
Town of Silt, Colorado
Financial Statements and
Independent Auditor's Report
as of
December 31, 2019

Town of Silt
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Honorable Mayor and Town Council
Town of Silt, 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 Town of Silt, Colorado, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Silt, Colorado, 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, schedule of changes in net pension asset, schedule of contributions to pension plan and budgetary comparison information on pages 3-11, 38, 39 and 40-41 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Silt, Colorado's basic financial statements. The Combining Statements for the nonmajor governmental funds, Statement of Revenues, Expenditures and Changes in Fund Balance Budget to Actual for the Governmental Funds, Schedules of Revenues, Expenditures and Changes in Available Resources-Budget and Actual-Enterprise Funds and local highway finance report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining Statements for the nonmajor governmental funds, Statement of Revenues, Expenditures and Changes in Fund Balance Budget to Actual for the Governmental Funds, Schedules of Revenues, Expenditures and Changes in Available Resources-Budget and Actual-Enterprise Funds and local highway finance report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining Statements for the nonmajor governmental funds, Statement of Revenues, Expenditures and Changes in Fund Balance Budget to Actual for the Governmental Funds, Schedules of Revenues, Expenditures and Changes in Available Resources-Budget and Actual-Enterprise Funds and local highway finance report are fairly stated in all material respects in relation to the basic financial statements as a whole.

Blair and Associates, P.C.

Cedaredge, Colorado
August 31, 2020

TOWN OF SILT
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2019

As management of the Town of Silt (the "Town"), we offer readers of the Town's basic financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2019. We encourage readers to consider the information presented here in conjunction with additional information provided in the financial statements.

FINANCIAL HIGHLIGHTS

- The Town's assets exceeded its liabilities by \$ 19,390,107 (i.e. net position) as of December 31, 2019, an increase of \$ 916,644 in comparison to the prior year.
- Governmental funds reported combined ending fund balances of \$ 2,821,844, increase of \$ 632,032 in comparison with the prior year.
- The Town's fund balance for the General Fund was \$ 2,295,731, increase of \$ 572,999 in comparison to the prior year.
- Total long-term liabilities decreased by \$ 284,282 during the 2019 fiscal year with one new debt issued for \$ 111,573.
- General property tax, sales tax, and other tax totaled \$ 1,883,176 or 83% of general revenues.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide Financial Statements

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

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

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

The government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (Governmental Activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (Business-type Activities).

The Governmental Activities of the Town include general government administration, public safety, public works, and parks and recreation. The Business-type Activities of the Town include the following utilities: Water/Wastewater, Irrigation, and Silt Housing Authority Funds.

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. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The Town's funds can be divided into two categories: Governmental Funds and Proprietary Funds.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on short-term inflows 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 short-term financing requirements. The accounting method is called modified accrual accounting.

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 activities in the 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 short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town maintains two major government funds, the General Fund and the Park Impact Fee Fund. 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.

Proprietary Funds – The Town maintains one type of proprietary fund. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses a separate enterprise fund to account for each of its funds: Water/Wastewater, Irrigation, and Silt Housing Authority Funds.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted previously, net position may serve over time as a useful indicator of the Town's financial position. For the year ended December 31, 2019, the Town's combined assets exceeded liabilities and deferred inflow of resources by \$ 19,390,107. Of this amount, \$ 6,018,635 is unrestricted and available to meet the Town's ongoing financial obligations.

By far the largest portion of net position is the investment in capital assets (net of related debt) of \$ 13,267,466 (68% of net assets). This amount reflects the investment in all capital assets (e.g. infrastructure, land, buildings, and equipment) less any related debt used to acquire those assets that are still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

The following table summarizes the Town's governmental and business-type net assets for 2019:

	Governmental Activities		Business Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Assets						
Current and other assets	\$ 3,357,754	\$ 2,818,540	\$ 3,212,386	\$ 3,214,345	\$ 6,570,140	\$ 6,032,885
Capital assets	6,230,957	6,336,506	10,353,130	10,270,578	16,584,087	16,607,084
Total assets	9,588,711	9,155,046	13,565,516	13,484,923	23,154,227	22,639,969
Deferred outflows	228,142	90,833	-	-	127,237	90,833
Current liabilities	240,298	268,889	408,165	74,554	648,463	343,443
Non-current liabilities	120,811	31,401	2,900,000	3,569,502	3,020,811	3,600,903
Total liabilities	361,109	300,290	3,308,165	3,644,056	3,669,274	3,944,346
Deferred inflow of resources	322,988	312,993	-	-	322,988	312,993
Net position						
Investment in capital assets, net of related debt	6,149,336	6,305,105	7,118,130	6,701,076	13,267,466	13,006,181
Restricted	104,006	72,355	-	13,924	104,006	86,279
Unrestricted	2,879,414	2,255,136	3,139,221	3,125,867	6,018,635	5,381,003
Total net position	\$ 9,132,756	\$ 8,632,596	\$ 10,257,351	\$ 9,840,867	\$ 19,390,107	\$ 18,473,463

An additional portion of net position, \$104,006, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$ 6,018,635 (31% of net position), may be used to meet the government's ongoing obligations to citizens and creditors.

Change in Net Position

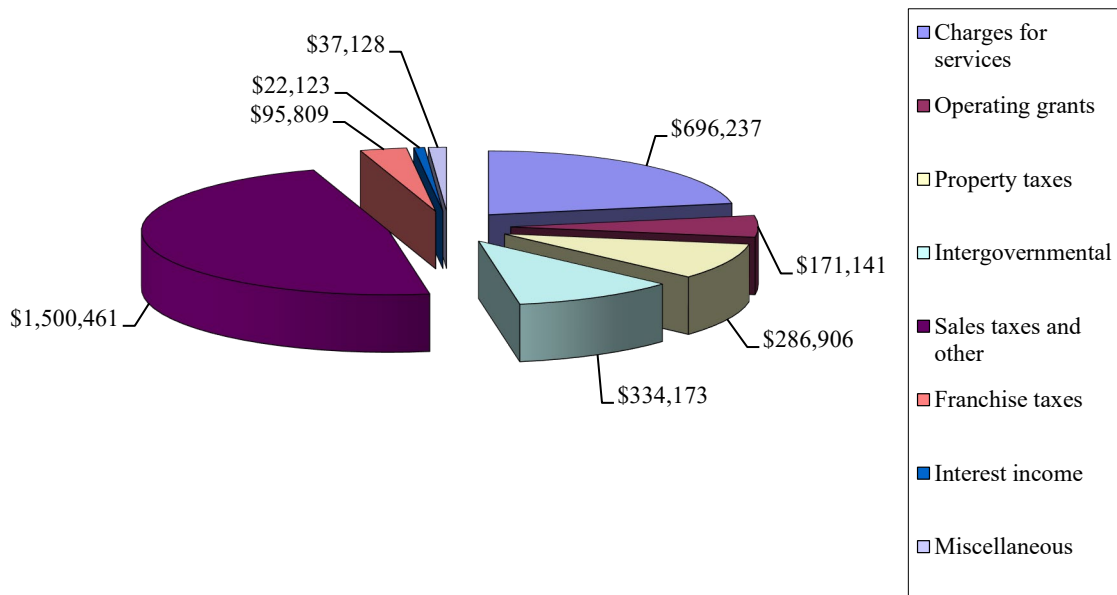
Governmental and business-type activities increased the Town's net position by \$ 916,644 in 2019.

	Governmental Activities		Business Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Revenues						
Program revenues						
Charges for services	\$ 696,237	\$ 581,075	\$ 2,260,543	\$ 2,175,606	\$ 2,956,780	\$ 2,756,681
Operating grants	171,141	194,375	-	-	171,141	194,375
Capital grants	-	50,000	533,537	683,660	533,537	733,660
General revenues						
Property taxes	286,906	282,154	-	-	286,906	282,154
Intergovernmental	334,173	207,108	-	-	334,173	207,108
Sales taxes and other	1,500,461	1,383,218	-	-	1,500,461	1,383,218
Franchise taxes	95,809	92,485	-	-	95,809	92,485
Miscellaneous	37,128	28,764	-	-	37,128	28,764
Interest income	22,123	16,370	24,367	19,717	46,490	36,087
Totals	<u>3,143,978</u>	<u>2,835,549</u>	<u>2,818,447</u>	<u>2,878,983</u>	<u>5,962,425</u>	<u>5,714,532</u>
Expenses						
General government	766,275	598,998	-	-	766,275	598,998
Public safety	769,047	699,846	-	-	769,047	699,846
Public works	846,653	1,030,190	2,401,963	2,107,970	3,248,616	3,138,160
Parks and recreation	261,843	150,352	-	-	261,843	150,352
Total expenses	<u>2,643,818</u>	<u>2,479,386</u>	<u>2,401,963</u>	<u>2,107,970</u>	<u>5,045,781</u>	<u>4,587,356</u>
Increase in net position	500,160	356,163	416,484	771,013	916,644	1,127,176
Beginning	<u>8,632,596</u>	<u>8,276,433</u>	<u>9,840,867</u>	<u>9,069,854</u>	<u>18,473,463</u>	<u>17,346,287</u>
Ending	<u>\$ 9,132,756</u>	<u>\$ 8,632,596</u>	<u>\$ 10,257,351</u>	<u>\$ 9,840,867</u>	<u>\$ 19,390,107</u>	<u>\$ 18,473,463</u>

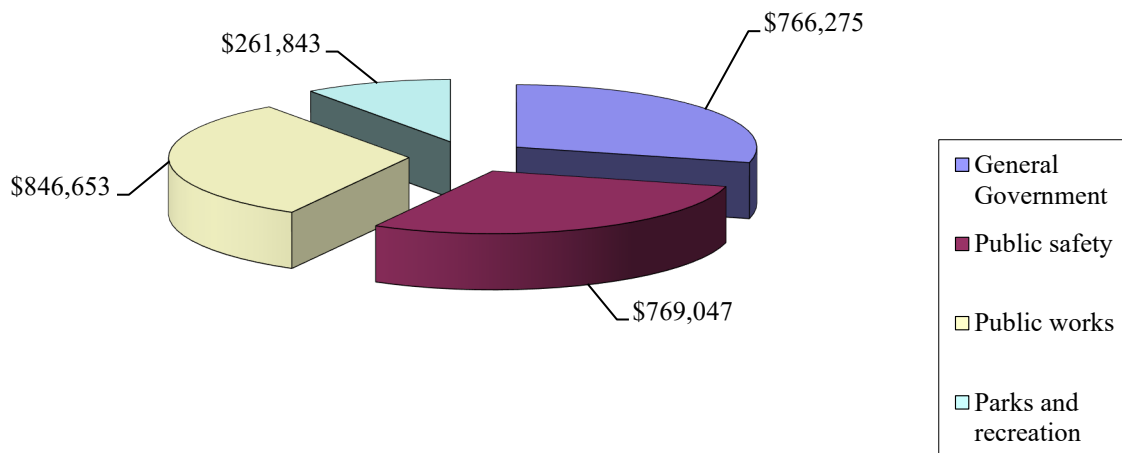
Governmental Activities

Governmental activities increased the Town's net position by \$ 500,160.

Revenues by Source-Governmental Activities



Expenses by Department-Governmental Activities



Business-type Activities

Business-type activities for the year had an increase in net position of \$ 416,484. Charges for services accounted for 80% of total revenues.

FINANCIAL ANALYSIS OF GOVERNMENT’S FUNDS

Governmental funds

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

As of the end of 2019, the Town’s governmental funds reported combined ending fund balances of \$ 2,821,844, increase of \$ 632,032 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 79% of this total amount, \$ 2,217,893, constitutes unassigned fund balance, which is available for appropriation at the Town’s discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it is already committed to meet a State constitution mandated emergency reserve \$77,838, reserve for parks and recreation \$ 137,539, committed for beautification \$ 260,665, assigned for victim assistance \$ 55,690, assigned for economic development \$ 24,081 and assigned for impact fees of \$ 48,138.

The Town has two major governmental funds, the General Fund, which is the primary operating fund for the Town, and the Park Impact Fee Fund. At the end of 2019, unassigned fund balance of the General Fund was \$ 2,217,893, while the total fund balance was \$ 2,295,731. 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. The fund balance in the Town’s General Fund increased by \$ 572,999 during 2019.

Proprietary funds

The Town’s proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

The Town has three enterprise funds: Water/Wastewater, Irrigation, and Silt Housing Authority Funds. At the end of 2019, these funds represented the following net position amounts:

	<u>Water/ Wastewater</u>	<u>Irrigation</u>	<u>Silt Housing Authority</u>
Unrestricted net position	\$ 2,495,102	\$ 537,331	\$ 94,870
Total net position	\$ 8,275,063	\$ 1,065,149	\$ 917,139
Increase (decrease) in net position	\$ 363,316	\$ 42,565	\$ 10,603

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town budgeted \$ 2,629,843 for 2019 expenditures. Actual expenditures were \$ 2,549,953.

CAPITAL ASSET AND DEBT ADMINISTRATION

The Town's investment in capital assets for its governmental and business-type activities as of December 31, 2019, was \$ 16,584,087. As required by GASB 34, the investment in capital assets includes land, buildings, building improvements, and equipment.

	Balance January 1, 2019	Additions	Dispositions	Balance December 31, 2019
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 1,786,219	\$ -	\$ -	\$ 1,786,219
	<u>1,786,219</u>	<u>-</u>	<u>-</u>	<u>1,786,219</u>
Capital assets being depreciated				
Buildings	932,064	-	-	932,064
Improvements/infrastructure	8,080,079	56,931	-	8,137,010
Machinery and equipment	706,913	142,483	-	849,396
	<u>9,719,056</u>	<u>199,414</u>	<u>-</u>	<u>9,918,470</u>
Less accumulated depreciation				
Buildings	(756,273)	(30,329)	-	(786,602)
Improvements/infrastructure	(3,822,977)	(234,611)	-	(4,057,588)
Machinery and equipment	(589,519)	(40,023)	-	(629,542)
	<u>(5,168,769)</u>	<u>(304,963)</u>	<u>-</u>	<u>(5,473,732)</u>
Capital asset being depreciated, net	<u>4,550,287</u>	<u>(105,549)</u>	<u>-</u>	<u>4,444,738</u>
Total Governmental Activities Capital Assets	<u>\$ 6,336,506</u>	<u>\$ (105,549)</u>	<u>\$ -</u>	<u>\$ 6,230,957</u>

	Balance January 1, 2019	Additions	Dispositions	Balance December 31, 2019
Business - Type Activities				
Capital assets not being depreciated				
Land	\$ 731,034	\$ -	\$ -	\$ 731,034
Capital assets being depreciated				
Treatment plants	7,832,881	15,886	-	7,848,767
Distribution system	4,671,873	423,193	-	5,095,066
Irrigation system	1,349,809	16,250	-	1,366,059
Buildings	1,386,845	128,875	-	1,515,720
Machinery and equipment	260,529	-	-	260,529
Less accumulated depreciation	(5,962,393)	(501,652)	-	(6,464,045)
Capital assets being depreciated, net	9,539,544	82,552	-	9,622,096
Total Business-Type Activities Capital Assets	<u>\$ 10,270,578</u>	<u>\$ 82,552</u>	<u>\$ -</u>	<u>\$ 10,353,130</u>

Long-term Debt

As of December 31, 2019, the Town had long-term debt as follows:

	Balance January 1, 2019	Additions	Reductions	Balance December 31, 2019	Due within one year
Governmental Activities					
Lease payable	\$ 48,761	\$ 111,573	\$ (17,360)	\$ 81,621	\$ 26,672
Total	<u>\$ 48,761</u>	<u>\$ 111,573</u>	<u>\$ (17,360)</u>	<u>\$ 81,621</u>	<u>\$ 26,672</u>
Enterprise Activities					
Bonds payable-Series 2012	\$ 3,560,000	\$ -	\$ (325,000)	\$ 3,235,000	\$ 335,000
Lease payable	9,502	-	(9,502)	-	-
Total	<u>\$ 3,569,502</u>	<u>\$ -</u>	<u>\$ (334,502)</u>	<u>\$ 3,235,000</u>	<u>\$ 335,000</u>

ECONOMIC AND OTHER FACTORS

The current pandemic has challenged all local governments, but to varying degrees. Up to now, Silt has largely escaped the brunt of the revenue shortfall but must remain vigilant. National economic forces and trends, State regulations regarding oil and gas exploration and production, State and County revenue woes, potential Federal Mineral Lease District grant award reductions, impacts to the travel and leisure industry and other associated pandemic influences should be followed carefully.

At the same time, Silt's level of development of residential properties has increased with more single family home construction starts and a 96 unit apartment complex in Painted Pastures is poised to start soon, marked by a newly constructed roundabout at Silt's east end. Business is doing well in spite of, and some would say because of, the pandemic. The new Golden Gate Petroleum business of I-70 has contributed to this increase, as has the Town's response to assist businesses, particularly restaurants, in getting them up and running.

Primary goals for the Town over the next few years are increased support for the police department, planning and design for the I-70 interchange and a recreation path between the Town and Coal Ridge High School, a major improvement in the water plant and a continued focus on improving the downtown and other business areas, marketing our tourism opportunities and Opportunity Zone status all with the vision of creating a diverse industrial mix that will translate into job opportunities and an expanded tax base.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide the general public with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have any questions regarding this report or need additional financial information, please contact:

Town Administrator/Treasurer
Town of Silt
231 North 7th Street
P.O. Box 70
Silt, Colorado 81652
Tel: (970) 876-2353
Fax: (970) 876-2937

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

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 2,721,640	\$ 2,288,544	\$ 5,010,184
Restricted Cash	-	591,811	591,811
Property taxes receivable	322,284	-	322,284
Customer Accounts Receivables	170,521	441,376	611,897
Other receivables	38,906	-	38,906
Due from other governments	224,648	-	224,648
Inventories	1,018	11,918	12,936
Interfund balances	(121,263)	(121,263)	(242,526)
Capital assets, net	6,230,957	10,353,130	16,584,087
Total assets	9,588,711	13,565,516	23,154,227
DEFERRED OUTFLOWS			
Pension contributions made after measurement date	27,917	-	27,917
Pension difference between expected and actual experience	84,628		
Change in assumptions	63,786		
Pension net difference between projected and actual investment earnings, change in assumptions and actual and expected experience	51,811	-	51,811
Total Deferred outflows	228,142	-	79,728
LIABILITIES			
Accrued Payroll	130,916	32,406	163,322
Accrued Expenses	32,772	25,150	57,922
Deposits and escrows	20,026	1,500	21,526
Unearned revenue	29,912	4,000	33,912
Accrued Interest	-	10,109	10,109
Noncurrent liabilities:			
Due within one year	26,672	335,000	361,672
Due more than one year:	54,949	2,900,000	2,954,949
Net pension liability	65,862	-	65,862
Total liabilities	361,109	3,308,165	3,669,274
Deferred inflows of resources			
Deferred property taxes	322,284	-	322,284
Pension difference between expected and actual experience	704	-	704
Total Deferred inflows of resources	322,988	-	322,988
NET POSITION			
Invested in capital assets	6,149,336	7,118,130	13,267,466
Restricted for:			
Tabor	104,006	-	104,006
Unrestricted	2,879,414	3,139,221	6,018,635
Total net position	\$ 9,132,756	\$ 10,257,351	\$ 19,390,107

The accompanying notes are an integral part of this statement.

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

Functions/Programs	Expenses	Program Revenues		
		Charges for Service and Fees	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 766,275	\$ 536,031	\$ -	\$ -
Public Safety	769,047	64,848	6,000	-
Public Works	846,653	54,829	129,386	-
Parks and Recreation	261,843	40,529	35,755	-
Total governmental activities	<u>2,643,818</u>	<u>696,237</u>	<u>171,141</u>	<u>-</u>
Business-type activities:				
Water/Wastewater	1,917,843	1,850,694	-	411,161
Irrigation	272,021	230,410	-	84,176
Housing	212,099	179,439	-	38,200
Total business-type activities	<u>2,401,963</u>	<u>2,260,543</u>	<u>-</u>	<u>533,537</u>
Total primary government	<u><u>\$ 5,045,781</u></u>	<u><u>\$ 2,956,780</u></u>	<u><u>\$ 171,141</u></u>	<u><u>\$ 533,537</u></u>

General Revenues

Taxes:

Sales and Use tax

Property Tax

Franchise taxes

Other Tax

Intergovernmental

Unrestricted investment earnings

Miscellaneous

Total General Revenues and Transfers

Changes in Net Position

Net Position-January 1

Net Position-December 31

Net (Expense) Revenue and Changes in Net Position

Primary Government

Governmental Activities	Business-Type Activities	Total
\$ (230,244)	\$ -	\$ (230,244)
(698,199)	-	(698,199)
(662,438)	-	(662,438)
(185,559)	-	(185,559)
<u>(1,776,440)</u>	<u>-</u>	<u>(1,776,440)</u>
-	344,012	344,012
-	42,565	42,565
-	5,540	5,540
<u>-</u>	<u>392,117</u>	<u>392,117</u>
<u>(1,776,440)</u>	<u>392,117</u>	<u>(1,384,323)</u>
1,415,046	-	1,415,046
286,906	-	286,906
95,809	-	95,809
85,415	-	85,415
334,173	-	334,173
22,123	24,367	46,490
37,128	-	37,128
<u>2,276,600</u>	<u>24,367</u>	<u>2,300,967</u>
500,160	416,484	916,644
8,632,596	9,840,867	18,473,463
<u>\$ 9,132,756</u>	<u>\$ 10,257,351</u>	<u>\$ 19,390,107</u>

The accompanying notes are an integral part of this statement.

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

	<u>General Fund</u>	<u>Park Impact Fee Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Cash unrestricted	\$ 2,206,117	\$ 50,069	\$ 465,454	\$ 2,721,640
Taxes receivable	322,284	-	-	322,284
Inventory	1,018	-	-	1,018
Customer accounts receivable	38,668	-	131,853	170,521
Other receivables	38,906	-	-	38,906
Due from other Governments	224,648	-	-	224,648
Total assets	<u>\$ 2,831,641</u>	<u>\$ 50,069</u>	<u>\$ 597,307</u>	<u>\$ 3,479,017</u>
Liabilities				
Accounts Payable	\$ 32,772	\$ -	\$ -	\$ 32,772
Accrued Payroll	130,916	-	-	130,916
Accrued Expenses	-	-	-	-
Deposits and Escrows	20,026	-	-	20,026
Due to Other Funds	-	-	121,263	121,263
Unearned Revenue	29,912	-	-	29,912
Total Liabilities	<u>213,626</u>	<u>-</u>	<u>121,263</u>	<u>334,889</u>
Deferred inflows of resources				
Deferred property taxes	322,284	-	-	322,284
Total Deferred inflows of resources	<u>322,284</u>	<u>-</u>	<u>-</u>	<u>322,284</u>
Fund Balance				
Restricted				
Tabor emergencies	77,838	-	-	77,838
Parks and recreation	-	50,069	87,470	137,539
Committed				
Beautification	-	-	260,665	260,665
Assigned				
Impact fees	-	-	48,138	48,138
Economic Development	-	-	24,081	24,081
Victim Assistance	-	-	55,690	55,690
Unassigned	<u>2,217,893</u>	<u>-</u>	<u>-</u>	<u>2,217,893</u>
Total Fund Equity	<u>2,295,731</u>	<u>50,069</u>	<u>476,044</u>	<u>2,821,844</u>
Total Liabilities, deferred inflows of resources and fund equity	<u>\$ 2,831,641</u>	<u>\$ 50,069</u>	<u>\$ 597,307</u>	<u>\$ 3,479,017</u>

The accompanying notes are an integral part of this statement.

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

Total fund balance, governmental funds \$ 2,821,844

Amounts reported for governmental activities in the Statement of Net Position is different because:

Capital assets used in governmental activities are not current period expenditures and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.

Cost of capital assets	\$ 11,704,689	
Less accumulated depreciation	<u>(5,473,732)</u>	6,230,957

Some liabilities, (such as Notes Payable, Capital Lease Contract Payable, Long-term Compensated Absences, and Bonds Payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position.

Capital leases	(81,621)
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Net pension Liability and related deferred inflows and outflows of resources are not recorded in the funds.	161,576
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Net Position of Governmental Activities in the Statement of Net Position	<u><u>\$ 9,132,756</u></u>
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The accompanying notes are an integral part of this statement.

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

	<u>General Fund</u>	<u>Park Impact Fee Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes	\$ 1,801,589	\$ -	\$ 62,849	\$ 1,864,438
Intergovernmental	465,823	-	-	465,823
Operating Grant and Contributions	39,893	-	52,329	92,222
Licenses/Permits	68,513	-	-	68,513
Charges for services	409,589	-	-	409,589
Fines and Fees	26,453	-	6,161	32,614
Impact Fees	-	6,268	4,152	10,420
Interest	21,487	55	580	22,122
Administration Fees	116,569	-	-	116,569
Miscellaneous	51,400	-	-	51,400
Total revenues	<u>3,001,316</u>	<u>6,323</u>	<u>126,071</u>	<u>3,133,710</u>
EXPENDITURES				
Current:				
General government	724,754	-	5,529	730,283
Public safety	719,985	-	13,276	733,261
Public works	608,703	-	-	608,703
Parks and Recreation	180,340	-	-	180,340
Capital outlay	253,588	-	54,556	308,144
Debt Service	62,583	-	-	62,583
Total expenditures	<u>2,549,953</u>	<u>-</u>	<u>73,361</u>	<u>2,623,314</u>
Excess (deficiency) of revenues over expenditures	451,363	6,323	52,710	510,396
Other Financing Sources (Uses)				
Sale of Assets	10,268	-	-	10,268
Loan proceeds	111,368	-	-	111,368
Other Financing Sources (Uses)	<u>121,636</u>	<u>-</u>	<u>-</u>	<u>121,636</u>
Net change in fund balance	572,999	6,323	52,710	632,032
Fund balance, January 1	<u>1,722,732</u>	<u>43,746</u>	<u>423,334</u>	<u>2,189,812</u>
Fund balance, December 31	<u>\$ 2,295,731</u>	<u>\$ 50,069</u>	<u>\$ 476,044</u>	<u>\$ 2,821,844</u>

The accompanying notes are an integral part of this statement.

TOWN OF SILT, COLORADO
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2019

Net change in fund balances - total governmental funds \$ 632,032

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

Fixed assets current additions	\$ 199,414	
Depreciation expense	(304,963)	
Excess of capital outlay over depreciation		(105,549)

Some revenues reported in the statement of activities do not require the use of current financial resources: therefore, are not reported as revenues in governmental funds.		(111,573)
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Repayment of long-term debt principal is reported as an expenditure in the governmental funds but reduces long-term liabilities in the statement of net position.		61,353
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Pension expenses not in current year		23,897
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Change in net position of governmental funds		\$ 500,160
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The accompanying notes are an integral part of this statement.

TOWN OF SILT, COLORADO
Statement of Net Position
Enterprise Funds
December 31, 2019

	<u>Water Wastewater</u>	<u>Irrigation</u>	<u>Silt Housing Authority</u>	<u>Total Enterprise Funds</u>
ASSETS				
Current Assets:				
Cash	\$ 1,649,431	\$ 518,322	\$ 120,791	\$ 2,288,544
Restricted Cash	591,811	-	-	591,811
Accounts receivable, net	296,553	23,560	-	320,113
Inventories	11,918	-	-	11,918
Total current assets	<u>2,549,713</u>	<u>541,882</u>	<u>120,791</u>	<u>3,212,386</u>
Capital assets:				
Water Shares	362,745	29,176	-	391,921
Land	184,993	-	154,120	339,113
Property, plant and Equipment	13,186,178	1,447,848	1,452,115	16,086,141
Less accumulated depreciation	(4,730,873)	(949,206)	(783,966)	(6,464,045)
Total capital assets	<u>9,003,043</u>	<u>527,818</u>	<u>822,269</u>	<u>10,353,130</u>
Total Assets	<u>\$11,552,756</u>	<u>\$ 1,069,700</u>	<u>\$ 943,060</u>	<u>\$13,565,516</u>
LIABILITIES				
Current liabilities:				
Accounts payable	\$ -	\$ -	\$ 371	\$ 371
Deposits	1,500	-	-	1,500
Accrued payroll	26,697	4,551	1,158	32,406
Accrued Interest	10,109	-	-	10,109
Other Accrued Liabilities	387	-	24,392	24,779
Unearned revenues	4,000	-	-	4,000
Current maturities of long term debt				
Bonds Payable	2,900,000	-	-	2,900,000
Total current liabilities	<u>2,942,693</u>	<u>4,551</u>	<u>25,921</u>	<u>2,973,165</u>
Noncurrent Liabilities				
Bonds payable	335,000	-	-	335,000
Total noncurrent liabilities	<u>335,000</u>	<u>-</u>	<u>-</u>	<u>335,000</u>
Net Position				
Invested in capital assets, net of related debt	5,768,043	527,818	822,269	7,118,130
Reserved for Inventory	11,918	-	-	11,918
Unrestricted	2,495,102	537,331	94,870	3,127,303
Total Net Position	<u>\$ 8,275,063</u>	<u>\$ 1,065,149</u>	<u>\$ 917,139</u>	<u>\$10,257,351</u>

TOWN OF SILT, COLORADO
Statement of Revenues, Expenses and Changes in Net Position
Enterprise Funds
Year Ended December 31, 2019

	<u>Water Wastewater</u>	<u>Irrigation</u>	<u>Silt Housing Authority</u>	<u>Total</u>
Operating Revenues				
Charges for services	\$ 1,816,286	\$ 230,410	\$ 179,210	\$ 2,225,906
Other	34,408	-	229	34,637
Total operating revenues	<u>1,850,694</u>	<u>230,410</u>	<u>179,439</u>	<u>2,260,543</u>
Operating Expenses				
Operations	797,362	105,373	139,339	1,042,074
Administration	547,447	134,501	32,653	714,601
Depreciation	429,576	31,968	40,107	501,651
Total operating expenses	<u>1,774,385</u>	<u>271,842</u>	<u>212,099</u>	<u>2,258,326</u>
Operating income (loss)	<u>76,309</u>	<u>(41,432)</u>	<u>(32,660)</u>	<u>2,217</u>
Nonoperating revenues (expenses)				
Grants	-	82,533	-	82,533
Interest income	19,304	-	5,063	24,367
Interest expense	(143,458)	(179)	-	(143,637)
Total nonoperating revenues (expenses)	<u>(124,154)</u>	<u>82,354</u>	<u>5,063</u>	<u>(36,737)</u>
Income (loss) before transfers and and Capital Contributions	<u>(47,845)</u>	<u>40,922</u>	<u>(27,597)</u>	<u>(34,520)</u>
Contributions and Transfers				
Tap fees	138,896	1,643	-	140,539
Other grants and contributions	272,265	-	38,200	310,465
Total Contributions and Transfers	<u>411,161</u>	<u>1,643</u>	<u>38,200</u>	<u>451,004</u>
Change in net position	363,316	42,565	10,603	416,484
Total net position, January 1	<u>7,911,747</u>	<u>1,022,584</u>	<u>906,536</u>	<u>9,840,867</u>
Total net position, December 31	<u>\$ 8,275,063</u>	<u>\$ 1,065,149</u>	<u>\$ 917,139</u>	<u>\$ 10,257,351</u>

TOWN OF SILT, COLORADO
Statement of Cash Flows
Enterprise Funds
Year Ended December 31, 2019

	Water Wastewater	Irrigation	Silt Housing Authority	Total Enterprise Funds
Cash Flows From Operating Activities				
Cash received from customer and others	\$ 1,859,463	\$ 229,579	\$ 179,439	\$ 2,268,481
Cash payments for personnel	(797,362)	(105,373)	(139,339)	(1,042,074)
Cash payments for goods and services	(547,199)	(134,501)	(32,283)	(713,983)
Net cash provided (used) by operating activities	514,902	(10,295)	7,817	512,424
Cash Flows from Noncapital Financing Activities				
Transfers from (to) other funds	-	-	-	-
Net cash provided (used) by noncapital financing activities	-	-	-	-
Cash Flows from Capital and Related Financing Activities				
Receipt of capital contributions	138,896	1,643	-	140,539
Fixed Assets purchased, less gain on sale	(439,076)	(88,116)	(57,010)	(584,202)
Grants	272,265	82,533	38,200	392,998
Long term debt payment- principal	(329,751)	(4,751)	-	(334,502)
Long term debt payment- interest	(143,459)	(179)	-	(143,638)
Net cash provided (used) by capital and related financing activities	(501,125)	(8,870)	(18,810)	(528,805)
Cash Flows from Investing Activities				
Interest on investments	19,304	-	5,063	24,367
Net Cash provided by Investing Activities	19,304	-	5,063	24,367
Net increase (decrease) in cash and equivalents	33,081	(19,165)	(5,930)	7,986
Cash balances, January 1	2,208,161	537,487	126,721	2,872,369
Cash balances, December 31	\$ 2,241,242	\$ 518,322	\$ 120,791	\$ 2,880,355
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ 76,309	\$ (41,432)	\$ (32,660)	\$ 2,217
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	429,576	31,968	40,107	501,651
Assets (increase) decrease:				
Accounts receivables	8,769	(831)	-	7,938
Inventory	2,006	-	-	2,006
Liabilities increase (decrease):				
Accounts payable	-	-	371	371
Other accrued liabilities	(1,758)	-	(1)	(1,759)
Total adjustments	438,593	31,137	40,477	510,207
Net cash provided (used) by operating activities	\$ 514,902	\$ (10,295)	\$ 7,817	\$ 512,424

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Town of Silt, Colorado (the Town) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Financial Reporting Entity

The Town is a home rule municipality with a mayor and council form of government that are elected by the voters. As required by accounting principles generally accepted in the United States of America, these financial statements present the Town of Silt (the primary government). The Town has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled by or dependent on the Town. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing body.

B. Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the activities of the Town. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes, charges for services and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user charges for support.

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 those 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.

C. Fund Financial Statements

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

All governmental funds are accounted for on a flow of current financial resources basis. Balance sheets for these funds generally include only current assets and current liabilities. Reported fund balances are considered a measure of available, spendable resources. Operating statements for these funds present a summary of available, spendable resources and expenditures for the period.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 1 - Summary of Significant Accounting Policies (continued)

C. Fund Financial Statements (continued)

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

The Town reports the following major governmental funds:

- The General Fund is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund.
- The Park Impact Fee Fund, which accounts for the collection of park fees to be used to improve the local parks. The major revenue sources are fees and grants. Expenditures include park maintenance and capital outlay.

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

Enterprise funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operations. The principal operating revenues of the Town are charges for water, sewer, and irrigation fees, and rental income. Operating expenses for the enterprise funds include purchased services, utilities, repairs and maintenance, supplies, insurance and depreciation cost. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The Town reports the following major enterprise fund business-type activities:

- Water/Wastewater, Irrigation and Silt Housing Authority Funds, which account for all operations of the Town's water and sewer, irrigation and housing authority services. They are primarily financed by user charges.

D. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the enterprise 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. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 1 - Summary of Significant Accounting Policies (continued)

D. Measurement Focus and Basis of Accounting

The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which is recognized when due, and compensated absences which are recognized when the obligations are expected to be liquidated with expendable available resources.

Those revenues susceptible to accrual are interest revenue and charges for services. Entitlement revenues are not susceptible to accrual because generally, they are not measurable until received. Grant revenues are recognized as they are earned.

The accrual basis of accounting is utilized by enterprise funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

E. Cash and Cash Equivalents

For the purposes of the statement of cash flows of the enterprise funds, cash and cash equivalents consist of operating and restricted cash and highly liquid securities with an initial maturity of three months or less.

F. Investments

Money market funds are stated at cost, which is equal to fair market value.

G. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

H. Property Taxes

Property taxes for the current year are levied and attached as a lien on property the following January 1. They are payable in full by April 30 or in two equal installments due February 28 and June 15. Property taxes levied in the current year and collected in the following year are reported as a receivable at December 31. However, since the taxes are not available to pay current liabilities, the receivable is recorded as deferred inflow of resources in the governmental and enterprise funds.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 1 - Summary of Significant Accounting Policies (continued)

I. 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. Capitalized assets are defined by the Town as assets that have a useful life of one or more years, and for which the initial, individual value equals or exceeds \$ 5,000.

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

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

<u>Asset Class</u>	<u>Useful Life</u>
Buildings	40 years
Utility Plant and System	40 years
Distribution System	5-40 years
Machinery and Equipment	5-20 years
Infrastructure	10-20 years

Public domain assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are examples of infrastructure assets. Infrastructure assets are distinguished from other capitalized assets as their useful life often extends beyond most other capital assets and are stationary in nature. General infrastructure assets are those associated with or arising from governmental activities.

Under GASB 34 the town is not required to retroactively report on infrastructure assets before June 30, 2004. Therefore, infrastructure assets before that date are not shown on the financial statements.

J. Long-Term Liabilities

In the government-wide financial statements, and enterprise fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise fund type statement of net position.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 1 - Summary of Significant Accounting Policies (continued)

K. Compensated Absences

Vacation shall begin accruing at the end of the employee's first six months of continuous employment. During the first through fourth year of continuous employment, excluding the first six months, full-time employees, including law enforcement personnel, shall accrue vacation time at a rate of 3.076 hours per pay period, equal to 80 hours per year. During the fifth through ninth year of continuous employment, vacation time shall accrue at a rate of 4.615 hours per pay period, equal to 120 hours per year. After ten years of continuous employment, vacation shall accrue at a rate of 6.153 hours per pay period, equal to 160 hours per year. Full-time employees and police officers shall accrue paid sick leave at a rate of 3.692 hours per pay period, equal to 96 hours per year, commencing after the first two weeks of employment. Sick leave accumulates at eight hours per month. The Town will pay 20% of accrued sick leave, up to a maximum of 80 hours, as a benefit upon termination after a minimum of two years of employment.

L. Net Position

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

M. Interfund Transactions

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. At year end, outstanding balances between funds are reported as "due to/from other funds." Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

N. Encumbrances

The Town does not use an encumbrance system for budgetary control.

O. Accounts Receivable

The Town considers accounts receivable for water and sewer to be fully collectible because the Town can place liens on the individual properties; accordingly, no allowance for doubtful accounts is required. If amounts become uncollectible, they will be charged to operations when that determination is made.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 1 - Summary of Significant Accounting Policies (continued)

P. Fund Equity

Beginning with fiscal year 2011, the District implemented GASB Statement 54 “Fund Balance Reporting and Governmental Fund Type Definitions”. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government’s fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non-spendable fund balance amounts that are not in spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance-amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation;
- Committed fund balance-amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance-amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance-amounts that are available for any purpose; positive amounts are reported only in the general fund.

When expenditures are incurred for purposes for which both restricted and unrestricted net position are available, the Town considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the Town considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Town Council has provided otherwise in its commitment or assignment actions.

Note 2 - Reconciliation of Government-wide and Fund Financial Statements

The governmental funds balance sheet includes reconciliation between fund balances total governmental funds and net position - governmental activities as reported in the government-wide statement of net position. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net change in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. The enterprise fund statement of net position and statement of revenues, expenses and changes in net position also includes reconciliation to the government-wide statement of net position and activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for governmental fund statements to the economic resources measurement and full accrual basis used for government-wide statements. However, certain items having no effect on measurement and basis of accounting were eliminated from the governmental fund statements during the consolidation of governmental activities.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 3 - Tax, Spending and Debt Limitations

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments, excluding “enterprises.”

The Town’s voters on November 1996, approved a ballot measure to permit the Town to collect, retain and expend all revenues and other funds collected in 1996 and each subsequent year thereafter, for capital projects and other municipal services without limiting in any year the amount of the other revenues that may be collected and expended by the Town of Silt in excess of the limits of Article X, Section 20 of the Colorado Constitution. This measure, however, did not remove limits on property taxes.

The Amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of the amendment.

The Amendment requires that an emergency reserve be maintained at three percent of fiscal year spending. A portion of the General Fund’s fund balance is classified as restricted for emergencies as required by the Amendment.

Note 4 - Budgets

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

- A. By September of each year, the administrator gives public notice of the budget calendar for the next fiscal year. The administrator asks that all Town departments, boards, commissions or citizens submit within thirty days from the notice, any request for funds under the budget being prepared. The administrator then prepares a proposed budget for the ensuing fiscal year and submits it to the Council no later than forty-five days prior to any date required by state law for the certification to the County of the tax levy.
- B. The budget provides a complete financial plan of all Town funds and activities for the ensuing fiscal year indicating anticipated revenues, proposed operating and capital expenditures, a provision for contingencies, and anticipated net surplus or deficit for the ensuing fiscal year.
- C. A public hearing on the proposed budget is held by the Council in early December.
- D. The Council adopts the budget by resolution on or before the final day established by law for the certification of the ensuing year’s tax levy to the County. Adoption of the budget by the Council shall constitute appropriations of the amounts specified therein as expenditures from the funds indicated and shall constitute a levy of the property tax therein proposed.
- E. If during the fiscal year the administrator determines that there are expenses in excess of those estimated in the budget, the Council by resolution may make supplemental appropriations for the year up to the amount of such excess. To meet an emergency affecting public property, health, peace or safety, the Council may make emergency appropriations. If at any time during the fiscal year it appears probable to the administrator that the revenues available will be insufficient to meet the amount appropriated, the administrator reports to the Council, indicating the estimated amount of deficit, any remedial action already taken, and a recommendation as to any other steps to be taken. Any time during the fiscal year the administrator may transfer part or all of any unencumbered appropriation balance within a department.
- F. Budget appropriations lapse at the end of each year.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 4 - Budgets (continued)

- G. Expenditures may not exceed appropriations at the fund level. Budget amounts included in the financial statements are based on the final amended budget. There no revisions made to the original budgeted expenditures for the year. The Town could be in violation of Colorado Budget Law because actual expenditures exceed budgetary amounts in the Silt Housing Authority.
- H. Budgets for governmental funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP), except for long-term receivables and advances and capital lease financing which are budgeted when liquidated rather than when the receivable/liability is incurred. Budgets for enterprise funds are adopted on a basis consistent with the spending measurement focus of the governmental funds.
- I. Budget for the Enterprise Funds are adopted on a basis consistent with the Governmental Funds.

Note 5 - Deposits and Investments

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local governments deposit cash in eligible public depositories; eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits. Collateral in the pool is considered to be equal to depository insurance pursuant to definitions listed in GASB Statement No. 40. At December 31, 2019, the bank balance of the Town's deposits was \$ 4,644,986 of which \$ 500,000 was covered by federal depository insurance and \$ 4,144,986 was collateralized under PDPA.

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. Authorized investments include obligations of the United States and certain U.S. government agency securities; certain international agency securities; general obligation and revenue bonds of U.S. local government entities; bankers' acceptances of certain banks; commercial paper; local government investment pools; written repurchase agreements collateralized by certain authorized securities; certain money market funds; and, guaranteed investment contracts. The Town has no formal investment policy. At December 31, 2017 the Town's investments included funds held in government Colotrust.

The Town had invested \$ 956,249 in the Colorado Government Liquid Asset Trust (COLOTRUST), an investment vehicle established for local government entities in Colorado to pool surplus funds. COLOTRUST operates similarly to a money market fund and each share is equal in value to \$1.00. Investments of COLOTRUST consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Treasury securities.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 5 - Deposits and Investments (continued)

A designated custodial bank provides safekeeping and depository services to COLOTRUST in connection with the direct investment and withdrawal functions of COLOTRUST. Substantially all securities owned by COLOTRUST are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by COLOTRUST. These pools are not required to and are not registered with the SEC. COLOTRUST's funds are rated AAAM by Standard and Poor's, Fitch's and Moody's rating services.

The composition of all cash and cash investments held by the Town at December 31, 2019 is as follows:

Cash on hand	\$ 4,430
Cash in bank	4,641,316
Colotrust (Net Asset Value)	<u>956,249</u>
Total cash and investments	<u>\$ 5,601,995</u>

Note 6 - Interfund Transactions

Interfund receivable and payable balances as of December 31, 2019 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Water/Wastewater	Economic Development	\$ 121,263
Water/Wastewater	Irrigation	<u>-</u>
		<u>\$ 121,263</u>

The outstanding balance between funds result mainly from the time lag between the date of payments between funds are made and borrowing from the pooled cash account.

Note 7 - Contingent liabilities

Risk management

The Town is exposed to various risks of loss related to torts; theft of, damages to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town pays an annual premium to CIRSA Property/Casualty and Workers' Compensation for its general liability and workmen's compensation insurance coverage. The agreement with CIRSA will be self-sustaining through member premiums. CIRSA rate-setting policies are established by the Board of Directors, in consultation with independent actuaries. The Board of Directors may credit member municipalities' future contributions in the event of a surplus. Although it has never occurred, CIRSA member municipalities are subject to a supplemental assessment in the event of a deficiency.

There were no settlements exceeding insurance coverage over the last three years.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 8 - Long-Term Liabilities

Schedule of Long-Term Debt

	Balance January 1, 2019	Additions	Reductions	Balance December 31, 2019	Due within one year
Governmental Activities					
Leases payable	\$ 31,401	\$ 111,573	\$ (61,353)	\$ 81,621	\$ 26,672
Total	<u>\$ 31,401</u>	<u>\$ 111,573</u>	<u>\$ (61,353)</u>	<u>\$ 81,621</u>	<u>\$ 26,672</u>
Enterprise Activities					
Bonds payable-Series 2012	\$ 3,560,000	\$ -	\$ (325,000)	\$ 3,235,000	\$ 335,000
Lease payable	9,502	-	(9,502)	-	-
Total	<u>\$ 3,569,502</u>	<u>\$ -</u>	<u>\$ (334,502)</u>	<u>\$ 3,235,000</u>	<u>\$ 335,000</u>

A. Bonds payable-Series 2011

The Town issued Water and Wastewater Revenue Refunding Bonds in 2011 to payoff the 2001 Wastewater Revenue Bonds and the U.S. Bank Loan. The bonds are due in semi-annual installments through 2026 with interest varying from 3% to 4.5%.

Bonds and interest payments are payable only from income derived by the Town from operation of the wastewater system. Principal and interest requirements for this bond issue are as follows:

	Principal	Interest	Totals
2020	\$ 335,000	\$ 133,663	\$ 468,663
2021	350,000	121,100	471,100
2022	360,000	107,100	467,100
2023	375,000	92,700	467,700
2024	395,000	77,700	472,700
2025	400,000	61,900	461,900
2026	1,020,000	45,900	1,065,900
Total	<u>\$ 3,235,000</u>	<u>\$ 640,063</u>	<u>\$ 3,875,063</u>

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 8 - Long-Term Liabilities (continued)

B. Capital Leases:

Police Vehicles

The Town entered into a capital lease to be used for a purchase of three police vehicles. Payments are due in yearly installments through 2020 with interest at 3.11%.

Principal and interest payments are payable only from income derived by the Town's General Fund. Principal and interest requirements for this capital lease is as follows:

	Principal	Interest	Totals
2020	\$ 26,672	\$ 2,538	\$ 29,210
2021	27,501	1,709	29,210
2022	27,448	854	28,302
Total	\$ 81,621	\$ 5,101	\$ 86,722

Gross amount of capital assets acquired under capital leases was \$111,036.

Note 9 - Defined Contribution Plan

All eligible employees participate in the Colorado Retirement Association (CRA) (the Plan), a defined contribution plan, authorized by state statute. The Plan is a tax qualified plan under Section 401(a) of the Internal Revenue Code and all contributions by or on behalf of employees are tax deferred until time of withdrawal.

Employees are eligible for participation after one year of employment. Employee contributions are 100% vested immediately upon employee participation in the plan and employer contributions are 100% vested after five years.

The Town must contribute 4% of the compensation of each participant. Each participant contributes a minimum amount equal to the Town's contribution and is permitted to make additional contributions not to exceed 10% of their compensation. For the year ended December 31, 2019, employee contributions totaled \$39,532 and the Town recognized pension expense of \$39,532.

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses. The Plan may be amended by resolution of the Town Council, but it may not be amended beyond the limits established by state statute.

Complete financial statements for the retirement plans may be obtained from the CRA, 4949 S. Syracuse St., Suite 400, Denver, Colorado, 80237.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 10 - Defined Compensation Plan

The Town also offers its employees an additional voluntary deferred compensation plan created in accordance with Internal Revenue Code 457(f), administered by Colorado Retirement Association (CRA) (the Plan).

The Plan permits 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 unforeseeable emergencies. The Town has no other liability other than to make the required monthly contribution.

Note 11 - Defined Benefit Plan

The Town's police officers participate in the Statewide Defined Benefit Plan (SWDB), which is a cost-sharing multiple-employer defined benefit pension plan. The Plan is administered by the Fire & Police Pension Association of Colorado (FPPA). FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's website at <http://www.fppaco.org>.

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

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter.

The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members currently covered under Social Security will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefits paid to retired members are evaluated and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index.

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 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.

Contribution rates for the SWDB plan are set by state statute. Member contribution rates can be amended by state statute or election of the membership.

Members of the SWDB plan and their employers are contributing at the rate of 10 percent and 8 percent, respectively, of base salary for a total contribution rate of 18 percent in 2018.

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 11 - Retirement Plans (continued)

Defined Benefit Plan- SWDB (continued)

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 re-entry group has a combined contribution rate of 22 percent of base salary through 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 re-entry group will also have 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 contribution rate for members and employers of affiliated social security employees is 5 percent and 4 percent, respectively, of base salary for a total contribution rate of 9 percent through 2018.

Per the 2014 member election, members of the affiliate social security group will have their required contribution rate increase 0.25 percent annually beginning in 2015 through 2022 to a total of 6 percent of base salary. Employer contributions will remain at 4 percent resulting in a combined contribution rate of 10 percent in 2022.

Pension Liabilities/ (Asset), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2019, the Entity reported a net pension liability of \$ 65,862. The net pension liability was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2019. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At December 31, 2018, the Town's proportion was 0.0521%, which was an increase of 0.0020% from its proportion of 0.0501% measured as of December 31, 2017.

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resource. For the year ended December 31, 2018, the Town recognized pension expense of \$(23,897) related to the SWDB.

At December 31, 2018, the Entity reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 11 - Retirement Plans (continued)

Defined Benefit Plan- SWDB (continued)

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Difference between expected and actual experience	\$ 84,628	\$ 704
Changes in Assumptions	63,786	-
Net difference between projected and actual earnings		
on pension plan investments	51,811	-
Change in assumptions	-	-
Contributions subsequent to the measurement date	<u>27,917</u>	<u>-</u>
Total	<u>\$ 228,142</u>	<u>\$ 704</u>

The SWDB plan reported \$27,917 as deferred outflows of resources related to pensions resulting from the Town contributions subsequent to the measurement date will be recognized as an increase in net position asset 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 ended December 31:	
2019	\$ 37,848
2020	\$ 27,032
2021	\$ 23,021
2022	\$ 38,089
2023	\$ 18,545
Thereafter	\$ 54,986

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % of payroll, Open
Amortization Period	30 years
Long-term Investment rate of return*	7.5%
Projected Salary Increases	4.0%-14.0%
Cola adjustment	0.0%
*Includes Inflation At	2.5%

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 11 - Retirement Plans (continued)

Defined Benefit Plan- SWDB (continued)

Effective January 1, 2016, 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 a Scale BB.

The occupationally disabled post-retirement mortality assumption uses the same table as used for healthy annuitant, except there is a three-year set-forward, meaning a disabled member age 70 will be valued as if they were 73 year old healthy retiree. The totally disabled post-retirement mortality assumption uses the RP-2014 generational mortality tables for disabled annuitants, except an additional provision to apply a minimum 3% mortality probability to males and 2% mortality probability for females is included to reflect substantial impairment for this population. 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 .00020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2017 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Global Equity	37.0%	8.03%
Equity Long/Short	9.0%	6.45%
Illiquid Alternatives	24.0%	10.00%
Fixed Income	15.0%	2.90%
Absolute Return	9.0%	5.08%
Managed Futures	4.0%	5.35%
Cash	2.0%	2.52%
Total	100.00%	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.00%.

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

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 11 - Retirement Plans (continued)

Defined Benefit Plan- SWDB (continued)

For the purpose of this valuation, the 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%.

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

	Single Discount Rate Assumption	
1% Decrease	7.00%	1% Increase
6.00%	7.00%	8.00%
\$255,406	\$65,862	\$(91,360)

Note 12 - Capital Assets

	Balance January 1, 2019	Additions	Dispositions	Balance December 31, 2019
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 1,786,219	\$ -	\$ -	\$ 1,786,219
	<u>1,786,219</u>	<u>-</u>	<u>-</u>	<u>1,786,219</u>
Capital assets being depreciated				
Buildings	932,064	-	-	932,064
Improvements/infrastructure	8,080,079	56,931	-	8,137,010
Machinery and equipment	706,913	142,483	-	849,396
	<u>9,719,056</u>	<u>199,414</u>	<u>-</u>	<u>9,918,470</u>
Less accumulated depreciation				
Buildings	(756,273)	(30,329)	-	(786,602)
Improvements/infrastructure	(3,822,977)	(234,611)	-	(4,057,588)
Machinery and equipment	(589,519)	(40,023)	-	(629,542)
	<u>(5,168,769)</u>	<u>(304,963)</u>	<u>-</u>	<u>(5,473,732)</u>
Capital asset being depreciated, net	4,550,287	(105,549)	-	4,444,738
Total Capital Assets	<u>\$ 6,336,506</u>	<u>\$ (105,549)</u>	<u>\$ -</u>	<u>\$ 6,230,957</u>

Town of Silt
Notes to the Financial Statements
December 31, 2019

Note 12 - Capital Assets (continued)

	Balance January 1, 2019	Additions	Dispositions	Balance December 31, 2019
Business - Type Activities				
Capital assets not being depreciated				
Land and Water Shares	\$ 731,034	\$ -	\$ -	\$ 731,034
Capital assets being depreciated				
Treatment plants	7,832,881	15,886	-	7,848,767
Distribution system	4,671,873	423,193	-	5,095,066
Irrigation system	1,349,809	16,250	-	1,366,059
Buildings	1,386,845	128,875	-	1,515,720
Machinery and equipment	260,529	-	-	260,529
Less accumulated depreciation	(5,962,393)	(501,652)	-	(6,464,045)
Capital assets being depreciated, net	<u>9,539,544</u>	<u>82,552</u>	<u>-</u>	<u>9,622,096</u>
Total Business-Type Activities Capital Assets	<u>\$ 10,270,578</u>	<u>\$ 82,552</u>	<u>\$ -</u>	<u>\$ 10,353,130</u>

Depreciation was charged to governmental activity functions/programs as follows:

General government	\$ 14,435
Public safety	20,026
Public works	220,555
Parks and recreation	49,947
Total	<u>\$ 304,963</u>

Depreciation charged to the Enterprise Funds are as follows:

Water/Wastewater Fund	\$ 429,576
Irrigation Fund	31,968
Silt Housing Authority	40,107
Total	<u>\$ 501,651</u>

TOWN OF SILT, COLORADO
Schedule of Change in Net Pension Asset
For the Year Ended December 31, 2019

Measurement Date:		December 31, 2018
Employer portion of NPA-December 31, 2017		0.00050143 %
Employer portion of NPA-December 31, 2017		0.000502095 %
Employer proportionate share of NPL	\$	65,862
Employer covered payroll	\$	328,435
Employer proportionate share of NPL as a percentage of covered payroll		20%

TOWN OF SILT, COLORADO
Schedule of Contributions to Pension Plan
For the Year Ended December 31, 2019

Required Employer Contributions	December 31, 2014	\$	27,434
Required Employer Contributions	December 31, 2015	\$	27,737
Required Employer Contributions	December 31, 2016	\$	28,950
Required Employer Contributions	December 31, 2017	\$	23,464
Required Employer Contributions	December 31, 2018	\$	27,917
Required Employer Contributions	December 31, 2019	\$	27,861
Employer covered payroll		\$	327,776
Contributions as a percentage of employer covered payroll			8.50%

TOWN OF SILT, COLORADO
Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual
General Fund
For the Year Ended December 31, 2019

Revenues	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Taxes	\$ 1,614,600	\$ 1,614,600	\$ 1,801,589	\$ 186,989
Intergovernmental	327,900	327,900	465,823	137,923
Licenses/Permits	70,390	70,390	68,513	(1,877)
Operating Grants and Contributions	49,500	49,500	39,893	(9,607)
Charges for services	399,390	399,390	409,589	10,199
Fines and Forfeits	27,500	27,500	26,453	(1,047)
Interest	8,500	8,500	21,487	12,987
Administration Fees	116,569	116,569	116,569	-
Miscellaneous	48,800	48,800	61,668	12,868
Loan proceeds	-	-	111,368	111,368
Total revenues	<u>2,663,149</u>	<u>2,663,149</u>	<u>3,122,952</u>	<u>459,803</u>
Expenditures				
General government	\$ 859,521	\$ 859,521	724,754	134,767
Public safety	739,450	739,450	719,985	19,465
Public works	653,615	653,615	608,703	44,912
Parks and Recreation	207,050	207,050	180,340	26,710
Capital Outlay	170,207	170,207	253,588	(83,381)
Debt service	-	-	62,583	(62,583)
Total Expenditures	<u>2,629,843</u>	<u>2,629,843</u>	<u>2,549,953</u>	<u>79,890</u>
Excess of Revenues over (under) Expenditures	33,306	33,306	572,999	539,693
Fund balance, January 1	1,741,659	1,741,659	1,722,732	(18,927)
Fund balance, December 31	<u>\$ 1,774,965</u>	<u>\$ 1,774,965</u>	<u>\$ 2,295,731</u>	<u>\$ 520,766</u>

TOWN OF SILT, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual
Park Impact Fee Fund
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		<u>Actual</u>
Revenues				
Impact Fees	\$ 15,000	\$ 15,000	\$ 6,268	\$ (8,732)
Interest	-	-	55	55
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>6,323</u>	<u>(8,677)</u>
Expenditures				
Capital Outlay	10,000	10,000	-	10,000
Total expenditures	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Excess of Revenues over (under) Expenditures	5,000	5,000	6,323	1,323
Fund Balance, January 1	<u>24,333</u>	<u>24,333</u>	<u>43,746</u>	<u>19,413</u>
Fund Balance, December 31	<u>\$ 29,333</u>	<u>\$ 29,333</u>	<u>\$ 50,069</u>	<u>\$ 20,736</u>

TOWN OF SILT, COLORADO
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2019

	<u>Conservation Trust Fund</u>	<u>Construction Fee Impact Fund</u>	<u>Victim Assistance</u>
Assets			
Cash and cash equivalents	\$ 87,470	\$ 48,138	\$ 55,690
Accounts receivable	-	-	-
Total assets	<u>\$ 87,470</u>	<u>\$ 48,138</u>	<u>\$ 55,690</u>
Liabilities and Fund Balances			
Liabilities:			
Due to Other Funds	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:			
Unreserved:	87,470	48,138	55,690
Total fund balances	<u>87,470</u>	<u>48,138</u>	<u>55,690</u>
Total liabilities and fund balances	<u>\$ 87,470</u>	<u>\$ 48,138</u>	<u>\$ 55,690</u>

Beautification Fund	Economic Development Fund	Total Nonmajor Governmental Funds
\$ 260,665	\$ 13,491	\$ 465,454
-	131,853	131,853
<u>\$ 260,665</u>	<u>\$ 145,344</u>	<u>\$ 597,307</u>
\$ -	\$ 121,263	\$ 121,263
-	121,263	121,263
260,665	24,081	476,044
260,665	24,081	476,044
<u>\$ 260,665</u>	<u>\$ 145,344</u>	<u>\$ 597,307</u>

TOWN OF SILT, COLORADO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
December 31, 2019

	Conservation Trust Fund	Construction Fee Impact Fund	Victim Assistance
REVENUES			
Taxes	\$ -	\$ -	\$ -
Operating Grants and Contributions	35,755	-	-
Fines and Forfeits	-	-	6,161
Impact Fees	-	4,152	-
Interest Income	549	-	-
Total revenues	<u>36,304</u>	<u>4,152</u>	<u>6,161</u>
EXPENDITURES			
General Government	-	-	-
Public Safety	-	-	13,276
Capital Outlay	17,763	-	-
Total expenditures	<u>17,763</u>	<u>-</u>	<u>13,276</u>
Excess revenues over (under) expenditures	18,541	4,152	(7,115)
Fund balance, January 1	<u>68,929</u>	<u>43,986</u>	<u>62,805</u>
Fund balance, December 31	<u>\$ 87,470</u>	<u>\$ 48,138</u>	<u>\$ 55,690</u>

Beautification Fund	Economic Development Fund	Total Nonmajor Governmental Funds
\$ 62,849	\$ -	\$ 62,849
100	16,474	52,329
-	-	6,161
-	-	4,152
31	-	580
<u>62,980</u>	<u>16,474</u>	<u>126,071</u>
-	5,529	5,529
-	-	13,276
<u>36,793</u>	-	<u>54,556</u>
<u>36,793</u>	<u>5,529</u>	<u>73,361</u>
26,187	10,945	52,710
<u>234,478</u>	<u>13,136</u>	<u>423,334</u>
<u>\$ 260,665</u>	<u>\$ 24,081</u>	<u>\$ 476,044</u>

TOWN OF SILT, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual
Conservation Trust Fund
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
Revenues				Favorable
				(Unfavorable)
Operating Grants and Contributions	\$ 29,000	\$ 29,000	\$ 35,755	\$ 6,755
Donations	3,000	3,000	-	(3,000)
Interest Income	60	60	549	489
Total revenues	<u>32,060</u>	<u>32,060</u>	<u>36,304</u>	<u>4,244</u>
Expenditures				
Capital outlay	35,000	35,000	17,763	17,237
Total expenditures	<u>35,000</u>	<u>35,000</u>	<u>17,763</u>	<u>17,237</u>
Excess of Revenues over				
(under) Expenditures	(2,940)	(2,940)	18,541	21,481
Fund balance, January 1	<u>66,970</u>	<u>66,970</u>	<u>68,929</u>	<u>1,959</u>
Fund balance, December 31	<u>\$ 64,030</u>	<u>\$ 64,030</u>	<u>\$ 87,470</u>	<u>\$ 23,440</u>

TOWN OF SILT, COLORADO
Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual
Construction Impact Fee Fund
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
Revenues				Favorable
Impact Fees	\$ 12,000	\$ 12,000	\$ 4,152	\$ (7,848)
Total revenues	<u>12,000</u>	<u>12,000</u>	<u>4,152</u>	<u>(7,848)</u>
Expenditures				
Projects	20,000	20,000	-	20,000
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>
Excess of revenues over (under) expenditures	(8,000)	(8,000)	4,152	12,152
Fund balance, January 1	<u>53,948</u>	<u>53,948</u>	<u>43,986</u>	<u>(9,962)</u>
Fund balance, December 31	<u>\$ 45,948</u>	<u>\$ 45,948</u>	<u>\$ 48,138</u>	<u>\$ 2,190</u>

TOWN OF SILT, COLORADO
Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual
Victim Assistance Fund
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
Revenues				Favorable
Fines and Forfeits	\$ 5,000	\$ 5,000	\$ 6,161	\$ 1,161
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>6,161</u>	<u>1,161</u>
Expenditures				
Public Safety	15,000	15,000	13,276	1,724
Total expenditures	<u>15,000</u>	<u>15,000</u>	<u>13,276</u>	<u>1,724</u>
Excess of revenues over				
(under) expenditures	(10,000)	(10,000)	(7,115)	2,885
Fund balance, January 1	<u>62,815</u>	<u>62,815</u>	<u>62,805</u>	<u>(10)</u>
Fund balance, December 31	<u>\$ 52,815</u>	<u>\$ 52,815</u>	<u>\$ 55,690</u>	<u>\$ 2,875</u>

TOWN OF SILT, COLORADO
Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual
Beautification Fund
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
Revenues				Favorable
Taxes	\$ 45,000	\$ 45,000	\$ 62,849	\$ 17,849
Donations	-	-	100	100
Interest	25	25	31	6
Total revenues	<u>45,025</u>	<u>45,025</u>	<u>62,980</u>	<u>17,955</u>
Expenditures				
Capital outlay	168,000	168,000	36,793	131,207
Total expenditures	<u>168,000</u>	<u>168,000</u>	<u>36,793</u>	<u>131,207</u>
Excess of Revenues over (under) Expenditures	(122,975)	(122,975)	26,187	149,162
Fund balance, January 1	<u>276,548</u>	<u>276,548</u>	<u>234,478</u>	<u>(42,070)</u>
Fund balance, December 31	<u>\$ 153,573</u>	<u>\$ 153,573</u>	<u>\$ 260,665</u>	<u>\$ 107,092</u>

TOWN OF SILT, COLORADO
Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual
Economic Development Fund
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
Revenues				Favorable
Operating Grants and Contributions	\$ 16,990	\$ 16,990	\$ 16,474	\$ (516)
Total revenues	<u>16,990</u>	<u>16,990</u>	<u>16,474</u>	<u>(516)</u>
Expenditures				
General Government	16,995	16,995	5,529	11,466
Total expenditures	<u>16,995</u>	<u>16,995</u>	<u>5,529</u>	<u>11,466</u>
Excess of Revenues over				
(under) Expenditures	(5)	(5)	10,945	10,950
Fund Balance, January 1	<u>19,476</u>	<u>19,476</u>	<u>13,136</u>	<u>(6,340)</u>
Fund Balance, December 31	<u>\$ 19,471</u>	<u>\$ 19,471</u>	<u>\$ 24,081</u>	<u>\$ (4,610)</u>

TOWN OF SILT, COLORADO
Schedule of Revenues, Expenditures and Changes in Available Resources-Budget and Actual
Water/Wastewater Fund
For the Year Ended December 31, 2019

Revenues	Budgeted Amounts		Actual	Variance with
	Original	Final		(Unfavorable)
Charges for Services	\$ 1,732,400	\$ 1,732,400	\$ 1,816,286	\$ 83,886
Interest revenue	6,000	6,000	19,304	13,304
Tap Fees	220,000	220,000	138,896	(81,104)
Grants and Contributions	679,400	679,400	272,265	(407,135)
Miscellaneous	41,925	41,925	44,998	3,073
Total revenues	2,679,725	2,679,725	2,291,749	(387,976)
Expenditures				
Administration	570,205	570,205	547,447	22,758
Operations	717,808	717,808	797,362	(79,554)
Capital Outlay	970,000	970,000	439,078	530,922
Debt service				
Principal	329,751	329,751	329,751	-
Interest	145,217	145,217	145,216	1
Total expenditures	2,732,981	2,732,981	2,258,854	474,127
Excess of Revenues over (under) Expenditures	(53,256)	(53,256)	32,895	86,151
Available resources, January 1	2,594,271	2,594,271	2,469,033	(125,238)
Change in accrual expenses	-	-	5,092	5,092
Available resources, December 31	\$ 2,541,015	\$ 2,541,015	\$ 2,507,020	\$ (33,995)

TOWN OF SILT, COLORADO
Schedule of Revenues, Expenditures and Changes in Available Resources-Budget and Actual
Irrigation Fund
For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for Services	\$ 223,600	\$ 223,600	\$ 230,410	\$ 6,810
Tap Fees	5,000	5,000	1,643	(3,357)
Grants	86,500	86,500	82,533	(3,967)
Total revenues	315,100	315,100	314,586	(514)
Expenditures				
Administration	137,600	137,600	134,501	3,099
Operations	108,808	108,808	105,373	3,435
Debt Service	4,930	4,930	4,930	
Purchase of Fixed Assets	100,000	100,000	88,116	11,884
Total expenditures	351,338	351,338	332,920	18,418
Excess of revenues over (under) expenditures	(36,238)	(36,238)	(18,334)	17,904
Available Resources, January 1	533,430	533,430	555,665	22,235
Available Resources, December 31	\$ 497,192	\$ 497,192	\$ 537,331	\$ 40,139

TOWN OF SILT, COLORADO
Schedule of Revenues, Expenditures and Changes in Available Resources-Budget and Actual
Silt Housing Authority
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
Revenues				Favorable
Charges for Services	\$ 200,000	\$ 200,000	\$ 179,210	\$ (20,790)
Grants and Contributions	25,000	25,000	38,200	13,200
Other Operating Revenue			229	229
Interest revenue	1,500	1,500	5,063	3,563
Total revenues	<u>226,500</u>	<u>226,500</u>	<u>222,702</u>	<u>(3,798)</u>
Expenditures				
Administration	35,100	35,100	32,653	2,447
Operations	130,216	130,216	139,339	(9,123)
Purchase of Fixed Assets	55,000	55,000	57,010	(2,010)
Total expenditures	<u>220,316</u>	<u>220,316</u>	<u>229,002</u>	<u>(8,686)</u>
Excess of Revenues over				
(under) Expenditures	6,184	6,184	(6,300)	(12,484)
Available resources, January 1	<u>34,202</u>	<u>34,202</u>	<u>101,169</u>	<u>66,967</u>
Available resources, December 31	<u>\$ 40,386</u>	<u>\$ 40,386</u>	<u>\$ 94,869</u>	<u>\$ 54,483</u>

Steps for printing your content and returning to 'Edit Mode

1. Click Ctrl + A on a Windows machine or Command + A on a Mac to select all data.
2. Right-click your mouse and select Print.
3. Confirm that print settings are correct - make sure "selection only" isn't checked.
4. Print hard copy or to PDF.
5. Click "Edit Mode" to return to modifying your data.
6. Remember to click "Save" to save any changes.

ANNUAL HIGHWAY FINANCE REPORT - CY19

Email address: atucker@townofsilt.org

City/County: Silt

II - RECEIPTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

A. Receipts from local sources

2. General Fund Appropriations:	\$	<input type="text" value="17,645.00"/>
3. Other local imposts: <i>from A.3. 'Total' below</i>	\$	<input type="text" value="331,735.00"/>
4. Miscellaneous local receipts: <i>from A.4. 'Total' below</i>	\$	<input type="text" value="6,409.00"/>
5. Transfers from toll facilities	\$	<input type="text" value="0.00"/>
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	<input type="text" value="0.00"/>
b. Bonds - Refunding Issues:	\$	<input type="text" value="0.00"/>
c. Notes:	\$	<input type="text" value="0.00"/>

SubTotal: \$

B. Private Contributions \$

II - RECEIPTS FOR ROAD AND STREET PURPOSES (Detail)

Please no commas or dollar signs for the input

A.3. Other local imposts

a. Property Taxes and Assessments	\$ 19,589.00
b. Other Local Imposts	
1. Sales Taxes:	\$ 291,617.00
2. Infrastructure and Impact Fees:	\$ 0.00
3. Liens:	\$ 0.00
4. Licenses:	\$ 0.00
5. Specific Ownership and/or Other:	\$ 20,529.00
Total: (a + b) carried to 'Other local imposts' above)	\$ 331,735.00

A.4. Miscellaneous local receipts

Please no commas or dollar signs for the input

a. Interest on Investments:	\$ 0.00
b. Traffic fines & Penalties:	\$ 6,409.00
c. Parking Garage Fees:	\$ 0.00
d. Parking Meter Fees:	\$ 0.00
e. Sale of Surplus Property:	\$ 0.00
f. Charges for Services:	\$ 0.00
g. Other Misc. Receipts:	\$ 0.00
h. Other:	\$ 0.00
Total: (a through h) carried to 'Misc local receipts' above)	\$ 6,409.00

C. Receipts from State Government

Please no commas or dollar signs for the input

1. Highway User Taxes:	\$ 128,803.00
3. Other State funds:	
c. Motor Vehicle Registrations:	\$ 15,351.00
d. Other (Specify):	
Comments: undefined	\$ 0.00
e. Other (Specify):	
Comments: undefined	\$ 0.00
Total: (1+3c,d,e)	\$ 144,154.00

D. Receipts from Federal Government

Please no commas or dollar signs for the input

- 2. Other Federal Agencies

a. Forest Service:	\$	0.00
b. FEMA:	\$	0.00
c. HUD:	\$	0.00
d. Federal Transit Administration:	\$	0.00
e. U.S. Corp of Engineers	\$	0.00
f. Other Federal:	\$	0.00
Total: (2a-f)		\$ 0.00

III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

A. Local highway disbursements

1. Capital outlay: <i>(from A.1.d. Total Capital Outlay below)</i>	\$	61,096.00
2. Maintenance:	\$	171,571.00
3. Road and street services		
a. Traffic control operations:	\$	0.00
b. Snow and ice removal:	\$	28,051.00
c. Other:	\$	58,994.00
4. General administration & miscellaneous	\$	11,779.00
5. Highway law enforcement and safety	\$	168,452.00
Total: (A.1-5)		\$ 499,943.00

Please no commas or dollar signs for the input

B. Debt service on local obligations

1. Bonds		
a. Interest	\$	0.00
b. Redemption	\$	0.00
2. Notes		
a. Interest	\$	0.00
b. Redemption	\$	0.00
SubTotal: (1+2)		\$ 0.00

Please no commas or dollar signs for the input

C. Payments to State for Highways:	\$	0.00
---	----	------

D. Payments to Toll Facilities:

\$ 0.00

Total Disbursements: (A+B+C+D) \$ 499,943.00

Please no commas or dollar signs for the input

III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES - (Detail)

Please no commas or dollar signs for the input

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
A. 1. Capital Outlay			
a. Right-Of-Way Costs:	\$ 0.00	\$ 0.00	\$ 0.00
b. Engineering Costs:	\$ 0.00	\$ 1,859.00	\$ 1,859.00
c. Construction			
1. New Facilities:	\$ 0.00	\$ 0.00	\$ 0.00
2. Capacity Improvements:	\$ 0.00	\$ 0.00	\$ 0.00
3. System Preservation:	\$ 0.00	\$ 59,237.00	\$ 59,237.00
4. System Enhancement:	\$ 0.00	\$ 0.00	\$ 0.00
5. Total Construction:			\$ 59,237.00
d. Total Capital Outlay: (Lines A.1.a. + 1.b. + 1.c.5)			\$ 61,096.00

IV. LOCAL HIGHWAY DEBT STATUS

Please no commas or dollar signs for the input

	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT
A. Bonds (Total)	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1. Bonds (Refunding Portion)		\$ 0.00	\$ 0.00	\$ 0.00
B. Notes (Total):	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00

V - LOCAL ROAD AND STREET FUND BALANCE

Please no commas or dollar signs for the input

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
\$ 0.00	\$ 499,943.00	\$ 499,943.00	\$ 0.00	\$ 0.00

Notes & Comments:

undefined

Please enter your name: Amie Tucker

Please provide a telephone number where you may be reached: 970-876-2353

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Print Mode

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Please click on the "Save" button before viewing the data in a print format.