and is reflected under City of Littleton.

The amounts presented for each fiscal year were determined as of December 31 is based on the measurement date of the Plan. Information earlier than 2018 is available City of Littleton and is not reflected here.

See the independent auditor's report and notes to the required supplementary information.

**Parker Fire Protection District Volunteer Pension Plan  
Schedule of Contributions Multiyear  
Last Ten Fiscal Years**

<b>FY Ending December 31,</b>	<b>Acturially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Payroll</b>	<b>Actual Contribution as a % of Covered Payroll</b>
2019	\$ 30,619	\$ 30,619	—	N/A	N/A
2018	30,619	30,619	—	N/A	N/A
2017	28,670	28,670	—	N/A	N/A
2016	28,670	28,670	—	N/A	N/A
2015	27,895	27,596	299	N/A	N/A
2014	27,895	27,895	—	N/A	N/A
2013	24,628	27,895	(3,267)	N/A	N/A
2012	24,628	24,628	—	N/A	N/A
2011	23,695	24,628	(933)	N/A	N/A
2010	23,695	23,695	—	N/A	N/A

Note: 2018 contribution of \$30,619 was made in January 2019.

See the independent auditor's report and notes to the required supplementary information.

**South Metro Fire Rescue Volunteer Pension Plan  
Schedule of Contributions Multiyear  
Last Ten Fiscal Years**

FY Ending December 31,	Acturially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2019	\$ 2,070	\$ 2,070	\$ —	N/A	N/A
2018	2,070	2,070	—	N/A	N/A
2017	—	—	—	N/A	N/A
2016	—	—	—	N/A	N/A
2015	—	—	—	N/A	N/A
2014	—	—	—	N/A	N/A
2013	—	—	—	N/A	N/A
2012	—	—	—	N/A	N/A
2011	—	—	—	N/A	N/A
2010	—	—	—	N/A	N/A

See the independent auditor's report and notes to the required supplementary information.

**Cherry Hills Old Hire Pension Plan  
Schedule of Contributions Multiyear  
Last Ten Fiscal Years**

<b>FY Ending December 31,</b>	<b>Actuarially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Payroll</b>	<b>Actual Contribution as a % of Covered Payroll</b>
2019	\$ 216,735	\$ 216,735	\$ —	N/A	N/A
2018	214,110	214,110	—	N/A	N/A
2017	214,110	214,110	—	N/A	N/A
2016	201,921	201,921	—	N/A	N/A
2015	201,921	201,921	—	N/A	N/A
2014	206,100	201,921	4,179	N/A	N/A
2013	206,100	206,100	—	N/A	N/A
2012	176,740	176,740	—	N/A	N/A
2011	176,740	176,740	—	N/A	N/A
2010	182,256	182,256	—	N/A	N/A

See the independent auditor's report and notes to the required supplementary information.

**South Metro Fire Rescue FPPA Plan  
Statewide Defined Benefit Plan  
Schedule of Contributions Multiyear  
Last Ten Fiscal Years**

<b>FY Ending December 31,</b>	<b>Acturially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Payroll</b>	<b>Contribution as a % of Covered Payroll</b>
2019	\$ 1,611,495	\$ 1,611,495	\$ —	\$ 18,688,319	8.62%
2018	458,903	458,903	—	5,954,853	7.71%

\*Information earlier than 2018 is available under Cunningham Fire Protection District and City of Littleton and is not reflected here.

See the independent auditor's report and notes to the required supplementary information.

**South Metro Fire Rescue FPPA Plan  
Statewide Hybrid Plan  
Schedule of Contributions Multiyear  
Last Ten Fiscal Years**

<b>FY Ending December 31,</b>	<b>Acturially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Payroll</b>	<b>Contribution as a % of Covered Payroll</b>
2019	\$ 80,793	\$ 80,793	—	\$ 807,926	10.00%

\*Information earlier than 2019 is available under City of Littleton and is not reflected here.

See the independent auditor's report and notes to the required supplementary information.

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
 DECEMBER 31, 2019**

**NOTE 1 – SCHEDULE OF CONTRIBUTIONS**

Significant actuarial methods and assumptions used to determine the contribution rates for the pension plans are as follows:

**1. Parker Fire Protection District Volunteer Pension Fund**

Valuation Date: Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2017 determine the contribution amounts for 2018 and 2019.

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.5%
Salary Increases	N/A
Investment Rate of Return	7.50%
Retirement Age	50% per Year of Eligibility Until 100% at Age 65
Mortality	<b>Pre-Retirement:</b> RP-2014 Mortality Table For Blue Collar Employees, projected with Scale BB, 55% Multiplier for Off- Duty Mortality. <b>Post-Retirement:</b> For ages less than 55, RP-2014 Mortality Tables for Blue Collar Employees. For ages 65 and older, RP-2014 Mortality Tables for Blue Collar Healthy Annuitants. For ages 55 through 64, a blend of the previous tables. All tables are projected with Scale BB.

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**DECEMBER 31, 2019**  
(Continued)

**2. South Metro Fire Rescue Volunteer Pension Fund**

Valuation Date: Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2017, determines the contribution amounts for 2018 and 2019.

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open
Remaining Amortization Period	20 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.5%
Salary Increases	N/A
Investment Rate of Return	7.50%
Retirement Age	50% per year of eligibility until 100% at age 65
Mortality	<b>Pre-Retirement:</b> RP-2014 Mortality Tables for Blue Collar Employees, projected with Scale BB, 55% multiplier for off-duty mortality. <b>Post-Retirement:</b> For ages less than 55, RP-2014 Mortality Tables for Blue Collar Employees. For ages 65 and older, RP-2014 Mortality Tables for Blue Collar Healthy Annuitants. For ages 55 through 64, a blend of the previous tables. All tables are projected with Scale BB.

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**DECEMBER 31, 2019**  
(Continued)

**3. Cherry Hills Old Hire Fire Pension Fund**

Valuation Date: Actuarially determined contribution rates are calculated as of January 1 of even numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2016 determines the contribution amounts for 2017 and 2018.

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open
Remaining Amortization Period	18 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	N/A
Investment Rate of Return	7.50%
Retirement Age	Any remaining actives are assumed to retire immediately
Mortality	<b>Post-Retirement:</b> For ages less than 55, RP-2014 Mortality Tables for Blue Collar Employees. For ages 65 and older, RP-2014 Mortality Tables for Blue Collar Healthy Annuitants. For ages 55 through 64, a blend of the previous tables. All tables are projected with Scale BB. <b>Disabled (pre-1980):</b> RP-2014 Disabled Generational Mortality Table generationally projected with Scale BB with a minimum 3% rate for males and 2% rate for females.

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
GENERAL FUND  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
<b>REVENUE</b>		
Charges for service - transports	\$ 9,980,440	\$ 6,089,477
Charges for service - plan review fees	2,535,506	1,637,111
Contracted services	9,092,902	-
Medicaid supplemental fee	2,345,340	-
Dispatch fees	106,494	1,035,219
Reimbursements	979,460	1,082,535
Net investment earnings	1,865,653	860,528
Miscellaneous revenue	856,303	1,236,637
Total revenue	<u>27,762,098</u>	<u>11,941,507</u>
<b>EXPENDITURES</b>		
Public Safety		
Administration	11,073,907	8,445,908
Field operations	85,080,208	56,306,725
Preparedness	5,330,881	4,959,920
Fire Marshal	4,736,858	3,164,295
Metcom/Technical service	10,090,697	8,099,594
Fleet maintenance	3,459,296	2,965,746
Buildings and grounds maintenance	2,011,801	1,774,050
Capital outlay	120,939	6,140
Total expenditures	<u>121,904,587</u>	<u>85,722,378</u>
Excess (deficiency) of revenue over expenditures	(94,142,489)	(73,780,871)
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers from other funds	104,050,530	75,891,640
Transfers to other funds	(2,376,217)	(12,445,688)
Sale of capital assets	162,271	1,392,020
Net change in fund balance	7,694,095	(8,942,899)
Fund balances - beginning of year, restated	<u>43,593,598</u>	<u>45,949,544</u>
Fund balances - end of year	<u>\$ 51,287,693</u>	<u>\$ 37,006,645</u>

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
SMFR SPECIAL REVENUE FUND  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
<b>REVENUE</b>		
Property taxes	\$ 85,699,861	\$ 60,390,296
Specific ownership taxes	7,760,829	5,378,253
Net investment earnings	55,000	-
Total revenue	<u>93,515,690</u>	<u>65,768,549</u>
<b>EXPENDITURES</b>		
Administration	<u>1,286,536</u>	<u>905,936</u>
Total expenditures	<u>1,286,536</u>	<u>905,936</u>
Excess (deficiency) of revenue over expenditures	92,229,154	64,862,613
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers to other funds	<u>(92,379,154)</u>	<u>(64,712,613)</u>
Net change in fund balance	(150,000)	150,000
Fund balances - beginning of year	<u>150,000</u>	<u>-</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ 150,000</u>

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
CFPD SPECIAL REVENUE FUND  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
<b>REVENUE</b>		
Property taxes	\$ 11,260,050	\$ 11,140,986
Specific ownership taxes	885,150	812,581
Net investment earnings	8,396	-
Total revenue	<u>12,153,596</u>	<u>11,953,567</u>
<b>EXPENDITURES</b>		
Administration	<u>169,027</u>	<u>167,116</u>
Total expenditures	<u>169,027</u>	<u>167,116</u>
Excess (deficiency) of revenue over expenditures	11,984,569	11,786,451
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers to other funds	<u>(12,134,569)</u>	<u>(11,636,451)</u>
Net change in fund balance	(150,000)	150,000
Fund balances - beginning of year	<u>150,000</u>	<u>-</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ 150,000</u>

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 CHERRY HILLS PROPERTY TAX SPECIAL REVENUE FUND  
 FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018**

	<b>2019</b>	<b>2018</b>
<b>REVENUE</b>		
Property Taxes	\$ 246,092	\$ 244,420
Specific Ownership Tax	19,318	17,835
Net investment earnings	17,126	14,792
Total revenue	<u>282,536</u>	<u>277,047</u>
<b>EXPENDITURES</b>		
Administration	3,697	3,671
Pension contributions	216,735	214,110
Total expenditures	<u>220,432</u>	<u>217,781</u>
Excess (deficiency) of revenue over expenditures	62,104	59,266
Net change in fund balance	62,104	59,266
Fund balances - beginning of year	<u>558,250</u>	<u>498,984</u>
Fund balances - end of year	<u>\$ 620,354</u>	<u>\$ 558,250</u>

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
CAPITAL PROJECTS FUND  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018**

	<b>2019</b>	<b>2018</b>
<b>REVENUE</b>		
Net investment earnings	9,920	\$ 21,747
Reimbursements	205,000	—
Total revenue	<u>214,920</u>	<u>21,747</u>
<b>EXPENDITURES</b>		
Equipment capital outlay	73,701	3,705,054
Vehicle capital outlay	1,888,518	1,047,359
Buildings and ground capital outlay	1,092,110	8,485,567
Total expenditures	<u>3,054,329</u>	<u>13,237,980</u>
Excess (deficiency) of revenue over expenditures	<u>(2,839,409)</u>	<u>(13,216,233)</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers from other funds	2,839,409	12,903,112
Total other financing sources (uses)	<u>2,839,409</u>	<u>12,903,112</u>
Net change in fund balance	—	(313,121)
Fund balances - beginning of year, restated	<u>—</u>	<u>313,121</u>
Fund balances - end of year	<u>\$ —</u>	<u>\$ —</u>

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -  
CAPITAL PROJECTS FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>REVENUE</b>			
Net investment earnings	\$ 10,000	\$ 9,920	\$ (80)
Reimbursements	-	205,000	205,000
Total revenue	<u>10,000</u>	<u>214,920</u>	<u>204,920</u>
<b>EXPENDITURES</b>			
Field operations	66,828	73,701	(6,873)
Capital outlay	9,318,849	2,980,628	6,338,221
Total expenditures	<u>9,385,677</u>	<u>3,054,329</u>	<u>6,331,348</u>
Excess (deficiency) of revenue over expenditures	<u>(9,375,677)</u>	<u>(2,839,409)</u>	<u>6,126,428</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	<u>9,375,677</u>	<u>2,839,409</u>	<u>(6,536,268)</u>
Net change in fund balance	—	—	—
Fund balance - beginning of year, restated	—	—	—
Fund balance - end of year	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUNDS AVAILABLE**  
**BUDGET TO ACTUAL - BUDGETARY BASIS**  
**BUILDING RENTAL FUND**  
**YEAR ENDED DECEMBER 31, 2019**

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>REVENUE</b>			
Rental Income	\$ 688,488	\$ 781,682	\$ 93,194
Investment income	50,000	51,045	1,045
Total revenue	738,488	832,727	94,239
<b>EXPENDITURES</b>			
Fleet, buildings and grounds maintenance	712,022	664,477	47,545
Capital outlay	34,105	7,972	26,133
Total expenditures	746,127	672,449	73,678
Excess (deficiency) revenue over expenditures	(7,639)	160,278	167,917
Net change in fund balances	(7,639)	160,278	167,917
Funds available - beginning of year	2,254,563	2,273,623	19,060
Funds available - end of year	\$ 2,246,924	\$ 2,433,901	\$ 186,977
<b>Reconciliation to GAAP basis</b>			
Excess of revenue (under) expenditures		\$ 160,278	
Capital purchases		6,757	
Depreciation		(322,908)	
Net income - GAAP basis		\$ (155,873)	
Funds available at December 31, 2019			
are computed as follows:			
Funds available - end of year		\$ 2,433,901	
Net investment in capital assets		5,987,080	
		\$ 8,420,981	

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<u>1/1/2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>12/31/2019</u>
<b><u>SMFRA Medical Self-Insurance Fund</u></b>				
<b>ASSETS</b>				
Cash and deposits	\$ 439,294	\$ 5,579	\$ —	\$ 444,873
Receivable	712,669	—	217,836	494,833
Total assets	<u>\$ 1,151,963</u>	<u>\$ 5,579</u>	<u>\$ 217,836</u>	<u>\$ 939,706</u>
<b>LIABILITIES</b>				
Due to other governments	\$ 329,903	\$ 670,097	\$ —	\$ 1,000,000
Held for medical claims	822,060	—	882,354	(60,294)
Total liabilities	<u>\$ 1,151,963</u>	<u>\$ 670,097</u>	<u>\$ 882,354</u>	<u>\$ 939,706</u>
<b><u>JACC Agency Fund</u></b>				
<b>ASSETS</b>				
Cash and deposits	\$ 128,345	\$ 48,035	\$ —	\$ 176,380
Total assets	<u>\$ 128,345</u>	<u>\$ 48,035</u>	<u>\$ —</u>	<u>\$ 176,380</u>
<b>LIABILITIES</b>				
Payables	\$ 5,382	\$ —	\$ 4,453	\$ 929
Held for JACC	122,963	52,488	—	175,451
Total liabilities	<u>\$ 128,345</u>	<u>\$ 52,488</u>	<u>\$ 4,453</u>	<u>\$ 176,380</u>
<b><u>Totals-All Agency Funds</u></b>				
<b>ASSETS</b>				
Cash and deposits	\$ 567,639	\$ 53,614	\$ —	\$ 621,253
Receivable	712,669	—	217,836	494,833
Total assets	<u>\$ 1,280,308</u>	<u>\$ 53,614</u>	<u>\$ 217,836</u>	<u>\$ 1,116,086</u>
<b>LIABILITIES</b>				
Due to other governments	\$ 329,903	\$ 670,097	\$ —	\$ 1,000,000
Payables	5,382	—	4,453	929
Held for JACC	122,963	52,488	—	175,451
Held for medical claims	822,060	—	882,354	(60,294)
Total liabilities	<u>\$ 1,280,308</u>	<u>\$ 722,585</u>	<u>\$ 886,807</u>	<u>\$ 1,116,086</u>

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
 COMBINING STATEMENT OF NET POSITION  
 FIDUCIARY FUNDS  
 DECEMBER 31, 2019**

	<b>Castlewood Old Hire Pension Fund</b>	<b>Castlewood Volunteer Pension Fund</b>	<b>Total Pension Funds</b>
<b>ASSETS</b>			
Cash and investments held by trustee	\$ —	\$ 263	\$ 263
Total assets	—	263	263
<b>NET POSITION</b>			
Held in trust for pension benefits	—	263	263
Total net position	\$ —	\$ 263	\$ 263

**SOUTH METRO/CUNNINGHAM FIRE RESCUE AUTHORITY  
 COMBINING STATEMENT OF CHANGES IN NET POSITION  
 FIDUCIARY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2019**

	<b>Volunteer Pension Fund</b>
<b>ADDITIONS</b>	
Contributions:	
Employer	\$ 6,000
Investment earnings:	
Interest	64
	64
Total investment earnings	64
Total additions	6,064
 <b>DEDUCTIONS</b>	
Operating expenses:	
Benefits	2,200
Administrative expenses	5,012
	7,212
Total deductions	7,212
Changes in net position	(1,148)
Net position - beginning	1,411
Net position - ending	\$ 263

## STATISTICAL SECTION

**South Metro/Cunningham Fire Rescue Authority**  
**Net Position by Component**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2010	2011	2012	2013	2014 Restated	2015	2016	2017	2018 Restated	2019 Restated
Governmental activities										
Net invested in capital assets	\$31,155,124	\$30,211,735	\$37,553,488	\$37,980,429	\$35,572,670	\$40,310,492	\$45,859,677	\$49,544,941	\$ 63,425,921	\$ 75,411,948
Restricted	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,859,413	1,907,503	1,216,495	1,453,217
Unrestricted	32,024,528	43,751,919	39,648,568	45,390,957	46,813,523	41,729,011	33,889,278	31,389,743	31,821,955	53,509,303
Total governmental activities net position	\$64,856,881	\$75,640,883	\$78,879,285	\$85,048,615	\$84,063,422	\$83,716,732	\$81,608,368	\$82,842,187	\$ 96,464,371	\$ 130,374,468
Business-type activities										
Net invested in capital assets	\$ 6,189,147	\$ 5,775,640	\$ 7,436,201	\$ 7,264,343	\$ 7,533,403	\$ 7,080,071	\$ 6,760,140	\$ 5,623,230	\$ 6,303,231	\$ 5,987,080
Unrestricted	591,688	1,918,033	2,896,818	3,491,121	4,317,329	5,323,063	6,722,583	2,673,249	2,273,623	2,433,901
Total business-type activities net position	\$ 6,780,835	\$ 7,693,673	\$10,333,019	\$10,755,464	\$11,850,732	\$12,403,134	\$13,482,723	\$ 8,296,479	\$ 8,576,854	\$ 8,420,981
Primary government										
Net invested in capital assets	\$37,344,271	\$35,987,375	\$44,989,689	\$45,244,772	\$43,106,073	\$47,390,563	\$52,619,817	\$55,168,171	\$ 69,729,152	\$ 81,399,028
Restricted	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,859,413	1,907,503	1,216,495	1,453,217
Unrestricted	32,616,216	45,669,952	42,545,386	48,882,078	51,130,852	47,052,074	40,611,861	34,062,992	34,095,578	55,943,204
Total primary government net position	\$71,637,716	\$83,334,556	\$89,212,304	\$95,804,079	\$95,914,154	\$96,119,866	\$95,091,091	\$91,138,666	\$ 105,041,225	\$ 138,795,449

**South Metro/Cunningham Fire Rescue Authority**  
**Changes in Net Position**  
**Last Ten Fiscal Years**

Expenses	Fiscal Year										
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental activities:						Restated				Restated	Restated
Field operations	\$ 39,409,243	\$ 39,277,194	\$ 38,610,659	\$ 38,124,220	\$ 38,306,121	\$ 42,244,360	\$ 37,210,868	\$ 38,237,300	\$ 47,931,085	\$ 66,461,430	\$ 90,702,140
Preparedness	-	-	-	-	-	-	4,295,777	4,149,473	4,916,478	4,948,552	5,418,083
Intra-governmental-fleet service	341,979	322,736	286,688	-	-	-	-	-	-	-	-
Fleet services	-	-	-	3,348,158	3,363,994	3,844,680	3,753,049	4,125,614	(17,610)	4,204,713	4,730,087
Support services	9,313,907	9,260,627	8,352,836	10,443,672	9,049,321	10,057,504	12,200,292	9,750,459	8,892,556	4,801,175	9,971,802
Fire Marshal	3,768,763	3,549,175	3,006,924	3,023,428	3,080,050	3,383,915	2,430,675	2,699,413	2,862,739	3,182,917	4,842,321
Metcom/Technical Services	-	-	-	-	-	-	-	6,654,643	5,228,438	8,563,772	14,042,210
Capital lease interest	368,258	264,187	230,552	171,682	3,464	-	-	-	-	-	-
Total governmental activities expenses	\$ 53,202,150	\$ 52,673,919	\$ 50,487,659	\$ 55,111,160	\$ 53,802,950	\$ 59,530,459	\$ 59,890,661	\$ 65,616,902	\$ 69,813,686	\$ 92,162,559	\$ 129,706,643
Business-type activities:											
Building rental	\$ 1,324,113	\$ 1,327,309	\$ 1,316,922	\$ 1,100,047	\$ 1,047,679	\$ 1,096,244	\$ 1,087,384	\$ 864,682	\$ 858,801	\$ 589,904	\$ 988,600
Ambulance transports*	3,422,257	3,355,837	3,079,904	3,267,603	3,607,107	3,798,215	3,960,029	3,776,570	3,125,249	-	-
Total business-type activities expenses	\$ 4,746,370	\$ 4,683,146	\$ 4,396,826	\$ 4,367,650	\$ 4,654,786	\$ 4,894,459	\$ 5,047,413	\$ 4,641,252	\$ 3,984,050	\$ 589,904	\$ 988,600
Total primary government expenses	\$ 57,948,520	\$ 57,357,065	\$ 54,884,485	\$ 59,478,810	\$ 58,457,736	\$ 64,424,918	\$ 64,938,074	\$ 70,258,154	\$ 73,797,736	\$ 92,752,463	\$ 130,695,243
<b>Program Revenues</b>											
Governmental activities:											
Field operations	\$ 430,040	\$ 550,481	\$ 920,800	\$ 1,289,828	\$ 947,793	\$ 723,404	\$ 647,132	\$ 544,856	\$ 848,205	\$ 7,264,272	\$ 12,906,023
Preparedness	-	-	-	-	-	-	79,679	170,598	274,106	287,876	356,956
Intra-governmental-fleet service	318,218	323,802	286,830	-	-	-	-	-	-	-	-
Fleet services	-	-	-	353,504	356,838	368,251	353,961	206,799	277,495	57,544	124,353
Support services	325,587	396,431	330,726	260,562	458,987	395,342	374,188	486,472	229,673	151,090	588,353
Fire Marshal	514,329	726,448	805,376	907,462	1,159,437	1,334,826	1,477,511	1,701,879	1,803,896	1,680,971	2,587,981
Metcom/Technical service	-	-	-	-	-	-	-	213,426	440,511	1,221,460	198,511
Total governmental activities program revenues	\$ 1,588,174	\$ 1,997,162	\$ 2,343,732	\$ 2,811,356	\$ 2,923,055	\$ 2,821,823	\$ 2,932,471	\$ 3,324,030	\$ 3,873,886	\$ 10,663,213	\$ 16,762,177
Business-type activities:											
Building rental	\$ 1,466,148	\$ 1,220,768	\$ 864,252	\$ 2,944,299	\$ 1,283,913	\$ 1,561,458	\$ 1,450,494	\$ 1,447,718	\$ 1,287,984	\$ 820,434	\$ 781,682
Ambulance transports*	3,120,743	3,200,636	3,740,998	4,021,685	4,075,906	4,034,584	4,034,916	4,210,217	4,575,987	-	-
Total business-type activities program revenues	\$ 4,586,891	\$ 4,421,404	\$ 4,605,250	\$ 6,965,984	\$ 5,359,819	\$ 5,596,042	\$ 5,485,410	\$ 5,657,935	\$ 5,863,971	\$ 820,434	\$ 781,682
Total primary government program revenues	\$ 6,175,065	\$ 6,418,566	\$ 6,948,982	\$ 9,777,340	\$ 8,282,874	\$ 8,417,865	\$ 8,417,881	\$ 8,981,965	\$ 9,737,857	\$ 11,483,647	\$ 17,543,859
<b>Net (Expense)/Revenue</b>											
Governmental activities	\$ (51,613,976)	\$ (50,676,757)	\$ (48,143,927)	\$ (52,299,804)	\$ (50,879,895)	\$ (56,708,636)	\$ (56,958,190)	\$ (62,292,872)	\$ (65,939,800)	\$ (81,499,346)	\$ (112,944,466)
Business-type activities	(159,479)	(261,742)	208,424	2,598,334	705,033	701,583	437,997	1,016,683	1,879,921	230,530	(206,918)
Total primary government net expense	\$ (51,773,455)	\$ (50,938,499)	\$ (47,935,503)	\$ (49,701,470)	\$ (50,174,862)	\$ (56,007,053)	\$ (56,520,193)	\$ (61,276,189)	\$ (64,059,879)	\$ (81,268,816)	\$ (113,151,384)
<b>General Revenues</b>											
Governmental activities:											
Property tax	\$ 52,535,639	\$ 55,250,494	\$ 55,617,290	\$ 50,955,181	\$ 51,005,289	\$ 51,354,176	\$ 51,684,596	\$ 53,737,956	\$ 54,069,865	\$ 71,775,702	\$ 97,206,003
Specific ownership tax	3,859,914	3,751,846	3,618,371	3,697,554	3,964,219	4,197,425	4,485,684	4,542,980	5,263,971	6,208,669	8,665,297
Contacted services	-	-	-	-	-	-	-	-	-	-	9,092,902
Investment earnings	306,909	302,629	199,716	301,132	125,608	254,646	315,995	556,239	381,539	897,067	1,956,095
Gain (loss) on sale of assets	-	62,617	-	2,000	876,929	(821,111)	85,914	47,236	71,745	1,392,020	162,271
Miscellaneous income	890,344	13,189	176,966	194,006	1,077,180	693,545	39,311	1,748,472	272,568	417,764	246,364
Transfers	32,846	-	(684,414)	-	(380,472)	-	-	-	7,164,540	-	-
Total governmental activities	\$ 57,625,652	\$ 59,380,775	\$ 58,927,929	\$ 55,149,873	\$ 57,049,225	\$ 55,298,209	\$ 56,611,500	\$ 60,632,883	\$ 67,224,228	\$ 80,691,222	\$ 117,328,932
Business-type activities:											
Miscellaneous income	\$ 19,118	\$ -	\$ 20,000	\$ 41,012	\$ 163,481	\$ 12,435	\$ 113,212	\$ 55,257	\$ 4,528	\$ -	\$ -
Investment earnings	-	-	-	-	-	778	1,193	7,649	93,847	49,845	51,045
Sale of assets	-	-	-	-	40,698	-	-	-	-	-	-
Transfers	32,846	-	684,414	-	-	380,472	-	-	(7,164,540)	-	-
Total business-type activities	\$ 51,964	\$ -	\$ 704,414	\$ 41,012	\$ 204,179	\$ 393,685	\$ 114,405	\$ 62,906	\$ (7,066,165)	\$ 49,845	\$ 51,045
Total primary government	\$ 57,677,616	\$ 59,380,775	\$ 59,632,343	\$ 55,190,885	\$ 57,253,404	\$ 55,691,894	\$ 56,725,905	\$ 60,695,789	\$ 60,158,063	\$ 80,741,067	\$ 117,379,977
<b>Change in Net Position</b>											
Governmental activities	\$ 6,011,676	\$ 8,704,018	\$ 10,784,002	\$ 2,850,069	\$ 6,169,330	\$ (1,410,427)	\$ (346,690)	\$ (1,659,989)	\$ 1,284,428	\$ (808,124)	\$ 4,384,466
Business-type activities	(107,515)	(261,742)	912,838	2,639,346	909,212	1,095,268	552,402	1,079,589	(5,186,244)	280,375	(155,873)
Total primary government	\$ 5,904,161	\$ 8,442,276	\$ 11,696,840	\$ 5,489,415	\$ 7,078,542	\$ (315,159)	\$ 205,712	\$ (580,400)	\$ (3,901,816)	\$ (527,749)	\$ 4,228,593

\* The South Metro Ambulance Transports Fund was dissolved in 2017. Starting in 2018, ambulance transport data is included with the General Fund.

**South Metro/Cunningham Fire Rescue Authority**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund					Restated				Restated	Restated
Non-spendable	\$ 651,756	\$ 672,803	\$ 283,797	\$ 207,902	\$ 289,979	\$ 248,845	\$ 1,421,568	\$ 2,996,772	\$ 2,825,564	\$ 3,273,634
Restricted	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,677,229	1,855,245	1,907,503	358,245	832,863
Unassigned	24,990,598	34,783,950	22,720,736	29,781,644	32,725,239	34,078,639	33,265,913	34,738,963	33,822,836	47,181,196
Total general fund	<u>\$ 27,319,583</u>	<u>\$ 37,133,982</u>	<u>\$ 24,681,762</u>	<u>\$ 31,666,775</u>	<u>\$ 34,692,447</u>	<u>\$ 36,004,713</u>	<u>\$ 36,542,726</u>	<u>\$ 39,643,238</u>	<u>\$ 37,006,645</u>	<u>\$ 51,287,693</u>
All Other Governmental Funds										
Non-spendable	—	—	218,684	—	—	—	—	—	—	—
Restricted: Cherry Hills Property Tax Fund	—	—	—	—	425,234	443,110	448,375	498,984	558,250	620,354
Assigned, reported in:										
Capital project funds	8,743,022	10,694,278	19,808,047	18,982,476	18,986,209	12,434,339	5,351,715	30,165	—	—
Special revenue funds:										
Parker Fire Protection District Fund	150,000	132,706	149,508	149,958	149,958	149,945	—	—	—	—
SMFR Fund	150,000	132,793	149,584	149,949	149,949	150,006	—	—	150,000	—
CFPD Fund	—	—	—	—	—	—	—	—	150,000	—
Total all other governmental funds	<u>\$ 9,043,022</u>	<u>\$ 10,959,777</u>	<u>\$ 20,325,823</u>	<u>\$ 19,282,383</u>	<u>\$ 19,711,350</u>	<u>\$ 13,177,400</u>	<u>\$ 5,800,090</u>	<u>\$ 529,149</u>	<u>\$ 858,250</u>	<u>\$ 620,354</u>

**South Metro/Cunningham Fire Rescue Authority**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2010	2011	2012	2013	2014 Restated	2015	2016	2017	2018 Restated	2019 Restated
<b>Revenues</b>										
Property taxes	\$ 55,250,495	\$ 55,617,290	\$ 50,955,181	\$ 51,005,289	\$ 51,354,176	\$ 51,684,596	\$ 53,737,957	\$ 54,069,865	\$ 71,775,702	\$ 97,206,003
Specific ownership taxes	3,751,846	3,618,371	3,697,554	3,964,220	4,197,425	4,485,684	4,542,980	5,263,971	6,208,669	8,665,297
Net investment earnings	302,627	199,714	301,131	125,609	254,646	315,995	556,239	381,539	897,067	1,956,095
Charges for service - transports*	-	-	-	-	-	-	-	-	6,089,477	9,980,440
Charges for service - plan review	-	-	-	-	-	-	-	-	1,637,111	2,535,506
Contracted services	-	-	-	-	-	-	-	-	-	9,092,902
Medicaid supplemental fee	-	-	-	-	-	-	-	-	-	2,345,340
Dispatch fees**	-	-	-	-	-	-	-	-	1,035,219	106,494
Deployment reimbursements**	-	-	-	-	-	-	-	-	1,082,535	1,184,460
Rental income	191,661	201,124	197,761	198,708	247,862	203,673	217,357	155,553	151,091	173,195
Gain (loss) on sale of assets	62,617	11,125	2,000	82,755	3,704,112	164,852	47,236	71,745	1,392,020	162,270
Other	1,490,288	1,947,989	2,807,601	3,801,528	3,267,508	2,768,108	3,126,271	3,990,901	1,085,546	683,108
<b>Total Revenues</b>	<b>61,049,534</b>	<b>61,595,613</b>	<b>57,961,228</b>	<b>59,178,109</b>	<b>63,025,729</b>	<b>59,622,908</b>	<b>62,228,040</b>	<b>63,933,574</b>	<b>91,354,437</b>	<b>134,091,110</b>
<b>Expenditures</b>										
<b>Public Safety</b>										
Administration	4,823,890	4,478,882	4,343,370	4,417,199	4,754,912	6,460,264	6,837,944	7,371,454	9,522,631	12,533,167
Field operations	36,019,376	35,264,583	37,687,188	38,044,547	40,218,314	37,132,243	38,150,318	41,677,165	60,006,147	85,370,644
Preparedness	—	—	—	—	—	4,250,316	4,115,740	4,937,445	4,959,920	5,330,881
Community safety services	3,553,243	3,011,330	3,004,002	3,072,077	3,369,134	2,484,518	2,698,514	2,889,075	3,164,295	4,736,858
Technology	1,697,055	1,590,990	1,673,354	1,684,270	2,392,347	3,169,623	6,249,759	5,785,745	8,319,336	10,090,697
Fleet maintenance	1,915,986	1,967,017	2,216,122	2,393,930	2,831,042	2,484,845	2,641,530	2,284,781	2,965,746	3,459,296
Building and grounds maintenance	1,604,474	1,208,652	3,366,314	1,799,461	1,823,027	1,589,541	1,652,585	1,690,030	1,774,050	2,011,801
<b>Debt Service</b>										
Principal	1,049,180	974,135	4,038,731	86,305	46,093	—	—	—	—	—
Interest	277,435	237,037	190,200	5,344	1,885	—	—	—	—	—
Capital outlay	1,092,818	447,419	5,207,962	1,733,403	4,179,098	7,273,541	7,764,767	5,576,244	9,539,066	3,101,567
<b>Total expenditures</b>	<b>52,033,457</b>	<b>49,180,045</b>	<b>61,727,243</b>	<b>53,236,536</b>	<b>59,615,852</b>	<b>64,844,891</b>	<b>70,111,157</b>	<b>72,211,939</b>	<b>100,251,191</b>	<b>126,634,911</b>
Excess of revenue over (under) expenditures	\$9,016,077	\$12,415,568	-\$3,766,015	\$5,941,573	\$3,409,877	\$(5,221,983)	\$(7,883,117)	\$(8,278,365)	\$(8,896,754)	\$7,456,199
<b>Other Financing Sources (Uses)</b>										
Transfer from other funds	60,084,743	60,472,497	67,532,954	54,228,710	58,286,717	55,182,986	1,445,577	6,107,936	88,794,752	106,889,940
Transfer (to) other funds	-60,084,743	-61,156,911	-67,532,954	-54,228,710	-58,667,189	-55,182,986	-401,757	—	(88,794,752)	(106,889,940)
<b>Total other financing sources (uses)</b>	<b>—</b>	<b>(684,414)</b>	<b>—</b>	<b>—</b>	<b>(380,472)</b>	<b>—</b>	<b>1,043,820</b>	<b>6,107,936</b>	<b>—</b>	<b>—</b>
<b>Net change in fund balances</b>	<b>\$9,016,077</b>	<b>\$11,731,154</b>	<b>\$(3,766,015)</b>	<b>\$5,941,573</b>	<b>\$3,029,405</b>	<b>\$(5,221,983)</b>	<b>\$(6,839,297)</b>	<b>\$(2,170,429)</b>	<b>\$(8,896,754)</b>	<b>\$7,456,199</b>
Debt service as a percentage of noncapital expenditures	2.7 %	2.5 %	8.1 %	0.2 %	0.1 %	—%	—%	—%	—%	—%

\*Starting in 2018, ambulance transport revenue is included with the General Fund revenues.

\*\*Prior to 2018, these revenues were included with Other General Fund revenues.

**South Metro/Cunningham Fire Rescue Authority**  
**Tax Revenues by Source, Governmental Funds Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Property Tax</b>	<b>Specific Ownership Tax</b>	<b>Total</b>
2009	\$ 52,535,639	\$ 3,859,914	\$ 56,395,553
2010	55,250,495	3,751,846	59,002,341
2011	55,617,290	3,618,371	59,235,661
2012	50,955,181	3,697,554	54,652,735
2013	51,005,289	3,964,219	54,969,508
2014	51,354,176	4,197,425	55,551,601
2015	51,684,596	4,485,684	56,170,280
2016	53,737,957	4,542,980	58,280,937
2017	54,069,865	5,263,971	59,333,836
2018	71,775,702	6,208,669	77,984,371
2019	97,206,003	8,665,297	105,871,300

Source: Finance Division

**South Metro/Cunningham Fire Rescue Authority**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Real Assessed Value</b>	<b>Personal Assessed Value</b>	<b>Real Actual Value</b>	<b>Personal Actual Value</b>	<b>SMFR Mill Levy</b>	<b>Ratio of Total Assessed to Total Estimate Actual Value</b>	<b>Residential Property Assessment Ratio</b>
2009	4,542,103,830	338,727,850	36,119,905,996	1,166,209,597	9.25	13.09 %	7.96 %
2010	4,795,521,320	484,904,886	38,446,604,585	1,672,075,146	9.25	13.16 %	7.96 %
2011	4,327,704,590	326,572,570	34,906,657,128	1,126,103,040	9.25	12.92 %	7.96 %
2012	4,323,118,690	342,813,740	34,830,938,981	1,182,105,978	9.25	12.96 %	7.96 %
2013	4,367,442,344	377,636,430	35,498,753,463	1,302,186,194	9.25	12.89 %	7.96 %
2014	4,492,201,404	432,556,019	35,928,957,116	1,491,624,062	9.25	13.16 %	7.96 %
2015*	4,850,713,475	544,797,418	40,930,196,129	1,886,348,738	9.25	12.60 %	7.96 %
2016	5,663,707,647	585,259,348	48,575,497,159	2,033,871,376	9.25	12.35 %	7.96 %
2017	5,719,186,598	609,450,211	49,293,495,859	2,101,534,429	9.25	12.31 %	7.96 %
2018**	6,959,830,755	609,646,295	64,769,394,048	2,102,342,901	9.25	11.32 %	7.96 %
2019	9,510,592,179	782,114,168	97,289,094,814	2,727,335,684	9.25	10.29 %	7.15 %

The commercial property assessment ratio is 29% for all years.

Note: The 2017 Real Assessed Value includes \$9,824,938 of Assessed Value (Unknown amount of Real Value) that is part of a TIF District Increment

\* 2015 and beyond includes Cherry Hills Fire Assessed and Actual values.

\*\*2018 and beyond includes Cunningham Fire Protection District Assessed and Actual values.

Source: Arapahoe, Douglas and Jefferson County Assessors

**South Metro/Cunningham Fire Rescue Authority**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**  
(per \$1,000 of assessed value)

<u>Government</u>	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Cunningham Fire Protection District*</b>	—	—	—	—	—	—	—	—	<b>14.6030</b>	<b>14.6030</b>
<b>Parker Fire Protection District</b>	<b>13.978</b>	<b>13.978</b>	<b>13.978</b>	<b>13.978</b>	<b>12.978</b>	<b>12.978</b>	—	—	—	—
<b>South Metro Fire Rescue</b>	<b>9.2500</b>	<b>9.2500</b>	<b>9.2500</b>	<b>9.2500</b>	<b>9.2500</b>	<b>9.2500</b>	<b>9.2500</b>	<b>9.2500</b>	<b>9.2500</b>	<b>9.2500</b>
<u>Cities and Towns</u>										
City of Aurora	10.5950	10.6530	10.2900	10.2900	8.8860	8.5690	8.6050	8.6050	8.6050	8.6050
City of Centennial	5.0770	5.1200	5.1290	5.0730	5.0150	5.0300	5.0260	2.0870	5.0030	5.0020
City of Lone Tree	—	—	—	—	—	—	—	—	—	—
Town of Foxfield	21.8650	23.2380	20.4000	20.4000	20.4000	20.4000	20.4000	20.4000	4.9820	4.9820
Town of Parker	2.6020	2.6020	2.6020	2.6020	2.6020	2.6020	2.6020	2.6020	2.6020	2.6020
<u>Counties</u>										
Arapahoe County	15.9490	17.3160	17.1500	17.1300	16.9500	14.8560	14.0390	14.0390	13.3010	11.6850
Douglas County	19.7740	19.7740	19.7740	19.7740	19.7740	19.7740	18.7740	24.2740	24.2740	23.7740
<u>School Districts</u>										
Cherry Creek School District #5	50.4970	54.3670	58.0370	57.4920	56.7020	49.7030	53.2320	49.6870	49.9950	46.9970
Douglas County School District	46.8900	48.7880	48.7270	48.2770	48.2770	42.4390	42.4390	41.0640	44.9500	43.8400
Littleton Public School	55.3890	57.5300	56.9350	56.9850	56.6010	53.4240	53.0300	53.0300	51.1660	56.9450
<u>Metropolitan Districts</u>										
Canteberry Crossing Metropolitan District #2	38.5000	38.5000	38.5000	38.5000	38.5000	38.5000	35.0000	35.0000	38.5000	33.0000
Chaparral Metropolitan District	11.2600	12.0230	13.1720	12.5400	13.5400	12.1500	12.1500	12.4500	14.6470	13.3970
Cherry Creek South Metropolitan Districts #1-11	20.1140	21.9140	21.9140	21.9140	—	—	—	12.5000	52.7750	40.5800
Columbia Metropolitan District	8.1960	8.1960	8.1960	8.1960	4.1960	3.7830	3.7810	3.7810	3.7600	3.0000
Concord Metropolitan District	35.0000	29.0000	29.0000	23.0000	23.0000	20.5000	16.5000	14.5000	11.0000	7.0000
Copperleaf Metropolitan District No. 2	60.0000	60.0000	64.0000	64.0000	64.0000	57.0000	57.0000	58.0160	57.1650	56.5690
Cottonwood Metropolitan District	8.8000	8.8000	8.8000	8.8000	8.8000	8.8000	8.8000	8.8000	8.8000	8.8000
East Arapahoe Metropolitan District	9.7920	9.7920	9.9720	9.7920	9.7920	9.7920	9.7920	9.7920	9.7920	9.7920
East Smoky Hill Metropolitan District #1	39.0000	42.0000	52.0000	52.0000	47.0000	35.5000	31.0000	29.5000	29.5000	25.5000
East Smoky Hill Metropolitan District #2	15.0000	16.5000	16.5000	16.5000	16.5000	16.5000	16.5000	16.5000	16.5000	16.5000
Goodman Metropolitan District	25.0000	28.0000	31.0000	31.0000	33.0000	33.0000	34.0000	27.2500	27.2500	27.2500
Highline Glen Metropolitan District	23.0000	23.0000	20.0000	20.0000	20.0000	20.0000	20.0000	8.0000	—	—
Inverness Metropolitan District	8.7000	8.7200	6.6500	6.3500	6.6500	6.5000	6.7500	6.0500	6.1500	6.1500
Lincoln Park Metropolitan District	50.0000	50.0000	55.0000	59.0000	52.0000	49.5000	49.5000	49.5000	51.5000	51.7100
Liverpool Metropolitan District	25.0000	28.2790	31.9730	28.2790	28.2790	28.2790	28.2790	28.2790	28.2790	28.2790
Meridian Metropolitan District	44.2390	37.9900	44.0000	46.0000	49.0000	50.6820	50.6820	49.9010	49.5100	51.1800
Parker Jordan Metropolitan District	24.0000	23.0000	23.0000	21.5000	21.0000	20.6330	20.6330	19.6330	19.6330	19.6330
Parker Properties Metropolitan District	15.0000	—	—	—	—	—	—	—	—	—
Piney Creek Metropolitan District	13.6560	13.6560	13.6560	13.6560	1.0860	—	—	—	—	—
Stonegate Village Metropolitan District	27.4020	28.9320	27.8030	27.8030	27.8030	25.7380	25.7380	25.7380	25.7380	25.7380
Tallgrass Metropolitan District	53.0000	56.0000	59.0000	60.4750	60.4750	54.0000	42.0000	44.0000	43.0000	36.0000
Tallgrass Metropolitan District Bonds Only	—	53.0000	56.0000	57.4750	57.4750	52.0000	45.0000	42.0000	41.0000	33.0000
Willow Trace Metropolitan District	37.5000	37.5000	37.5000	49.0000	49.0000	39.5000	39.5000	39.5000	39.5000	39.5000
<u>Other Special Districts</u>										
Arapahoe County Recreation District	0.8210	0.9190	0.9190	0.8830	0.8800	0.7740	0.7840	0.7840	0.7350	0.6690
Arapahoe Library District	4.8690	4.9810	4.9030	4.8610	4.7940	5.9160	5.9260	5.9260	5.8130	5.7990
Arapahoe Park & Recreation District	8.0000	8.0000	8.0000	8.0000	8.0000	6.8820	6.8820	6.5950	6.5330	6.1700
Arapahoe Water & Wastewater District	18.1500	22.4000	23.2500	23.2500	22.9500	19.3000	19.3000	18.2000	14.4000	12.5750
Cottonwood Water & Sanitation District	27.0000	27.0000	27.0000	27.0000	27.0000	23.0000	19.0000	16.0000	14.5000	14.0000
Denver Southeast Water & Sanitation District	—	—	—	—	—	—	—	—	—	—
Douglas County Library District	4.0340	4.0370	4.0680	4.0290	4.0320	4.0350	4.0350	4.0160	4.0080	4.0230
East Cherry Creek Valley Water & Sanitation District	5.0450	4.9990	5.0140	5.0080	4.9830	4.2200	—	7.5230	4.6440	4.0750
Inverness Water & Sanitation District	7.3000	7.3000	8.3500	7.8000	6.4500	6.1000	5.2300	4.7500	4.7500	4.7500
Parker Water and Sanitation District	14.9250	10.2140	9.7270	9.7270	9.7270	8.6520	8.6520	7.5000	9.5070	9.5070
Urban Drainage and Flood Control District	0.5230	0.5660	0.5990	0.6080	0.6320	0.5530	0.6110	0.6200	0.7260	0.9000
Urban Drainage and Flood Control District South Platte	0.0610	0.0530	0.0580	0.0640	0.0680	0.0580	0.0610	0.0570	0.0940	0.0970
<u>Authorities</u>										
Cherry Creek Basin Authority	0.4410	0.5000	0.5000	0.5000	0.5000	0.4490	0.4730	0.4730	0.4790	0.4510
Arapahoe County Law Enforcement Authority	4.9820	4.9820	4.9820	4.9820	4.9820	4.9820	4.9820	4.9820	4.9820	4.9820

Source: Various Entities and Arapahoe & Douglas County Assessors Offices.

\*South Metro Fire merged with Cunningham Fire Protection District in 2018.

**South Metro/Cunningham Fire Rescue Authority  
Principal Property Tax Payers  
Current Year and Year Authority was formed**

Taxpayer	2019			2009		
	Assessed Value	Rank	Per Cent of Total Assessed Value	Assessed Value	Rank	Per Cent of Total Assessed Value
Park Meadows Mall	85,666,890	1	0.69%	\$ 62,144,660	1	1.18 %
HCAHealthone LLC	85,007,280	2	0.69%	49,552,030	2	0.94 %
Catholic Health Initiatives	68,169,620	3	0.55%			
Portercare Adventist Health System	33,921,940	4	0.27%	18,329,450	7	0.35 %
Kaiser Foundation Hospitals	31,966,480	5	0.26%			
CS Lone Tree LLC	29,085,230	6	0.23%			
Plaza Drive Properties	21,662,120	7	0.17%			
Teachers Insurance and Annuity	20,604,480	8	0.17%			
VISA Technology & Operations LLC	19,717,980	9	0.16%			
VISA USA INC	16,824,440	10	0.14%			
Verizion Wireless				46,119,470	3	0.87 %
Greenwood Property Corp				30,450,000	4	0.58 %
Property Colorado OBJLYC				27,550,000	5	0.52 %
Qwest Corp				22,901,700	6	0.43%
Legacy III Centennial LLC				16,965,000	8	0.32 %
CSHV Denver Tech Center				15,080,000	9	0.29 %
5251 DTC Parkway				14,500,010	10	0.27 %
	\$ 412,626,460		3.33 %	\$ 303,592,320		5.75 %

Source: Douglas County Assessor's Office  
Arapahoe County Assessor's Office

Note: The Authority began operations in 2009.

**South Metro/Cunningham Fire Rescue Authority  
Property Tax Levies and Collections  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Total Tax Levy</b>	<b>Current Tax Collections</b>	<b>% of Current Taxes Collected</b>	<b>Delinquent Tax Collection</b>	<b>Total Tax Collections</b>	<b>Ratio of Total Tax to Total Tax Levy</b>	<b>Outstanding Delinquent Taxes</b>	<b>Ratio of Delinquent Taxes to Total Tax Levy</b>
2010	56,096,645	55,974,794	99.78 %	(723,951)	55,250,843	98.49 %	38,301	0.068 %
2011	57,566,618	56,523,150	98.19 %	(905,860)	55,617,290	96.61 %	55,115	0.096 %
2012	52,133,804	51,397,244	98.59 %	(442,063)	50,955,181	97.74 %	141,779	0.272 %
2013	51,790,046	51,289,058	99.03 %	(283,769)	51,005,289	98.48 %	32,664	0.063 %
2014	51,865,957	51,584,734	99.46 %	(230,558)	51,354,176	99.01 %	91,320	0.176 %
2015	51,944,348	51,898,770	99.91 %	(214,174)	51,684,596	99.50 %	125,705	0.242 %
2016	54,129,916	53,737,957	99.28 %	(13,654)	53,724,302	99.25 %	31,830	0.059 %
2017	54,235,662	54,128,981	99.80 %	(59,116)	54,069,865	99.69 %	335,944	0.619 %
2018	72,172,841	71,765,691	99.44 %	10,011	71,775,702	99.45 %	275,428	0.382 %
2019	97,531,612	97,206,003	99.67 %	(138,940)	97,067,063	99.52 %	657,420	0.674 %

Source: Parker Fire Protection District, South Metro Fire Rescue and starting in 2018, Cunningham Fire Protection District, Record of Levies and Collections.

Note: Net of tax credits and abatements.

**South Metro/Cunningham Fire Rescue Authority**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities			Business Type Certificates of Participation	Total Primary Government	Per Capita
	General Obligation Bonds	Capital Leases	Certificates of Participation			
2009	\$ —	\$ 971,576	\$ 5,222,750	\$ 2,812,250	\$ 9,006,576	\$ 45.49
2010	—	575,764	4,569,500	2,460,500	7,605,764	38.64
2011	—	284,129	3,887,000	2,093,000	6,264,129	32.16
2012	—	132,398	—	—	132,398	0.65
2013	—	46,093	—	—	46,093	0.23
2014	—	—	—	—	—	—
2015	—	—	—	—	—	—
2016	—	—	—	—	—	—
2017	—	—	—	—	—	—
2018	—	—	—	—	—	—
2019	—	—	—	—	—	—

Notes: Details regarding the Authority's outstanding debt can be found in the notes to the financial statements.

Source: Finance Division

**South Metro/Cunningham Fire Rescue Authority**  
**Direct and Overlapping Governmental Activities Debt**  
**As of December 31, 2019**

	<b>Net Debt Outstanding</b>	<b>Percentage Applicable to District*</b>	<b>Amount Applicable to District</b>
DIRECT:			
South Metro Fire Rescue	—	100 %	—
OVERLAPPING:			
Arapahoe Park and Rec	\$ 3,900,000	50 %	\$ 1,950,000
Arapahoe County Water and Wastewater PID	132,599,702	50 %	66,299,851
Cherry Creek Schools	576,880,000	85 %	490,348,000
Cherry Creek South Metro	750,000	100 %	750,000
Cherry Creek Vista Park & Rec District	2,100,000	50 %	1,050,000
Copperleaf Metropolitan District No. 2	36,605,000	35 %	12,811,750
Cottonwood Water and Sanitation	1,779,723	100 %	1,779,723
Country Homes Metro District	107,000	100 %	107,000
Douglas County School	283,874,153	50 %	141,937,077
Dove Valley Metropolitan District	38,585,000	100 %	38,585,000
Eagle Bend Metropolitan District	26,565,000	100 %	26,565,000
East Smoky Hill Metropolitan District No. 1	3,080,000	100 %	3,080,000
East Smoky Hill Metropolitan District No. 2	4,820,000	100 %	4,820,000
East Valley Metropolitan District	301,070	100 %	301,070
Estancia Metropolitan District	4,110,000	100 %	4,110,000
Fiddler's Business Improvement District	57,100,000	100 %	57,100,000
Foxfield Metropolitan District	—	100 %	—
Highline Glen Metropolitan District	—	100 %	—
Hills at Cherry Creek Metro District	1,405,000	100 %	1,405,000
Inverness Metropolitan District	1,850,000	100 %	1,850,000
Inverness Water and Sanitation	8,066,848	100 %	8,066,848
Lincoln Park Metropolitan District	30,830,000	100 %	30,830,000
Littleton School District	416,751,196	5 %	20,837,560
Liverpool Metropolitan District	—	100 %	-
Meridian Metropolitan District	76,990,000	100 %	76,990,000
North Meridian Metropolitan District	7,235,435	100 %	7,235,435
Panorama Metropolitan District	2,845,000	100 %	2,845,000
Parker Water & Sanitation District	206,258,050	100 %	206,258,050
Piney Creek Village Metropolitan District	5,160,000	14 %	722,400
Saddle Rock Metropolitan District	7,360,000	100 %	7,360,000
Saddle Rock South Metro Districts	12,820,000	100 %	12,820,000
South Meridian Metropolitan District	4,365,000	100 %	4,365,000
South Suburban Parks and Recreation District	40,285,000	20 %	8,057,000
Sundance Hill Metropolitan District	110,000	100 %	110,000
Southeast Public Improvement	2,535,000	100 %	2,535,000
Stonegate Village Metropolitan District	41,930,000	100 %	41,930,000
Tallgrass Metropolitan District	14,870,000	100 %	14,870,000
Tallyn's Reach Metropolitan Districts	45,849,366	25 %	11,462,342
Town of Foxfield	—	100 %	—
Valley Club Pointe Metro District	5,550,000	100 %	5,550,000
Willow Trace Metropolitan District	7,785,000	100 %	7,785,000
Total Overlapping Debt	<u>\$ 2,114,007,543</u>		<u>\$ 1,325,479,105</u>
Total Direct & Overlapping Debt			<u>\$ 1,325,479,105</u>

(continued)

**South Metro/Cunningham Fire Rescue Authority**  
**Direct and Overlapping Governmental Activities Debt**  
**As of December 31, 2018**  
**(Continued)**

Source: South Metro/Cunningham Fire Rescue Authority Finance  
Various entities provided outstanding debt information  
Assessed value data used to estimate the applicable percentages provided by the Assessor's offices of Douglas and Arapahoe Counties

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Authority. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of South Metro/Cunningham Fire Rescue Authority. This process recognizes that, when considering the Authority's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident - and therefore responsible for repaying the debt - of each overlapping government.

\* For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the Authority's boundaries and dividing it by each unit's total taxable assessed value.

**South Metro/Cunningham Fire Rescue Authority**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**

	Fiscal Year				
	2010	2011	2012	2013	2014
Total Assessed Value	\$ 5,279,058,045	\$ 5,280,486,537	\$ 4,711,414,729	\$ 4,723,283,371	\$ 4,920,392,972
Debt Limit - 50% of total assessed value (1)	2,639,529,023	2,640,243,269	2,355,707,365	2,361,641,686	2,460,196,486
Amount of debt applicable to debt limit	-	-	-	-	-
Less amount available for debt service	-	-	-	-	-
Net amount of debt applicable to debt limit	-	-	-	-	-
Legal debt margin	<u>\$ 2,639,529,023</u>	<u>\$ 2,640,243,269</u>	<u>\$ 2,355,707,365</u>	<u>\$ 2,361,641,686</u>	<u>\$ 2,460,196,486</u>

	Fiscal Year				
	2015	2016	2017	2018	2019
Total Assessed Value	\$ 4,971,618,704	\$ 5,760,702,401	\$ 5,837,254,988	\$ 7,823,668,573	\$ 12,387,082,905
Debt Limit - 50% of total assessed value (1)	2,485,809,352	2,880,351,201	2,918,627,494	3,911,834,287	6,193,541,453
Amount of debt applicable to debt limit	-	-	-	-	-
Less amount available for debt service	-	-	-	-	-
Net amount of debt applicable to debt limit	-	-	-	-	-
Legal debt margin	<u>\$ 2,485,809,352</u>	<u>\$ 2,880,351,201</u>	<u>\$ 2,918,627,494</u>	<u>\$ 3,911,834,287</u>	<u>\$ 6,193,541,453</u>

Source: Douglas and Arapahoe County Assessors' Offices and South Metro/Cunningham Fire Rescue Authority Finance Department.

(1) Colorado Revised Statutes.

**South Metro/Cunningham Fire Rescue Authority  
Demographic and Economic Statistics  
Last Ten Fiscal Years (Douglas County)**

<b>Fiscal Year</b>	<b>Population</b>	<b>Per Capita Income (1)</b>	<b>Median Age</b>	<b>Education Level (2)</b>	<b>School Enrollment (3)</b>	<b>Unemployment Rate</b>
2010	286,977	\$ 53,591	36.6	58.0 %	61,465	7.00 %
2011	292,513	\$ 56,623	33.6	NA	63,114	6.10 %
2012	298,698	\$ 60,575	36.6	54.6 %	63,934	6.20 %
2013	306,232	\$ 62,493	36.6	54.6 %	66,000	5.60 %
2014	314,574	\$ 66,088	36.5	55.8 %	67,000	3.40 %
2015	321,964	\$ 67,576	38.5	61.0 %	66,702	2.70 %
2016	328,088	\$ 68,560	36.6	61.0 %	67,000	2.20 %
2017	335,668	\$ 71,208	36.0	57.5 %	68,000	2.50 %
2018	342,776	\$ 73,662	38.9	58.0 %	68,880	3.40 %
2019	362,954	N/A	39.8	58.4 %	67,591	2.00 %

(1) Douglas County Census, not seasonally adjusted. Current year data is not yet available.

(2) Percentage of population that has attained a Bachelor's Degree or higher.

(3) Douglas County School District

Sources: Federal Reserve Bank of St. Louis, Colorado Division of Local Government Demographics, Douglas County Schools Web Page and U.S Census Bureau- Douglas County

**South Metro/Cunningham Fire Rescue Authority  
Demographic and Economic Statistics  
Last Ten Fiscal Years (Arapahoe County)**

<b>Fiscal Year</b>	<b>Population</b>	<b>Per Capita Income (1)</b>	<b>Median Age</b>	<b>Education Level (2)</b>	<b>School Enrollment (3)</b>	<b>Unemployment Rate</b>
2010	574,762	\$ 40,816	36.6	58.0 %	52,166	8.60 %
2011	585,844	\$ 46,707	36.0	37.5 %	52,589	7.70 %
2012	596,343	\$ 48,431	36.0	38.3 %	53,272	7.20 %
2013	608,209	\$ 49,731	36.0	38.5 %	52,681	7.40 %
2014	618,798	\$ 53,297	35.0	38.8 %	54,226	4.10 %
2015	630,637	\$ 54,476	36.7	39.0 %	54,449	3.20 %
2016	638,571	\$ 55,116	36.1	39.0 %	54,695	2.60 %
2017	644,132	\$ 56,642	35.0	40.7 %	54,178	2.80 %
2018	651,215	\$ 60,180	37.1	41.6 %	54,852	3.80 %
2019	792,944	N/A	37.4	42.2 %	55,839	2.30 %

(1) Arapahoe County Census, not seasonally adjusted. Current year data is not yet available.

(2) Percentage of population that has attained a Bachelor's Degree or higher.

(3) Cherry Creek School District

Sources: Federal Reserve Bank of St. Louis, Colorado Division of Local Government Demographics, Cherry Creek Schools Web Page, and U.S Census Bureau- Arapahoe County

**South Metro/Cunningham Fire Rescue Authority  
Principal Employers  
December 31, 2019**

	<b>2019</b>		<b>2009</b>	
	<b>Employees</b>	<b>Rank</b>	<b>Employees</b>	<b>Rank</b>
Comcast Corporation	5,230	1		
HealthONE	5,160	2		
Charles Schwab	4,400	3		
Centura Health Corporation	4,320	4		
Charter Communications	3,390	5		
CenturyLink	3,070	6		
DISH Network	2,750	7	6,500	1
Great-West Financial	2,660	8	1,900	4
Raytheon Company	2,410	9		
Kaiser Permanente	2,210	10		
Western Union Fincl Svcs Inc			3,200	2
TW Telecom LP			2,400	3
Fascore Institutional Services			1,541	5
CH2M Hill			1,500	6
Campus Middle School Unit			1,500	7
Richfield Hospitality Inc			1,000	8
Xanterra Holding Corp			1,000	9
Starz Entertainment			1,000	10
	<u>35,600</u>		<u>21,541</u>	

Source: Metro Denver Economic Development Corporation (Arapahoe & Douglas Counties)

Data related to all employers within the Authority is unavailable; cannot calculate percentage of employees

**South Metro/Cunningham Fire Rescue Authority**  
**Full-time Equivalent Authority Government Employees by Function/Program**  
**Last Ten Fiscal Years**

<b>Function/Program</b>	<b>Full-time Equivalent Employees</b>									
	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
Field Operations	287.50	280.75	290.75	283.50	288.22	279.00	301.75	332.00	401.00	651.00
Administration	23.90	23.05	21.20	19.50	19.80	31.50	34.00	35.00	71.00	77.00
Community Safety Services	30.78	27.18	25.68	24.00	17.00	19.00	23.00	28.00	34.00	28.00
Fleet Services	12.15	12.00	11.00	11.00	11.00	10.00	10.00	12.00	14.00	13.00
Ambulance *	18.38	18.54	19.43	20.43	19.43	18.68	22.00	-	-	-
<b>Total FTE</b>	<b>372.71</b>	<b>361.52</b>	<b>368.06</b>	<b>358.43</b>	<b>355.45</b>	<b>358.18</b>	<b>390.75</b>	<b>407.00</b>	<b>520.00</b>	<b>769.00</b>

Source: South Metro/Cunningham Fire Rescue Authority - Finance Department

\* Ambulance FTE's are captured in the Field Operations line from 2017 forward

**South Metro/Cunningham Fire Rescue Authority  
Operating Indicators by Function/Program  
Last Ten Fiscal Years**

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Field Operations (in &amp; out of district)</b>										
Fire Calls	390	371	352	381	312	382	443	458	587	713
Emergency Medical Calls	7,820	8,729	10,131	10,457	11,322	11,458	11,552	12,139	16,375	27,810
Alarms	2,059	2,401	2,272	2,452	2,451	2,325	2,187	2,179	2,837	4,355
Others	3,615	4,257	4,259	4,514	1,873	1,766	1,751	1,442	2,324	3,079
Number of hours of firefighter training	25,351	20,261	45,311	58,910	56,914	65,664	80,035	52,472	51,545	81,256
Hours of officer trainings	3,105	3,731	8,750	8,954	7,443	7,222	5,770	3,761	2,403	3,336
Hours of driver/operator trainings	5,579	2,507	4,471	2,540	681	4,416	3,698	2,035	3,698	12,258
<b>Support Services</b>										
Square footage of building maintained	338,322	338,322	349,091	349,091	320,084	320,084	320,084	320,084	387,846	452,385
<b>Life Safety Bureau &amp; Preparedness</b>										
Fire Investigations	200	305	267	281	301	286	330	310	474	600
Plan Reviews	2,994	3,527	3,662	4,400	4,872	4,877	3,517	4,189	5,879	6,215
Construction Inspections	-	-	4,973	5,703	7,038	6,772	3,799	5,568	6,502	6,183
Business Inspections	4,568	5,023	5,548	4,218	3,932	2,916	-	3,158	4,308	4,324
South Metro Safety Foundation Classes	71	83	91	101	92	91	122	163	165	287
Car seat checks	460	417	397	502	386	269	366	326	309	432
Apparatus/Crew resident attended	26,000	35,348	25,143	-	26,270	-	-	-	-	-
Prevention staff community/school students	31,000	-	11,324	13,256	30,857	-	-	9,847	37,748	44,641
Youth firesetter intervention	27	28	34	8	21	16	-	46	21	22
<b>Fleet Services</b>										
Total number of warranty repairs	70	46	28	68	37	62	28	13	44	12
Total billable shop labor hours	10,733	12,936	10,393	9,698	9,575	8,574	8,843	9,865	9,939	11,185
Shop productivity rate	83.5 %	82.5 %	80.3 %	75.0 %	74.0 %	71.4 %	83.5 %	85.5 %	84.56 %	90.2 %
Total number of repairs	4,911	3,877	3,273	2,984	2,854	2,501	2,911	3,198	3,153	3,868
<b>Ambulance</b>										
EMS Transports (in district only)	5,789	6,173	6,852	7,089	7,347	7,430	6,226	7,350	9,748	18,590
% of Transports to Castle Rock Adventist	-	-	-	-	-	-	-	-	1.16%	0.57%
% of Transports to Centennial Health	-	-	-	-	-	-	-	-	0.78%	0.77%
% of Transports to Childrens Hospital	-	-	-	-	-	-	-	-	1.06%	1.91%
% of Transports to Littleton Hospital	14.80 %	15.34 %	16.76 %	15.93 %	13.03 %	10.42 %	5.00 %	5.05 %	2.42%	30.48%
% of Transports to Medical Center of Aurora	-	-	-	-	-	-	-	-	11.27%	5.96%
% of Transports to Parker Adventist Hospital	29.53 %	29.18 %	28.75 %	27.78 %	27.85 %	30.86 %	34.00 %	36.65 %	33.78%	17.86%
% of Transports to Porter Adventist Hospital	1.70 %	1.46 %	1.07 %	1.58 %	1.18 %	1.20 %	1.00 %	1.05 %	0.97%	0.59%
% of Transports to Rose Medical Center	-	-	-	-	-	-	-	-	0.41%	0.32%
% of Transports to Skyridge Medical Center	39.43 %	39.67 %	39.25 %	41.02 %	43.42 %	43.42 %	47.00 %	52.73 %	40.88%	29.37%
% of Transports to Southlands Medical	-	-	-	-	-	-	-	-	1.14%	0.65%
% of Transport to Swedish Medical Center	11.78 %	12.30 %	11.10 %	10.07 %	9.21 %	7.50 %	7.00 %	5.81 %	3.81%	6.79%
% of Transport to UC Health	-	-	-	-	-	-	-	-	-	4.21%
% of Transports to University Hospital	-	-	-	-	-	-	-	-	1.42%	0.21%
% of Transports to All Others	-	-	-	-	-	-	-	-	0.90%	0.32%
Collection Rate	62.84 %	57.91 %	54.90 %	53.94 %	54.14 %	55.73 %	52.71 %	51.99 %	72.00%	76.00%

Source: South Metro/Cunningham Fire Rescue Authority various departments

**South Metro/Cunningham Fire Rescue Authority  
Capital Asset Statistics by Function/Program  
Last Ten Fiscal Years**

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Field Operations										
Fire Stations	17	17	17	17	17	17	17	17	20	29
Communication towers	2	2	4	4	4	4	4	4	4	4
Training Facility	1	1	1	1	1	1	1	1	1	1
Driving facility	1	1	1	1	1	1	1	1	1	1
Pumpers	18	18	18	19	19	19	18	23	33	32
Tenders	5	5	5	6	6	6	6	6	8	6
Quints	2	2	2	2	1	1	1	-	-	-
Squirts	2	2	2	-	-	-	-	-	2	-
Aerials	5	5	5	6	5	5	7	7	9	9
ARFF vehicles	3	3	3	2	2	2	3	3	3	3
Chief/Staff vehicles	15	15	15	15	15	15	15	16	20	66
BC Vehicles	6	6	6	6	6	6	9	8	14	13
Wildland vehicles	12	12	12	12	12	12	18	19	23	23
Hazmat vehicles	1	1	1	2	2	2	2	2	3	3
Utility vehicle	1	1	1	1	1	1	1	1	1	-
Snow Cat	1	1	1	1	1	1	1	1	1	1
Dive Unit	-	-	1	1	1	1	1	1	2	2
Heavy Rescue	2	2	2	2	1	1	3	2	7	4
Tow Vehicles	2	2	2	2	2	2	2	2	2	1
Command vehicle	1	1	1	1	1	1	1	1	1	1
Plow/Ladder testing truck	1	1	1	1	1	1	1	1	4	2
Trailers	5	5	5	5	15	15	15	20	27	28
Support Services										
Headquarters buildings	2	2	2	2	1	1	1	1	1	1
Pool vehicles	2	2	1	-	1	1	1	1	1	-
Chief/Staff vehicles	5	5	5	5	5	5	5	20	22	19
Storage locations	2	2	2	2	1	1	1	2	2	2
Fire Marshal										
Pool vehicles	31	31	31	4	2	2	2	1	1	3
Assigned vehicles	-	-	-	21	22	22	22	22	25	25
Fleet Services										
Repair shop	1	1	1	1	1	1	1	1	1	1
Repair vehicles	2	2	2	2	2	2	2	3	2	2
Parts vehicles	-	3	3	3	3	3	3	1	1	1
Pool vehicles	7	7	7	11	7	7	7	5	2	2
IMT Vehicle	1	1	1	1	1	1	1	1	3	0
Lift	1	1	1	2	2	2	2	1	9	13
Overhead crane	-	-	-	1	1	1	1	1	1	1
Ambulance										
Medic units	17	17	17	17	17	17	18	22	27	25
ARM vehicle	-	-	-	1	1	1	1	1	1	1

Source: South Metro/Cunningham Fire Rescue Authority various departments

Note: One station in development stages.