

City of Central, Colorado

Financial Statements
with Independent Auditors' Report

December 31, 2019



**HINKLE &
COMPANY**
Strategic ^{PC}
Business Advisors

City of Central, Colorado

Table of Contents
December 31, 2019

Independent Auditors' Report	1
Management's Discussion and Analysis	i
Basic Financial Statements	
<i>Government-wide Financial Statements</i>	
Statement of Net Position	3
Statement of Activities	4
<i>Governmental Funds</i>	
Balance Sheet	5
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	6
Statement of Revenues, Expenditures and Changes in Fund Balances	7
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	8
<i>Proprietary Funds</i>	
Statement of Net Position	9
Statement of Revenues, Expenses and Changes in Net Position	10
Statement of Cash Flows.....	11
<i>Notes to Financial Statements</i>	12
Required Supplementary Information	
Schedule of Changes in Net Pension Liability and Related Ratios and Contributions – Volunteer Fire Department Pension Plan	31
<i>Budgetary Comparison Schedules</i>	
General Fund.....	32
Historic Preservation Fund	33
Transportation Fund	34
Public Safety Fund.....	35
<i>Notes to Required Supplementary Information</i>	36
Supplementary Information	
Combining Balance Sheet – Nonmajor Governmental Funds	38
Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds	39

City of Central, Colorado

Table of Contents
December 31, 2019
(Continued)

Supplementary Information (Continued)

Budgetary Comparison Schedules

Conservation Trust Fund	40
Public Property & Development Fund.....	41
Impact Fees Fund.....	42
Capital Improvement Fund	43
Water Fund	44

State Compliance

Local Highway Finance Report.....	45
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**HINKLE &
COMPANY**
Strategic PC
Business Advisors

Independent Auditors' Report

Honorable Mayor and Members of the City Council
City of Central
Central City, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Central as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the basic financial statements of the City of Central, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, 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 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 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 City of Central as of December 31, 2019, and the respective changes in financial position and cash flows, where applicable, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the 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 City of Central's basic financial statements. The supplementary information and the local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 the information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Hick & Company, PC

Greenwood Village, Colorado
July 31, 2020



As management of the City of Central, (“City”), we offer readers of the City’s financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year that ended December 31, 2019.

USING THIS ANNUAL REPORT

This discussion and analysis report is intended to serve as an introduction to the City’s basic financial statements and provide the reader with greater detail and explanation of areas and/or issues the City’s Management feels are significant. This discussion and analysis is divided into two basic parts. The first section provides an overview and discussion of the basic components of the financial statements. The second section of this report provides figurative analysis of the financial statements themselves. Management recommends reviewing the financial statements in conjunction with this report.

The City’s financial statements are comprised of several components including: government-wide financial statements, fund financial statements, notes to the financial statements, required supplementary information, other supplementary information, and compliance reports. Each of these components provides readers with differing levels of detail and discusses the City’s activities and financial position in different scopes.

Government-wide financial statements: The government-wide financial statements are designed to provide readers with a broad overview of the City’s finances, in a manner similar to a private-sector business. For that reason, the government-wide financial statements are calculated using the accrual basis of accounting like the private-sector. Government-wide statements incorporate all aspects of the City’s financial condition and provide the reader a general knowledge of its financial activities.

The *Statement of Net Position* presents information on all City assets, liabilities, and deferred inflows of resources with the difference reported as *net position*. Over time, increases or decreases in net position may serve as useful indicators of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information showing how the City’s net position changed during the most recent fiscal year. While the *Statement of Net Position* focuses on total changes in assets and liabilities, the *Statement of Activities* focuses on the underlying causes of those total changes. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused personal leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions of the City 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 City include general government, public safety (police services), public works, community development, fire,

and historic preservation. The business-type activities of the City include water distribution and system maintenance.

The government-wide financial statements can be found on pages 3 and 4 of this report.

Fund financial statements: Fund Financial Statements detail the status and changes within certain Fund groups. 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. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All City funds can be divided into two separate categories: Governmental Funds and Proprietary Funds.

Governmental Funds--Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds. The balances left at year-end are available for spending in future years, provided that balances restricted for certain purposes are spent for those purposes only. Governmental Funds utilize the modified accrual accounting method, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements display detailed short-term views of cash, operations, and the basic services provided. Governmental fund statements show the reader whether there are more or fewer financial resources available at the end of a fiscal year that can be spent in the near future to finance government programs and objectives.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of a government's near-term financing decisions. Both the *Balance Sheet--Governmental Funds* and the *Statement of Revenues, Expenditures and Changes in Fund Balances--Governmental Funds* provide reconciliations to facilitate this comparison between governmental funds reported on the modified accrual basis of accounting, and governmental activities reported on the full accrual basis.

The City of Central maintains eight (8) individual governmental funds. Information is presented by fund name in the *Balance Sheet--Governmental Funds* and the *Statement of Revenues, Expenditures and Changes in Fund Balances--Governmental Funds* for five of these funds because they meet the criteria to be considered "major funds" (General Fund, Historic Preservation Fund, Transportation Fund, Capital Improvement Fund, and Public Safety Fund). The other three (Conservation Trust Fund, Public Property Trust Fund, and Impact Fees Fund) are combined in a column titled "Nonmajor Governmental Funds." Individual fund data for these nonmajor governmental funds is provided in the back of this report in the section titled "Supplementary Information."

Proprietary Fund--The City's water utility operations and all related financial activity are reported in a proprietary fund known as the Water Fund. Proprietary funds focus on overall economic position rather than year-end fund balances, and they utilize the full accrual method of accounting. An Enterprise Fund is the type of proprietary fund used to account for utility operations. It reports the same functions that are presented as business-type activities in the government-wide financial

statements, only in a bit more detail. Proprietary fund financial statements can be found on pages 9-11 of this report.

Notes to Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are the final section of the basic financial statements. They can be found on pages 12-30 of this report.

Supplementary Information: In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the City's budget and pension plan. Certain pension plan information and budgetary comparison statements for the General Fund, Historic Preservation Fund, Transportation Fund, and Public Safety Fund are included as "Required Supplementary Information" on pages 31-37 of this report. Budgetary comparison schedules for the other funds with adopted budgets are displayed on pages 40-44 in the "Supplementary Information" section of the report. These statements and schedules demonstrate compliance with the City's adopted and final revised budgets.

Government-Wide Financial Analysis

As mentioned previously, net position may serve over time as a useful indicator of a government's financial position. The chart on the following page displays the changes in net position experienced by the City over the last two years. The City of Central's total assets exceeded its liabilities and deferred inflows of resources by \$38,860,127 at the close of 2019.

City of Central's Net Position

	Governmental		Business-type		Total	
	Activities		Activities			
	2019	2018	2019	2018	2019	2018
Current and other assets	\$ 6,386,618	\$ 6,527,310	\$ 674,585	\$ 642,353	\$ 7,061,203	\$ 7,169,663
Capital assets, net	25,108,363	26,271,784	9,533,768	9,850,646	34,642,131	36,122,430
Internal balances	-	919,205	-	(919,205)	-	-
Total assets	\$ 31,494,981	\$ 33,718,299	\$ 10,208,353	\$ 9,573,794	\$ 41,703,334	\$ 43,292,093
Deferred Outflows of Resources	\$ 72,478	\$ -	\$ -	\$ -	\$ 72,478	\$ -
Current liabilities	\$ 477,776	\$ 680,857	\$ 78,908	\$ 85,782	\$ 556,684	\$ 766,639
Long-term debt outstanding	1,135,286	1,838,711	503,254	623,843	1,638,540	2,462,554
Net pension liability	95,516	27,948	-	-	95,516	27,948
Total liabilities	\$ 1,708,578	\$ 2,547,516	\$ 582,162	\$ 709,625	\$ 2,290,740	\$ 3,257,141
Deferred Inflows of Resources	\$ 624,945	\$ 258,793	\$ -	\$ -	\$ 624,945	\$ 258,793
Net position:						
Net investment in capital assets	\$ 24,150,683	\$ 24,603,666	\$ 9,040,904	\$ 9,240,646	\$ 33,191,587	\$ 33,844,312
Restricted for Emergencies	270,000	194,000	-	-	270,000	194,000
Restricted for other purposes	2,295,482	821,985	-	-	2,295,482	821,985
Unrestricted	2,517,771	5,292,339	585,287	(376,477)	3,103,058	4,915,862
Total net position	\$ 29,233,936	\$ 30,911,990	\$ 9,626,191	\$ 8,864,169	\$ 38,860,127	\$ 39,776,159

The largest portion of the City's total net position is its investment in capital assets (i.e. land, buildings, improvements, and equipment). Capital assets net of related debt account for 85.4% of total net position. While capital assets make up the most significant portion of the City's net position, it is the current assets comprised of cash, investments, and receivables with which the City operates. These assets declined from the end of 2018 to the end of 2019 by \$108,460 (-1.5%). Overall, the City's Total Net Position decreased by 2.3%, or \$916,032, because the \$2,804,079 depreciation of the City's capital assets exceeded its other operating gains.

In the Governmental Activities, current assets at December 31, 2019 exceeded total liabilities by \$4,678,040 (273.8%). In the Business-type Activities, current assets exceeded total liabilities by \$92,423 (15.9%).

Approximately 6.6% of the City's total net position is restricted for emergencies, historic preservation, capital assets, and parks and open space. The remainder may be used to meet the City's obligations to residents, businesses, and creditors. The City utilizes both capital assets and current assets to provide services to citizens, local businesses, and visitors and to fund daily City operations.

The chart below displays the changes in net position experienced by the City over the last two years. An analysis of these changes follows for both its Governmental and Business-type Activities.

City of Central's Changes in Net Position

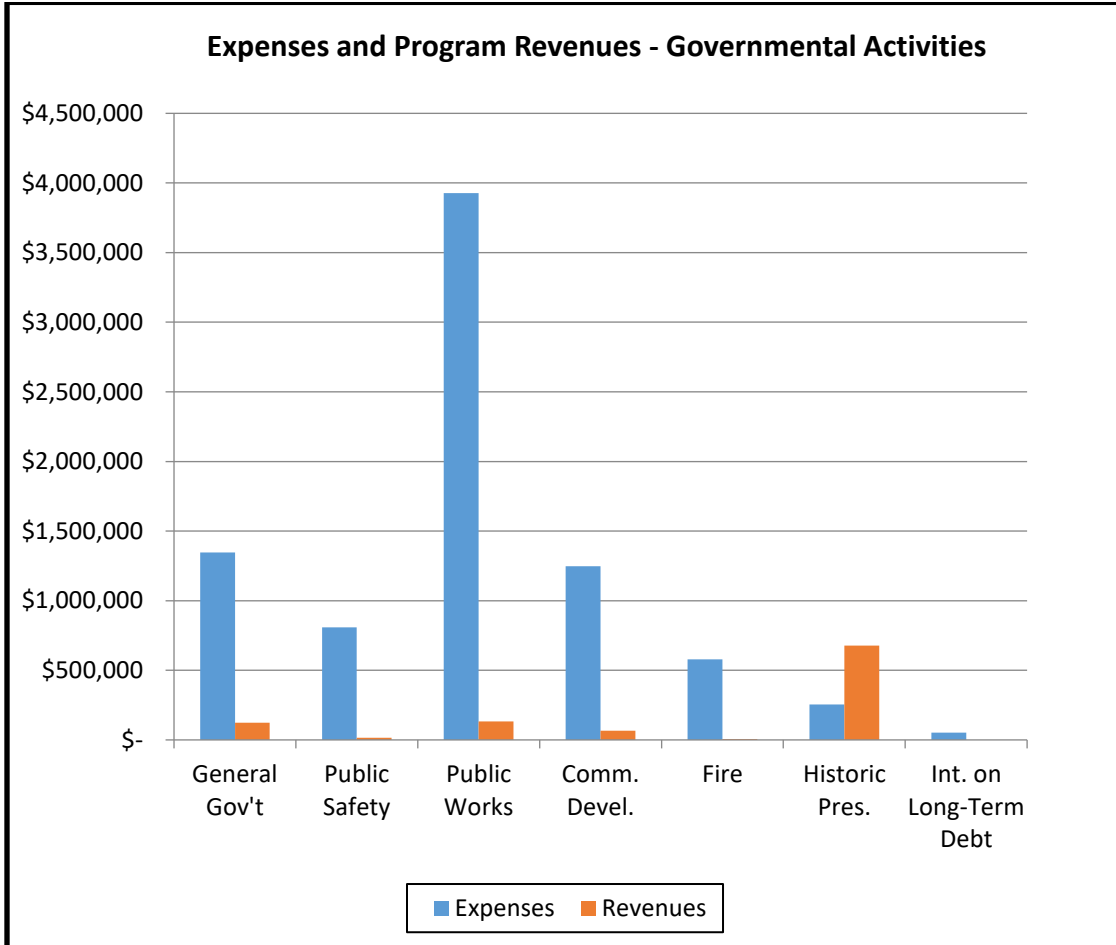
	Activities		Activities		Total	
	2019	2018	2019	2018	2019	2018
Program revenues:						
Charges for services	\$ 173,035	\$ 179,168	\$ 676,713	\$ 639,995	\$ 849,748	\$ 819,163
Operating grants & contributions	798,374	582,603	-	55,570	798,374	638,173
Capital grants & contributions	50,248	295,893	931,458	108,493	981,706	404,386
General revenues:					-	
Property taxes	277,619	277,719	-	-	277,619	277,719
Sales & use taxes	1,459,833	995,508	-	-	1,459,833	995,508
Lodging Tax	78,361	78,820	-	-	78,361	78,820
State Gaming Tax	1,019,793	961,318	-	-	1,019,793	961,318
Gaming Licences & Device Fees	2,554,717	2,583,283	-	-	2,554,717	2,583,283
Investment Income	70,958	46,165	5,161	-	76,119	46,165
Other Revenue	126,142	70,896	-	9,000	126,142	79,896
Transfers In/(Out)	(70,000)	(60,000)	70,000	60,000	-	-
Total revenues	\$ 6,539,080	\$ 6,011,373	\$ 1,683,332	\$ 873,058	\$ 8,222,412	\$ 6,884,431
Program expenses:						
General Government	\$ 1,346,158	\$ 1,241,076	\$ -	\$ -	\$ 1,346,158	\$ 1,241,076
Public Safety	809,025	730,295	-	-	809,025	730,295
Public Works	3,928,051	3,877,919	-	-	3,928,051	3,877,919
Community Development	1,247,019	323,098	-	-	1,247,019	323,098
Fire	579,616	447,622	-	-	579,616	447,622
Historic Preservation	254,868	253,549	-	-	254,868	253,549
Interest on Long-Term Debt	52,397	43,132	-	-	52,397	43,132
Water	-	-	921,310	800,730	921,310	800,730
Total expenses	\$ 8,217,134	\$ 6,916,691	\$ 921,310	\$ 800,730	\$ 9,138,444	\$ 7,717,421
Increase/(decrease)in net assets	\$ (1,678,054)	\$ (905,318)	\$ 762,022	\$ 72,328	\$ (916,032)	\$ (832,990)
Net Position, Beginning	30,911,990	31,817,308	8,864,169	8,791,841	39,776,159	40,609,149
Net Position, Ending	\$29,233,936	\$30,911,990	\$9,626,191	\$8,864,169	\$38,860,127	\$39,776,159

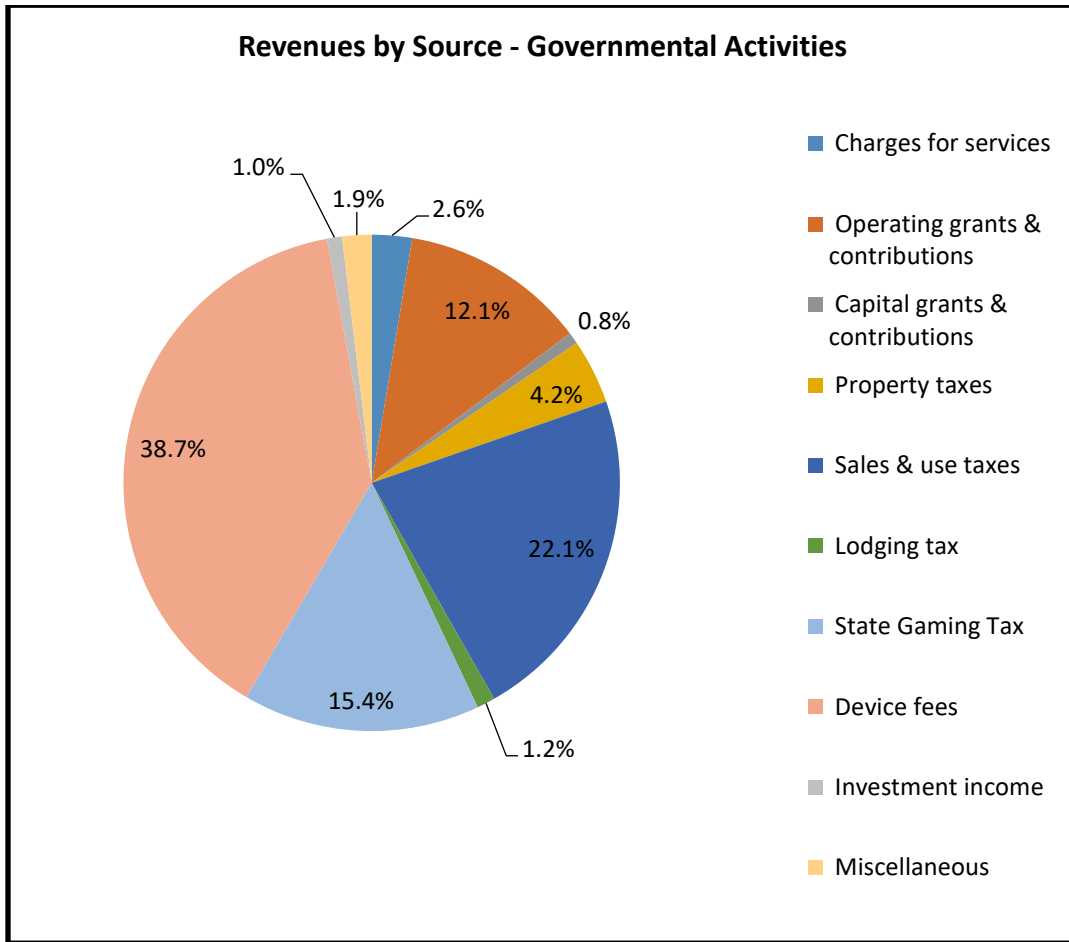
Governmental Activities

Governmental activities caused the City's net position to decrease by \$1,678,054 in 2019. Key elements of this decrease are as follows:

- Depreciation within the program expenses totaled \$2,486,629 in 2019 for Governmental Activities
- Sales and use taxes increased by \$464,325 (46.6%) during 2019 due to new taxes for Public Safety purposes.
- Gaming licenses and device fees decreased by \$28,566 (-1.1%) during 2019.

The following two charts illustrate the 2019 expenses and related program revenues of the Governmental Activities.



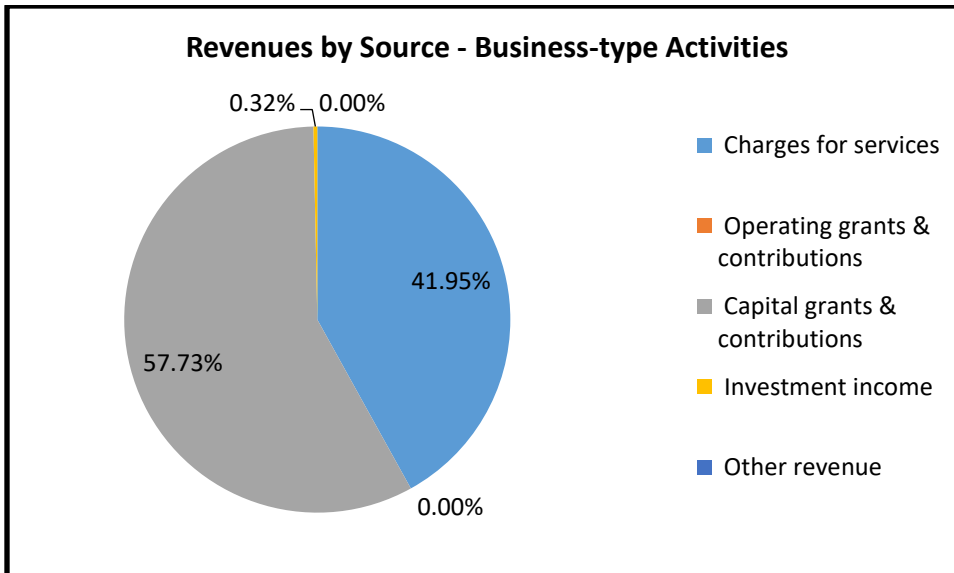
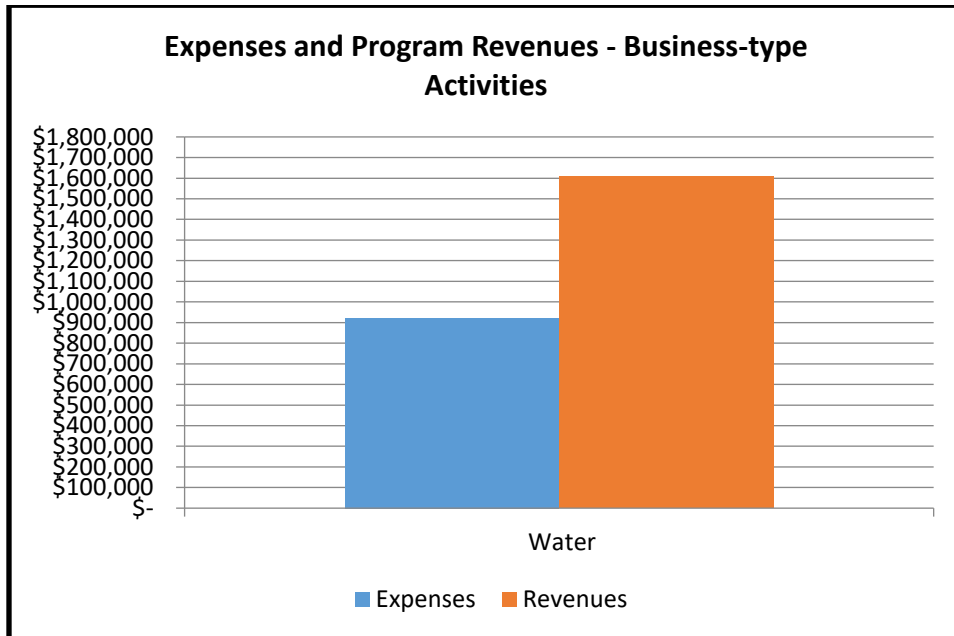


Device fees and state gaming taxes comprised 54.1% of the revenues for Governmental Activities in the City of Central in 2019. Management closely tracks these revenues because of their importance to the City’s budget.

Business-type Activities

Business-type activities caused the City’s net position to increase by \$762,022 in 2019. Charges for services increased by \$36,718 (5.7%). Charges for services exceeded operating expenses not including depreciation by \$72,853 (12.1%).

The following two charts illustrate the Business-type Activities total expenses including depreciation and related program revenues. Program revenues included capital grants and contributions of \$931,458 from tap fees, service line fees, and capital improvement fees in addition to the charges for services discussed above.



Fund Financial Analysis

As noted earlier, the City of Central uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Governmental Funds utilize the modified accrual basis of accounting, and the balances of the spendable resources (fund balances) in each fund are shown at year end. At the close of 2019, the City’s governmental funds reported combined ending fund balances of \$5,340,265. This was a decrease of \$1,193,547 (-18.3%) from the prior year’s ending fund balances. Key elements of this change included the following. Revenues increased by \$537,707 (8.9%) primarily due to new sales taxes for public safety purposes. Expenditures increased by \$1,812,496 (30.6%) over the prior year, primarily due to economic development incentives of \$819,205, advance pay-offs of \$492,137 of capital lease obligations, and project costs of \$330,287 for preservation of the Belvidere Theater.

The following chart details the City’s governmental fund balances for the past ten (10) years:

City of Central Ending Governmental Fund Balances

Fund	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General	\$ 204,049	\$ 1,153,136	\$ 1,594,416	\$ 1,585,809	\$ 2,263,848	\$ 2,632,780	\$ 3,195,011	\$ 3,562,725	\$ 4,179,433	\$ 2,166,483
Transportation	-	-	-	-	-	1,036,963	903,560	1,006,456	726,806	577,837
Capital Improvement	-	-	-	-	-	938,042	702,966	667,614	606,170	260,463
Historic Preservation	399,885	999,475	467,139	239,395	218,420	341,390	386,807	724,879	931,440	2,031,391
Public Safety ¹	-	-	-	-	-	-	-	-	-	155,163
TABOR ²	204,130	204,248	204,726	204,932	205,021	-	-	-	-	-
Conservation Trust	33,005	38,811	38,688	45,937	52,479	59,086	67,461	74,878	83,945	93,405
Capital Projects	66,682	-	-	-	-	-	-	-	-	-
Debt Service	-	29,135	21,979	-	-	-	-	-	-	-
Public Property Trust	925,191	225,928	226,559	227,075	(11,754)	(11,029)	-	-	-	43,066
Impact Fees Fund	(156,745)	(144,081)	(144,081)	(129,585)	(129,585)	(129,585)	-	6,018	6,018	12,457
Total	\$ 1,676,197	\$ 2,506,652	\$ 2,409,426	\$ 2,173,563	\$ 2,598,429	\$ 4,867,647	\$ 5,255,805	\$ 6,042,570	\$ 6,533,812	\$ 5,340,265

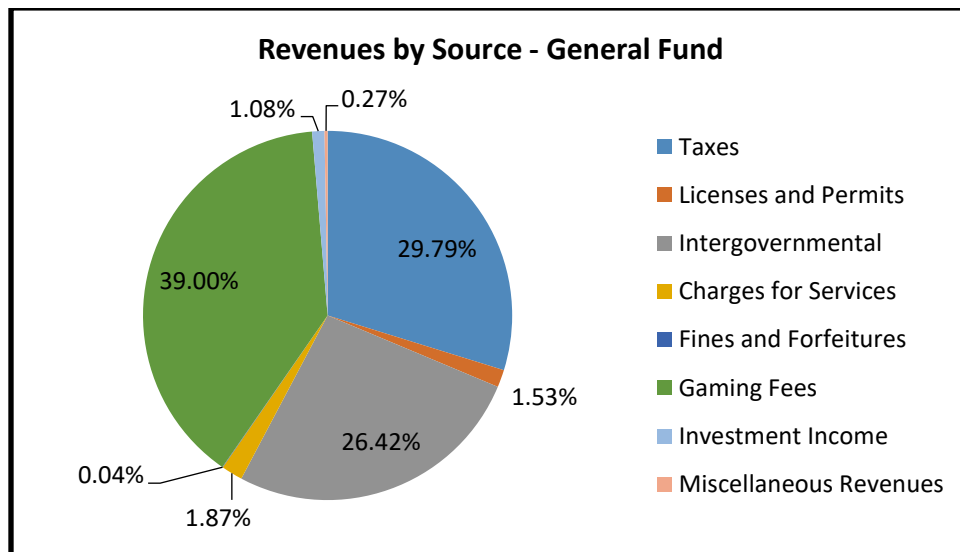
¹ Public Safety Fund was established in 2019.

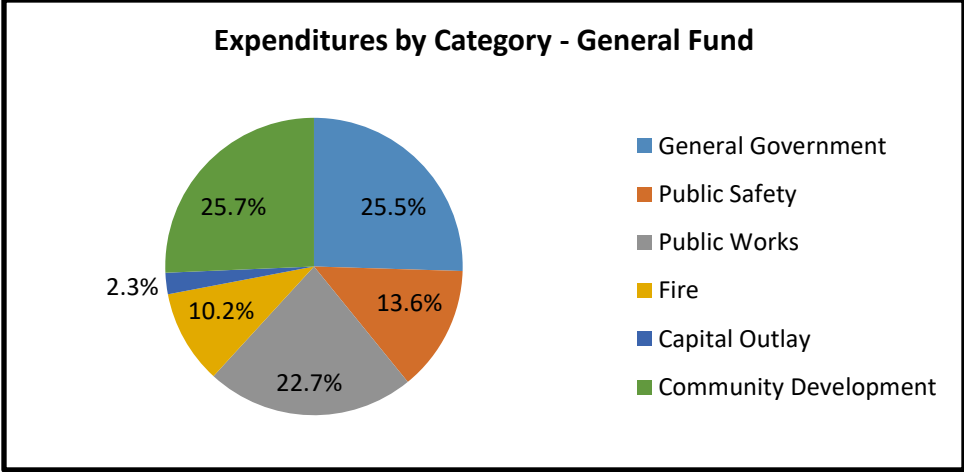
² TABOR Fund was combined with General Fund beginning in 2015.

Grants and loans received in the Transportation and Capital Improvement Funds have helped to improve the governmental fund balances during the previous four years. The General Fund balance improved steadily from 2015 – 2018. During 2019, transfers totaling \$1,562,555 were made from the General Fund to the Historic Preservation Fund (\$1,000,000), Transportation Fund (\$492,555), and Water Fund (\$70,000).

General Fund: The General Fund is the chief operating fund of the City of Central. It accounts for all of the general services provided by the City. The General Fund Balance in 2019 decreased \$2,012,950 (-48.2%) since 2018. Revenues increased by \$272,507 (6.6%) in 2019 primarily due to taxes and intergovernmental revenues. General Fund expenditures increased during 2019 primarily due to economic development incentives of \$819,205, costs of acquiring the Scarlett building of \$61,584, and capital outlay of \$70,140 for vehicles and equipment.

The following two tables illustrate General Fund revenues and expenditures during 2019.

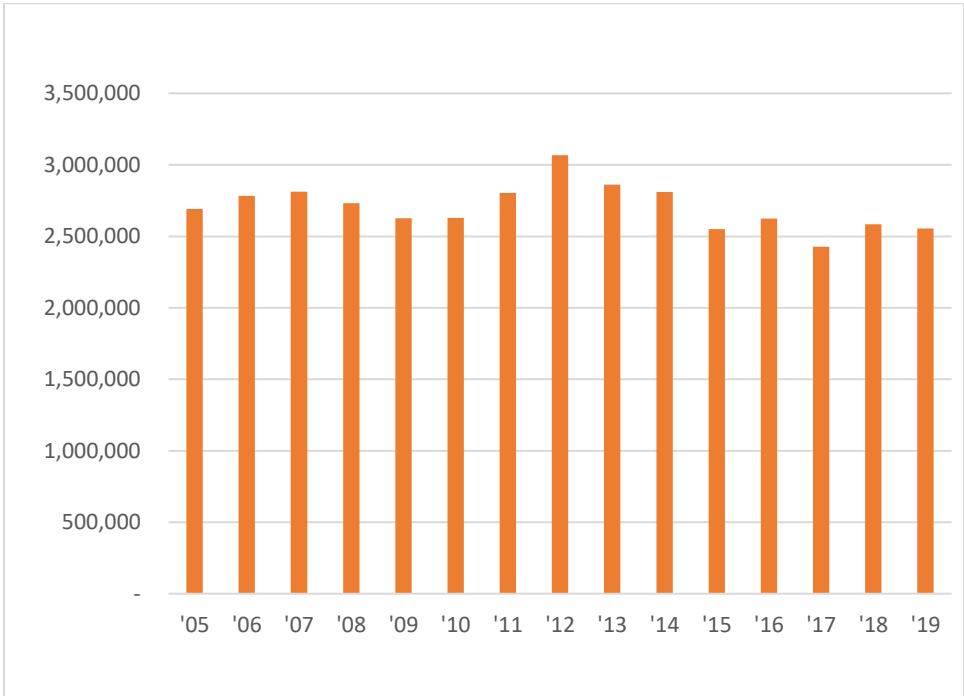




During 2019, the City received \$4,401,987 in General Fund revenues. The percentage of the total General Fund revenues derived from each source remained fairly constant compared to 2018. The percentage of total General Fund expenditures spent for Community Development activities increased from 9.4% in 2018 to 25.7% in 2019 primarily due to spending on economic development incentives.

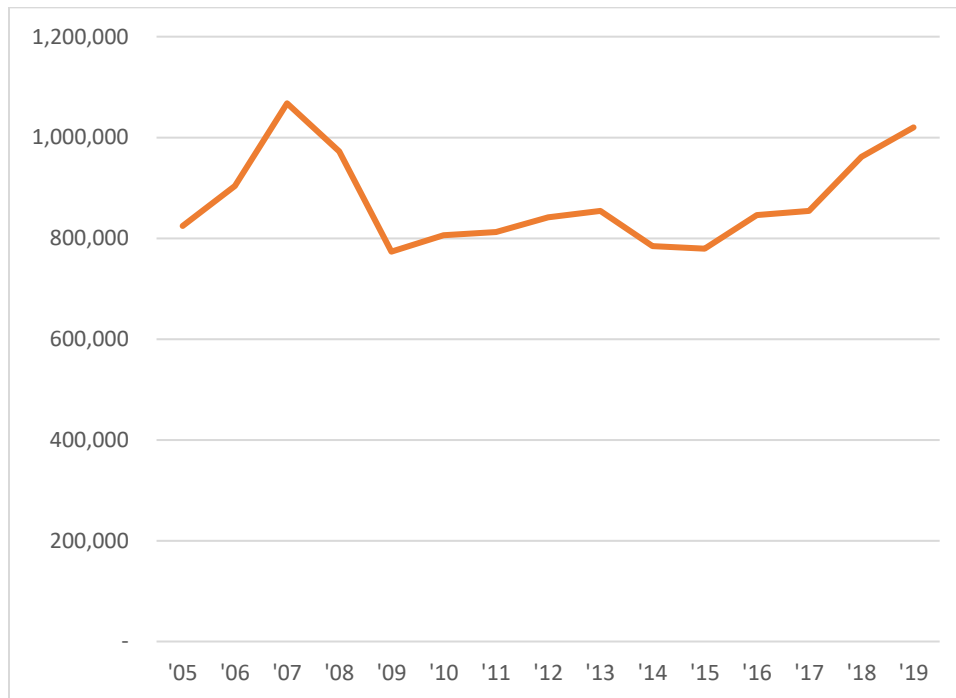
Device Fees and Licenses: Device fees are the City’s most significant source of revenue. During 2019, device fees and licenses collected by all governmental funds totaled \$2,554,717 and accounted for 38.6% of all governmental fund revenues. The graph below illustrates the total amount of device revenue collected for all governmental funds over the last fifteen years.

Gaming Device Revenue



Gaming Taxes: The City’s third most important governmental revenue source after sales/use taxes and gaming device revenue is state gaming taxes. The amount of state gaming tax received annually is based on a calculation involving each Colorado gambling city’s proportion of gaming taxes paid to the state. Central City received \$1,019,793 in 2019 compared to \$961,318 in 2018, which was an increase of 6.1%. Below is a graph illustrating state gaming tax revenue for the past fifteen years.

State Gaming Tax



Transportation Fund: The Transportation Fund received \$838,081 in gaming device fees during 2019, which was similar to the amount received in 2018 (\$847,452). During 2019 the Transportation Fund balance decreased by \$148,960 (-20.5%). The fund’s major expenditures included paying off the outstanding capital lease for the membrane building (\$440,772), Spring Street improvements (\$566,243), shuttle services (\$238,179), repair and maintenance of the Central City Parkway (\$146,918), and loan repayments as required (\$173,867) to the Colorado Department of Transportation’s State Infrastructure Bank.

Capital Improvement Fund: During 2019, the Capital Improvement Fund balance decreased by \$345,707 (-57.0%) primarily due to the purchase of a street sweeper (\$219,944) and two pick-up trucks for Public Works (\$90,997). The fund’s expenditures also included City Hall improvements (\$22,188), storm water improvements (\$18,849), and loan payments totaling \$164,189 to pay off its capital equipment leases early in order to save the City interest expenses.

Historic Preservation Fund: The Historic Preservation Fund’s most significant source of revenue, historic preservation funding from the state, is also derived from gaming. Like the state gaming tax, historic preservation monies are allocated based on a calculation involving each City’s

proportionate share of gaming taxes paid to the state. The funds are to be used for the preservation and protection of historical buildings and properties within the City. In 2019, the City received \$664,571 in state grant revenue, which was 38.6% more than in 2018. Other revenues include sales from the Visitors' Center and donations for historic restoration projects.

Public Safety Fund: Voters of the City approved a 2% sales and use tax beginning January 1, 2019 for the purpose of funding fire protection and public safety services, programs and facilities. During 2019, the Public Safety Fund received \$349,663 from these taxes. The fund's expenditures included \$52,811 for a pick-up truck for the fire department.

Water Fund: At December 31, 2019 the Net Position of the Water Fund was \$9,626,191. Revenues from charges for services increased \$36,718 (5.7%) compared to 2018. Operating expenses of \$921,310 in 2019 represented an increase of \$120,580 (15.1%) compared to 2018. The Water Fund had an operating loss of \$-244,597 in 2019 compared to \$-160,735 in 2018. As in most years, the 2019 operating loss for the Water Fund was related to depreciation (\$317,450) of plant and equipment. Charges for services covered 73.3 % of operating expenses in 2019 compared to 79.9% of operating expenses in 2018 (and 84.1% and 80.8% of operating expenses in 2017 and 2016 respectively).

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At December 31, 2019 the City had invested in a range of capital assets including land, buildings and improvements, vehicles, office equipment, utility lines, and streets. Note 4 of the financial statements provides a summary of these assets. City capital acquisitions and expenses during 2019 included:

Water Plant and Lines	\$ 572
Buildings and Improvements	59,375
Equipment and Vehicles	367,303
Infrastructure	566,243
Construction in Progress	330,287

Debt Administration. Note 5 of the financial statements provides a summary of the City's long-term debt. At December 31, 2019 the City owed \$957,680 on the loan from the Colorado Department of Transportation's State Infrastructure Bank (SIB). The SIB loan is payable from the general revenues of the governmental funds. The City paid off the balances of its capital leases totaling \$564,170 during 2019. At December 31, 2019 the City owed \$492,864 on its interest-free loan from the Colorado Water Resources & Power Development Authority that is payable from Water Fund revenues through 2048. In addition, the City had contractual obligations for compensated absences and accrued longevity pay totaling \$177,606 in the General Fund and \$10,390 in the Water Fund. These debts are to be repaid from revenues of the respective funds as they come due.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

When the City's 2020 Budget was prepared, the City's economic climate was expected to continue to realize the noticeable improvements of the previous two years in 2020. The 2020 Budget conservatively estimated revenues from gaming from the City's six casinos, and fees, licenses, permits, and other general revenues are projected without significant changes over 2019. A new 2.00% Sales and Use Tax dedicated to Fire and Public Safety took effect January 1, 2019.

Beginning in March 2020, the State of Colorado imposed lengthy restrictions on businesses, recreation, and places of worship with the stated purpose of slowing the spread of the Coronavirus so that hospital facilities would not be overwhelmed with patients. The City has been economically impacted by these restrictions, and the full economic impact has yet to be determined.

REQUESTS FOR INFORMATION

This financial report is designed to provide the City of Central's residents, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the funds and assets it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Central, Finance Department, PO Box 249, Central City, Colorado 80427-0249.

Basic Financial Statements

City of Central, Colorado
Statement of Net Position
December 31, 2019

	Governmental Activities	Business-Type Activities	Totals
Assets			
Cash and Investments	\$ 5,701,682	\$ 582,408	\$ 6,284,090
Accounts Receivable	272,119	92,177	364,296
Taxes Receivable	412,817	-	412,817
Capital Assets, <i>Not Being Depreciated</i>	6,537,898	1,884,261	8,422,159
Capital Assets, <i>Net of Accumulated Depreciation</i>	18,570,465	7,649,507	26,219,972
Total Assets	31,494,981	10,208,353	41,703,334
Deferred Outflows of Resources			
Pension, <i>Net of Accumulated Amortization</i>	72,478	-	72,478
Liabilities			
Accounts Payable	335,805	74,684	410,489
Accrued Liabilities	62,876	4,224	67,100
Deposits Payable	68,141	-	68,141
Accrued Interest Payable	10,954	-	10,954
Noncurrent Liabilities			
Due Within One Year	159,535	18,034	177,569
Due in More Than One Year	975,751	485,220	1,460,971
Net Pension Liability	95,516	-	95,516
Total Liabilities	1,708,578	582,162	2,290,740
Deferred Inflows of Resources			
Pensions, <i>Net of Accumulated Amortization</i>	45,414	-	45,414
Unearned Revenues	309,716	-	309,716
Property Taxes	269,815	-	269,815
	624,945	-	624,945
Net Position			
Net Investment in Capital Assets	24,150,683	9,040,904	33,191,587
Restricted for:			
Emergencies	270,000	-	270,000
Historic Preservation	2,031,391	-	2,031,391
Capital Improvement	155,163	-	155,163
Capital Acquisition	55,523	-	55,523
Parks and Open Space	93,405	-	93,405
Unrestricted	2,477,771	585,287	3,063,058
Total Net Position	\$ 29,233,936	\$ 9,626,191	\$ 38,860,127

City of Central, Colorado
Statement of Activities
For the Year Ended December 31, 2019

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Totals
Primary Government							
<i>Governmental Activities</i>							
General Government	\$ 1,346,158	\$ 123,552	\$ -	\$ -	\$ (1,222,606)	\$ -	\$ (1,222,606)
Public Safety	809,025	15,364	-	-	(793,661)	-	(793,661)
Public Works	3,928,051	-	82,671	50,248	(3,795,132)	-	(3,795,132)
Community Development	1,247,019	16,060	50,150	-	(1,180,809)	-	(1,180,809)
Fire	579,616	6,200	100	-	(573,316)	-	(573,316)
Historic Preservation	254,868	11,859	665,453	-	422,444	-	422,444
Interest on Long-Term Debt	52,397	-	-	-	(52,397)	-	(52,397)
Total Governmental Activities	8,217,134	173,035	798,374	50,248	(7,195,477)	-	(7,195,477)
<i>Business-Type Activities</i>							
Water Utility	921,310	676,713	-	931,458	-	686,861	686,861
Total Business-Type Activities	921,310	676,713	-	931,458	-	686,861	686,861
Total Primary Government	\$ 9,138,444	\$ 849,748	\$ 798,374	\$ 981,706	\$ (7,195,477)	\$ 686,861	(6,508,616)
General Revenues							
Property Taxes					257,467	-	257,467
Specific Ownership Taxes					20,152	-	20,152
Sales and Use Taxes					1,459,833	-	1,459,833
Lodging Taxes					78,361	-	78,361
Franchise Taxes					57,990	-	57,990
State Gaming Revenues					1,019,793	-	1,019,793
Gaming License Fees					1,716,636	-	1,716,636
Gaming Device Fees					838,081	-	838,081
Grants and Contributions not Restricted to Specific Programs					18,848	-	18,848
Investment Income					70,958	5,161	76,119
Miscellaneous					49,304	-	49,304
Transfers					(70,000)	70,000	-
Total General Revenues					5,517,423	75,161	5,592,584
Change in Net Position					(1,678,054)	762,022	(916,032)
Net Position, Beginning of year					30,911,990	8,864,169	39,776,159
Net Position, End of year					\$ 29,233,936	\$ 9,626,191	\$ 38,860,127

City of Central, Colorado
Balance Sheet
Governmental Funds
December 31, 2019

	General	Historic Preservation	Transportation	Capital Improvement	Public Safety	Nonmajor Governmental Funds	Totals
Assets							
Cash and Investments	\$ 2,593,846	\$ 1,994,898	\$ 570,346	\$ 252,517	\$ 122,627	\$ 167,448	\$ 5,701,682
Accounts Receivable	151,330	49,278	71,511	-	-	-	272,119
Taxes Receivable	364,821	-	-	15,460	32,536	-	412,817
Total Assets	<u>\$ 3,109,997</u>	<u>\$ 2,044,176</u>	<u>\$ 641,857</u>	<u>\$ 267,977</u>	<u>\$ 155,163</u>	<u>\$ 167,448</u>	<u>\$ 6,386,618</u>
Liabilities							
Accounts Payable	\$ 252,391	\$ 11,880	\$ 64,020	\$ 7,514	\$ -	\$ -	\$ 335,805
Accrued Liabilities	43,451	905	-	-	-	18,520	62,876
Deposits Payable	68,141	-	-	-	-	-	68,141
Total Liabilities	<u>363,983</u>	<u>12,785</u>	<u>64,020</u>	<u>7,514</u>	<u>-</u>	<u>18,520</u>	<u>466,822</u>
Deferred Inflows of Resources							
Property Taxes	269,815	-	-	-	-	-	269,815
Unearned Revenues	309,716	-	-	-	-	-	309,716
Total Deferred Inflows of Resources	<u>579,531</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>579,531</u>
Fund Balances							
Restricted for:							
Emergencies	270,000	-	-	-	-	-	270,000
Historic Preservation	-	2,031,391	-	-	-	-	2,031,391
Capital Acquisition	-	-	-	-	155,163	-	155,163
Capital Improvements	-	-	-	-	-	55,523	55,523
Parks and Open Space	-	-	-	-	-	93,405	93,405
Committed to:							
Transportation	-	-	577,837	-	-	-	577,837
Assigned to Capital Projects	-	-	-	260,463	-	-	260,463
Unrestricted, Unassigned	1,896,483	-	-	-	-	-	1,896,483
Total Fund Balances	<u>2,166,483</u>	<u>2,031,391</u>	<u>577,837</u>	<u>260,463</u>	<u>155,163</u>	<u>148,928</u>	<u>5,340,265</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,109,997</u>	<u>\$ 2,044,176</u>	<u>\$ 641,857</u>	<u>\$ 267,977</u>	<u>\$ 155,163</u>	<u>\$ 167,448</u>	<u>\$ 6,386,618</u>

City of Central, Colorado
 Reconciliation of the Balance Sheet of Governmental Funds
 to the Statement of Net Position
 December 31, 2019

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:

Total Fund Balances of Governmental Funds	\$	5,340,265
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in governmental funds.		25,108,363
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds.		
Loan Payable		(957,680)
Compensated Absences Payable		(96,098)
Accrued Longevity Pay		(81,508)
Net Pension Liability		(95,516)
Pension-related Deferred Outflows of Resources		72,478
Pension-related Deferred Inflows of Resources		(45,414)
Accrued Interest Payable		(10,954)
		<hr/>
Total Net Position of Governmental Activities	\$	<u>29,233,936</u>

City of Central, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2019

	General	Historic Preservation	Transportation	Capital Improvement	Public Safety	Nonmajor Governmental Funds	Totals
Revenues							
Taxes	\$ 1,311,335	\$ -	\$ -	\$ 212,805	\$ 349,663	\$ -	\$ 1,873,803
Gaming Fees	1,716,636	-	838,081	-	-	-	2,554,717
Licenses and Permits	67,423	-	-	-	-	-	67,423
Charges for Services	82,372	9,393	-	-	-	6,309	98,074
Fines and Forfeitures	1,872	-	-	-	-	-	1,872
Intergovernmental	1,163,076	664,571	-	-	50,248	8,386	1,886,281
Contributions and Donations	100	348	-	-	-	42,737	43,185
Investment Income	47,390	10,793	5,255	4,968	1,019	1,533	70,958
Miscellaneous	11,783	-	-	984	-	-	12,767
Total Revenues	4,401,987	685,105	843,336	218,757	400,930	58,965	6,609,080
Expenditures							
Current							
General Government	1,236,349	-	-	29,388	-	(2,533)	1,263,204
Public Safety	662,250	-	-	40,000	-	-	702,250
Public Works	1,100,058	-	496,934	19,946	-	-	1,616,938
Community Development	1,245,325	-	-	-	-	-	1,245,325
Fire	495,196	-	-	-	52,811	-	548,007
Historic Preservation	-	254,867	-	-	-	-	254,867
Capital Outlay	113,204	330,287	566,243	310,941	-	2,533	1,323,208
Debt Service							
Principal	-	-	546,268	164,189	-	-	710,457
Interest	-	-	68,371	-	-	-	68,371
Total Expenditures	4,852,382	585,154	1,677,816	564,464	52,811	-	7,732,627
Excess of Revenues Over (Under) Expenditures	(450,395)	99,951	(834,480)	(345,707)	348,119	58,965	(1,123,547)
Other Financing Sources							
Transfers In	-	1,000,000	685,511	-	-	-	1,685,511
Transfers Out	(1,562,555)	-	-	-	(192,956)	-	(1,755,511)
Net Change in Fund Balances	(2,012,950)	1,099,951	(148,969)	(345,707)	155,163	58,965	(1,193,547)
Fund Balances, Beginning of year	4,179,433	931,440	726,806	606,170	-	89,963	6,533,812
Fund Balances, End of year	\$ 2,166,483	\$ 2,031,391	\$ 577,837	\$ 260,463	155,163	\$ 148,928	\$ 5,340,265

City of Central, Colorado
 Reconciliation of the Statement of Revenues, Expenditures and Changes in
 Fund Balances of Governmental Funds to the Statement of Activities
 Governmental Funds
 For the Year Ended December 31, 2019

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:

Net Change in Fund Balances of Governmental Funds	\$ (1,193,547)
<p>Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.</p>	
Capital Outlay	1,323,208
Depreciation Expense	(2,486,629)
<p>Repayments of long-term obligations are reported as expenditures in governmental funds, but they reduce long-term liabilities in the statement of net position and do not affect the statement of activities. This amount represents loan and capital lease principal payments.</p>	
Loan Payments	146,268
Capital Lease Payments	564,170
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>	
Pension Liability	(67,568)
Pension-related Deferred Outflows of Resources	72,478
Pension-related Deferred Inflows of Resources	(45,414)
Compensated Absences Payable	(15,908)
Accrued Longevity Pay	8,895
Accrued Interest Payable	15,993
	15,993
Change in Net Position of Governmental Activities	\$ <u>(1,678,054)</u>

City of Central, Colorado
Statement of Net Position
Proprietary Fund
December 31, 2019

	Water
Assets	
<i>Current Assets</i>	
Cash and Investments	\$ 582,408
Accounts Receivable	92,177
Total Current Assets	674,585
<i>Noncurrent Assets</i>	
Capital Assets, <i>Not Being Depreciated</i>	1,884,261
Capital Assets, <i>Net of Accumulated Depreciation</i>	7,649,507
Total Noncurrent Assets	9,533,768
Total Assets	10,208,353
Liabilities	
<i>Current Liabilities</i>	
Accounts Payable	74,684
Accrued Liabilities	4,224
Compensated Absences Payable, <i>Current Portion</i>	1,039
Note Payable, <i>Current Portion</i>	16,995
Total Current Liabilities	96,942
<i>Noncurrent Liabilities</i>	
Compensated Absences Payable	9,351
Note Payable	475,869
Total Liabilities	582,162
Net Position	
Net Investment in Capital Assets	9,040,904
Unrestricted	585,287
Total Net Position	\$ 9,626,191

City of Central, Colorado
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Fund
For the Year Ended December 31, 2019

	Water
Operating Revenues	
Charges for Services	\$ 675,545
Miscellaneous	1,168
Total Operating Revenues	676,713
Operating Expenses	
Personnel Services	168,768
Professional Services	147,676
Operating	287,416
Depreciation	317,450
Total Operating Expenses	921,310
Net Operating Income	(244,597)
Nonoperating Revenues	
Interest Income	5,161
Net Loss before Capital Contributions and Transfers	(239,436)
Capital Contributions and Transfers	
Tap Fees	819,205
Capital Contributions	112,253
Transfers In	70,000
Change in Net Position	762,022
Net Position, <i>Beginning of year</i>	8,864,169
Net Position, <i>End of year</i>	\$ 9,626,191

City of Central, Colorado
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2019

	Water
Cash Flows from Operating Activities	
Cash Received from Customers	\$ 658,046
Cash Received from Others	1,168
Cash Payments to Employees	(150,090)
Cash Payments to Vendors and Suppliers	(464,097)
	45,027
Net Cash Provided by Operating Activities	45,027
Cash Flows from Noncapital Financing Activities	
Cash Payments to/from Other Funds	(849,205)
	(849,205)
Net Cash Provided by Noncapital Financing Activities	(849,205)
Cash Flows from Capital and Related Financing Activities	
Tap Fees Received	819,205
Capital Contributions	112,253
Proceeds from Sale of Assets	5,161
Payments on Long-Term Debt	(117,136)
Acquisition and Construction of Capital Assets	(572)
	818,911
Net Cash Provided by Capital and Related Financing Activities	818,911
Net Change in Cash and Cash Equivalents	14,733
Cash and Cash Equivalents, Beginning of year	567,675
Cash and Cash Equivalents, End of year	\$ 582,408
Reconciliation of Net Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Net Operating Income (Loss)	\$ (244,597)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Depreciation	317,450
Changes in Assets and Liabilities	
Accounts Receivable	(17,499)
Accounts Payable	(6,820)
Accrued Liabilities	(54)
Compensated Absences Payable	(3,453)
	317,450
Net Cash Provided (Used) by Operating Activities	\$ 45,027

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 1: Summary of Significant Accounting Policies

The City of Central, Colorado (the City) was incorporated in 1886 and became a home rule city in 1991. The City is governed by an elected Mayor and City Council.

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

Reporting Entity

The financial reporting entity consists of the City, organizations for which the City is financially accountable, and organizations that raise and hold economic resources for the direct benefit of the City. All funds, organizations, institutions, agencies, departments and offices that are not legally separate are part of the City. Legally separate organizations for which the City is financially accountable are considered part of the reporting entity. Financial accountability exists if the City appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if there is a potential for the organization to provide benefits to, or impose financial burdens on, the City.

Based on the application of these criteria, the City does not include additional organizations in its reporting entity.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

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

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when the 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.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current year.

Taxes, intergovernmental revenues, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. All other revenues are considered measurable and available only when cash is received by the City.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with ongoing operations. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

In the fund financial statements, the City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the City, except those accounted for in another fund.

The *Historic Preservation Fund* accounts for state-shared revenues, grants, and donations received for the preservation of the historic structures and history of the City of Central.

The *Transportation Fund* was established to account for a portion of the gaming device fees committed by City Council ordinance for transportation services and improvements, and the related expenditures.

City of Central, Colorado

Notes to Financial Statements

December 31, 2019

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

(Continued)

The *Capital Improvement Fund* accounts for infrastructure and other capital improvements financed primarily with marijuana sales taxes, and grants from other governments.

The *Public Safety Fund* accounts for 2% sales and use tax to be used for public safety.

Additionally, the City reports the following major proprietary fund:

The *Water Fund* accounts for the financial activities associated with the provision of water to residents and businesses in the City limits.

Assets, Liabilities and Net Position/Fund Balances

Cash Equivalents - For purposes of the statement of cash flows, cash equivalents include investments with original maturities of three months or less.

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

Interfund Receivables and Payables - During the course of operations, certain transactions occur between individual funds. The resulting receivables and payables are classified on the balance sheet as *interfund receivables* and *interfund payables*. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as *internal balances*.

Capital Assets - Capital assets, which include land, water rights, buildings, equipment, utility plants and lines, and infrastructure acquired after January 1, 2002, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary fund in the fund financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

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

Buildings and Improvements	40 years
Infrastructure	10 - 30 years
Water Plant and Lines	50 years
Equipment and Vehicles	5 - 10 years

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances (Continued)

Compensated Absences - Employees of the City are allowed to accumulate unused vacation time, depending on length of employment. Upon termination of employment from the City, an employee will be paid for any unused vacation time, up to a maximum of 312 hours, at their current rate of pay. These compensated absences are expended when earned in the proprietary fund and when paid in the governmental funds. A long-term liability has been reported in the government-wide financial statements for the accrued compensated absences.

Volunteer Firefighter Length of Service Award Plan - The City has established the Volunteer Firefighter Length of Service Award Plan. Every volunteer firefighter is eligible to participate in the plan and shall become a participant in the plan on the date they first perform service as a volunteer firefighter. Service awards in any plan year may be awarded at the sole and exclusive discretion of the City, and in an amount determined at the sole and exclusive discretion of the City. In order to be eligible to receive a service award, a participant must complete 36 training hours and respond to at least 15% of the calls during the year. The annual award amounts are allocated to all eligible participants based on years of service, ranging from \$600 to \$3,000. Plan participants are fully vested in the awarded amounts at all times. Participants will be paid all accrued award amounts and any interest earnings in a lump-sum distribution within fifteen days upon separation from service to the City. If separation is the result of death, the distribution will be paid to their beneficiary.

These benefits are recognized as expenditures in the governmental funds when due. A long-term liability is reported in the government-wide financial statements for the accrued benefits when earned.

Unearned Revenues - Unearned revenues include gaming license fees collected in advance.

Long-Term Debt - In the government-wide financial statements and the proprietary fund in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities. In the fund financial statements, governmental funds recognize the face amount of debt issued as other financing sources. Debt issuance costs, whether or not withheld from the debt proceeds, are reported as current expenses or expenditures.

Pensions - The City maintains the Volunteer Fire Department Pension Plan, an agent multiple-employer defined benefit pension plan administered by the Fire & Police Pension Association of Colorado (FPPA). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position, and additions to and deductions from the plan's fiduciary net position have been determined using the economic resources measurement focus and the accrual basis of accounting, the same basis of accounting used by the plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Employer contributions are recognized in the year the contributions are paid.

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances (Continued)

Deferred Inflows of Resources - Deferred inflows of resources include property taxes earned but levied for a subsequent year. In addition, revenues not available as current financial resources are deferred in the governmental fund financial statements.

Net Position/Fund Balances - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. The City Council establishes a fund balance commitment through passage of an ordinance and is authorized to informally assign amounts to a specific purpose.

The City has not established a formal policy for its use of restricted and unrestricted fund balances. However, if both restricted and unrestricted fund balances are available for a specific purpose, the City uses restricted amounts first, followed by committed, assigned and unassigned amounts.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and collected in the subsequent calendar year. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's Office collects property taxes and remits to the City on a monthly basis. Since property tax revenues are collected in arrears during the succeeding fiscal year, receivables and corresponding deferred inflows of resources are reported at year end.

Subsequent Events

We have evaluated subsequent events through July 31, 2020, the date the financial statements were available to be issued.

Note 2: Cash and Investments

A summary of cash and investments at December 31, 2019, follows:

Deposits	\$ 3,633,138
Investments	<u>2,650,952</u>
Total	<u>\$ 6,284,090</u>

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 2: Cash and Investments (Continued)

Investments

The City is required to comply with State statutes and the City's investment policy which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which the City may invest, which include the following. Custodial risk is not addressed by State statutes or by policy.

- Obligations of the United States and certain U.S. 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
- Guaranteed investment contracts (GICs)

Interest Rate Risk - State statutes generally limit investments to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years.

Credit Risk - State statutes limit certain investments to those with specified ratings from nationally recognized statistical rating organizations, depending on the type of investment.

Concentration of Credit Risk - Except for corporate securities, State statutes do not limit the amount the City may invest in any single investment or issuer.

Cash Deposits

Local Government Investment Pool - At December 31, 2019, the City had \$2,650,952 invested in the Colorado Local Government Liquid Asset Trust (Colotrust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating Colotrust. Colotrust operates in conformity with the Securities and Exchange Commission's Rule 2a-7. Colotrust is measured at the net asset value per share, with each share valued at \$1. Colotrust is rated AAAM by Standard and Poor's. Investments of Colotrust are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

Note 3: Interfund Balances and Transactions

The General Fund subsidized water operations for multiple years. During the year ended December 31, 2019, the Water Fund made payments on the loan of \$919,205 to repay the loan in full.

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 4: Capital Assets

Capital asset activity for the year ended December 31, 2019, is summarized below. Certain beginning balances have been reclassified to conform to the current year presentation.

	Balance 12/31/18	Additions	Deletions	Balance 12/31/19
Governmental Activities				
<i>Capital Assets, Not Being Depreciated</i>				
Land and Improvements	\$ 6,159,144	\$ -	\$ -	\$ 6,159,144
Construction in Progress	48,467	330,287	-	378,754
Total Capital Assets, Not Being Depreciated	6,159,144	-	-	6,159,144
<i>Capital Assets, Being Depreciated</i>				
Infrastructure	46,971,276	566,243	-	47,537,519
Buildings and Improvements	3,322,223	59,375	-	3,381,598
Equipment and Vehicles	3,465,087	367,303	-	3,832,390
Total Capital Assets, Being Depreciated	53,758,586	992,921	-	54,751,507
<i>Less Accumulated Depreciation</i>				
Infrastructure	(29,551,699)	(2,160,853)	-	(31,712,552)
Buildings and Improvements	(1,619,519)	(99,990)	-	(1,719,509)
Equipment and Vehicles	(2,523,195)	(225,786)	-	(2,748,981)
Total Accumulated Depreciation	(33,694,413)	(2,486,629)	-	(36,181,042)
Total Capital Assets, Being Depreciated, net	20,064,173	(1,493,708)	-	18,570,465
Governmental Activities Capital Assets, net	\$ 20,064,173	\$ (1,493,708)	\$ -	\$ 18,570,465
	Balance 12/31/18	Additions	Deletions	Balance 12/31/19
Business-Type Activities				
<i>Capital Assets, Not Being Depreciated</i>				
Land	\$ 630,898	\$ -	\$ -	\$ 630,898
Water Rights	1,253,363	-	-	1,253,363
Total Capital Assets, Not Being Depreciated	1,884,261	-	-	1,884,261
<i>Capital Assets, Being Depreciated</i>				
Buildings and Improvements	1,027,242	-	-	1,027,242
Water Plant and Lines	14,309,098	572	-	14,309,670
Equipment	444,154	-	-	444,154
Total Capital Assets, Being Depreciated	15,780,494	572	-	15,781,066
<i>Less Accumulated Depreciation</i>				
Buildings and Improvements	(889,274)	(6,909)	-	(896,183)
Water Plant and Lines	(6,210,087)	(287,079)	-	(6,497,166)
Equipment	(714,748)	(23,462)	-	(738,210)
Total Accumulated Depreciation	(7,814,109)	(317,450)	-	(8,131,559)
Total Capital Assets, Being Depreciated, net	7,966,385	(316,878)	-	7,649,507
Business-Type Capital Assets, net	\$ 9,850,646	\$ (316,878)	\$ -	\$ 9,533,768

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 4: Capital Assets (Continued)

Depreciation expense was charged to programs of the Governmental Activities as follows:

Governmental Activities	
General Government	\$ 67,046
Historical Preservation	1,694
Public Safety	106,775
Public Works	<u>2,311,114</u>
 Total	 <u>\$ 175,515</u>

Note 5: Long-Term Debt

Following is a summary of the long-term debt transactions for the year ended December 31, 2019:

Governmental Activities	Balance 12/31/18	Additions	Payments and Adjustments	Balance 12/31/19	Due Within One Year
Loan Payable	\$ 1,103,948	\$ -	\$ (146,268)	\$ 957,680	\$ 149,925
Capital Leases	564,170	-	(564,170)	-	-
Compensated Absences	80,190	23,927	(8,019)	96,098	9,610
Accrued Longevity Pay	<u>90,403</u>	<u>8,500</u>	<u>(17,395)</u>	<u>81,508</u>	<u>-</u>
 Total	 <u>\$ 1,838,711</u>	 <u>\$ 32,427</u>	 <u>\$ (735,852)</u>	 <u>\$ 1,135,286</u>	 <u>\$ 159,535</u>

Loan Payable

In July 2015, the City obtained a loan for \$1,521,693 from the Colorado Department of Transportation's State Infrastructure Bank. Loan proceeds will be used for public transportation projects, specifically a stormwater drainage master plan, Central City Parkway repairs, Nevada Street retaining wall repairs, and Central City Parkway rock fall mitigation. Principal and interest payments of \$173,867 are due annually on July 17, from 2016 through 2025. Interest accrues at the rate of 2.5% per annum. This loan is payable solely from the gaming device fees committed for transportation services and improvements together with any other revenues of the Transportation Fund.

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 5: Long-Term Debt (Continued)

Loan Payable (Continued)

For the year ended December 31, 2019, revenues of \$843,336 were available to pay annual debt service of \$173,867. Debt service requirements to maturity are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 149,925	\$ 23,942	\$ 173,867
2021	153,673	20,194	173,867
2022	157,515	16,352	173,867
2023	161,453	12,414	173,867
2024	165,489	8,378	173,867
2025	169,625	4,242	173,867
Total	<u>\$ 957,680</u>	<u>\$ 85,522</u>	<u>\$ 1,043,202</u>

Capital Leases

During 2011, the City entered into a lease agreement for \$489,773 to finance the installation and upgrade of HVAC and lighting systems in several City facilities. Quarterly payments of \$14,426 are due through December 2021. Interest accrued on the outstanding balance at 3.3% per annum. Capital assets of \$458,750 less accumulated depreciation of \$167,416 are reported under this lease. The lease was paid in full during the year ended 2019.

During 2018, the City entered into a lease agreement for \$400,000 to purchase a membrane building. Annual payments of \$55,122 are due through March 2027. Interest accrued on the outstanding balance at 4.537% per annum. Capital assets of \$529,406 less accumulated depreciation of \$26,470 are reported under this lease. The lease was paid in full during the year ended 2019.

Other Long-Term Liabilities

Compensated absences and accrued longevity pay of the governmental activities are expected to be liquidated with revenues of the General Fund.

Following is a summary of the long-term debt transactions for the year ended December 31, 2019:

<u>Business-Type Activities</u>	<u>Balance</u> <u>12/31/18</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance</u> <u>12/31/19</u>	<u>Due Within</u> <u>One Year</u>
DWRF Loan	\$ 610,000	\$ -	\$ (117,136)	\$ 492,864	\$ 16,995
Compensated Absences	13,843	-	(3,453)	10,390	1,039
Total	<u>\$ 623,843</u>	<u>\$ -</u>	<u>\$ (120,589)</u>	<u>\$ 503,254</u>	<u>\$ 18,034</u>

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 5: Long-Term Debt (Continued)

Other Long-Term Liabilities (Continued)

During 2018, the City obtained a Drinking Water Revolving Fund loan for \$610,000 from the Colorado Water Resources and Power Development Authority (CWRPDA). The loan proceeds were used for improvements to three existing source water diversion structures in remote locations west of Central City. Debt service payments are due in May and November of each year until 2048. Interest accrued at a rate of 0.0%.

During 2019, the City returned \$107,242 of unused loan proceeds which was treated as a payment of the original outstanding loan. As a result, the loan was re-amortized with the same annual payments and a shorter overall term.

Debt service requirements to maturity are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 16,995	\$ -	\$ 16,995
2021	16,995	-	16,995
2022	16,995	-	16,995
2023	16,995	-	16,995
2024	16,995	-	16,995
2025 - 2029	84,977	-	84,977
2030 - 2034	84,977	-	84,977
2035 - 2039	84,977	-	84,977
2040 - 2044	84,977	-	84,977
2045 - 2048	67,981	-	67,981
	<hr/>	<hr/>	<hr/>
Total	\$ <u>492,864</u>	\$ <u>-</u>	\$ <u>492,864</u>

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 6: Volunteer Fire Department Pension Plan

General Information

Plan Description - The Volunteer Fire Department Pension Plan is an agent multiple-employer defined benefit pension plan for volunteer firefighters as authorized by State statutes. The City Council serves as the plan's Board of Trustees. The Board of Trustees establishes and is authorized to amend the plan provisions, and determines the contributions made by the City. The plan is administered by the Fire & Police Pension Association of Colorado (FPPA). The annual financial report of FPPA may be obtained at www.fppaco.org.

Benefits Provided - Any volunteer firefighter who has both attained the age of fifty and completed twenty years of active service shall be eligible for a monthly pension benefit of \$500. Monthly survivor benefits as a result of death in the line of duty or after retirement of the beneficiary are \$250. A volunteer firefighter is vested in the plan after ten years of service and is eligible for an additional monthly pension benefit of \$25 between ten and twenty years of service.

Plan Membership - Plan membership consists of active, inactive non-retirement, and retired volunteer firefighters and their beneficiaries. At December 31, 2019, plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	9
Inactive plan members entitled to, but not yet receiving, benefits	3
Active plan members	8
 Total	 20

Contributions - The plan may receive contributions from the City in an amount not to exceed one-half mill of property tax revenue. As established by its Legislature, the State of Colorado may provide a matching contribution of ninety percent of the City's contribution. Contributions are not actuarially determined. An actuary is used to determine the adequacy of contributions. Based on the January 1, 2018, actuarial valuation, the actuarially determined contributions expected to finance the costs of benefits earned during the year, with an additional amount to finance the unfunded liability, were \$6,417. During the year ended December 31, 2019, the City contributed \$15,691 to the plan. The State contributed \$6,417.

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 6: Volunteer Fire Department Pension Plan (Continued)

Net Pension Liability

At December 31, 2019, the City reported a net pension liability of \$95,516. The net pension liability was measured at 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, 2017. At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 2,509	\$ 18,087
Changes in assumptions	25,359	6,122
Net difference between projected and actual earnings on investments	43,313	21,205
Contributions subsequent to measurement date	1,297	-
Total	\$ 72,478	\$ 45,414

The City contributions subsequent to the measurement date of \$1,297 will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ended December 31,</u>			
2020		\$	465
2021			5,872
2022			7,654
2023			11,776
Total		\$	25,767

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 6: Volunteer Fire Department Pension Plan (Continued)

Net Pension Liability (Continued)

Actuarial Assumptions - The total pension liability in the actuarial valuation as of January 1, 2019, was determined using the following actuarial assumptions.

Inflation	2.5%
Salary increases, including wage inflation	NA
Investment of Rate of Return	7.0%
Retirement Age	50% per year of eligibility until 100% at age 65

Mortality rates were based on the RP-2014 Mortality Tables for Blue Collar Employees projected with Scale BB, using a 55% multiplier for off-duty mortality. The RP-2014 Mortality Tables for Blue Collar Employees were used in the projection of post-retirement benefits for members under age 55. For post-retirement members ages 65 and older, the RP-2014 Mortality Tables for Blue Collar Healthy Annuitants were used. For post-retirement members ages 55 through 64, a blend of the previous tables was used. All tables were projected with Scale BB.

Following a regularly scheduled experience study in 2015, the FPPA Board of Directors adopted new assumptions for first use in the actuarial valuation as of January 1, 2018. The significant changes affecting the plan include a reduction in the inflation rate from 3% to 2.5% and updated mortality assumptions based on RP-2014 mortality tables.

Investment Policy - The long-term expected rate of return on 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.

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 6: Volunteer Fire Department Pension Plan (Continued)

Net Pension Liability (Continued)

Best estimates of arithmetic real rates of return, eliminating the 2.5% inflation assumption, for each major asset class included in the target asset allocation as of December 31, 2018, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2%	2.52%
Fixed Income	15%	2.90%
Managed Future	4%	5.35%
Absolute Return	9%	5.08%
Long Short	9%	6.45%
Global Public Equity	37%	8.03%
Private Capital	24%	10.00%
Total	<u>100%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions would continue to follow the current funding policy. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments of 7.0% was applied to all periods of projected benefit payments to determine the total pension liability.

For the year ended December 31, 2019, changes in the net pension liability of the City were as follows:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
City's Net Pension Liability	\$ <u>176,050</u>	\$ <u>95,516</u>	\$ <u>29,703</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the City's net pension liability calculated using the discount rate of 7.0%, as well as the City's net pension liability if it were calculated using a discount that is one percentage point lower (6.0%) or one percentage point higher (8.0%) than the current rate, as follows:

2019 Pension Plan Fiduciary Net Position - Detailed information about the plan's fiduciary net position is available in FPPA's separately issued financial report, which may be obtained at www.fppaco.org.

City of Central, Colorado

Notes to Financial Statements

December 31, 2019

Note 6: Volunteer Fire Department Pension Plan (Continued)

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

For the year ended December 31, 2019, the City recognized pension expense of \$17,945. The net differences in projected and actual earnings on investments, expected and actual experience, and changes of assumptions were recorded in pension expense. Because the differences were not significant, they will not be recognized as pension expense over multiple years.

Note 7: Other Retirement Commitments

Fire and Police Department Pension Plan

The City contributes to the Statewide Money Purchase Plan, a multiple employer defined contribution pension plan, on behalf of the Fire Chief. The plan is administered by the Fire & Police Pension Association of Colorado (FPPA). The contribution requirements of the plan are established by State statutes. Currently, plan participants contribute 8% of base salary, which is matched by the City. Participants vest immediately in their contributions. Vesting in the City's contributions and the related investment earnings occurs at 20% per year after the first year of service, with full vesting after five years of service. During the year ended December 31, 2019, the City contributed \$7,218 to the plan, equal to the required contributions.

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balances, December 31, 2018	\$ 591,900	\$ 563,952	\$ 27,948
Service Cost	9,916	-	9,916
Interest	43,333	-	43,333
Differences Between Expected and Actual Experience	3,226	-	3,226
Changes in Assumptions	28,353	-	28,353
Contributions	-	22,044	(22,044)
Net Investment Income	-	164	(164)
Benefit Payments	(38,700)	(38,700)	-
Administrative Expenses	-	(4,948)	4,948
	\$ 638,028	\$ 542,512	\$ 95,516
Total	\$ 638,028	\$ 542,512	\$ 95,516

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 7: Other Retirement Commitments (Continued)

Fire and Police Department Pension Plan (Continued)

The City has established a single-employer defined contribution money purchase pension plan on behalf of all permanent employees not covered by the Fire and Police Department Pension Plan. The plan provisions and contribution requirements are established and may be amended by the City Council. Employees are eligible to participate in the plan after six months of employment and are fully vested immediately. The City matches employee contributions up to 5% of compensation. Employees may make additional voluntary contributions not to exceed the limits established by federal regulations.

During the year ended December 31, 2019, the City and employees contributed \$39,558 and \$39,558, respectively, to the plan. The plan investments are managed by the International City/County Management Association (ICMA).

Deferred Compensation Plan

The City offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457. The plan is available to all employees and permits them to defer a portion of their salary until future years. The City Council determines the City's contributions to the plan. The City currently matches employee contributions to a maximum of 5% of each employee's compensation. During the year ended December 31, 2019, the City contributed \$39,515 to the plan. The plan is administered by the ICMA, and all plan assets are held in trust for the exclusive benefit of the participants.

Note 8: Other Postemployment Benefits

Statewide Death and Disability Plan

Plan Description – The City's Fire Chief participates in the Statewide Death and Disability Plan, a cost-sharing multiple-employer defined benefit death and disability plan administered by the Fire & Police Pension Association of Colorado (FPPA). In years prior to 2017, full-time police officers participated in the plan until the City's police activities were transferred to the County Sheriff. Contributions to the plan are used solely for the payment of death and disability benefits. Benefits are established by State statutes and generally allow for benefits upon the death or disability of a plan member prior to retirement. FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by contacting FPPA at www.fppaco.org.

Funding Policy - The contribution requirements are established by State statutes. The City Council determines the contribution split between employees and the City. No contributions are required for employees hired prior to January 1, 1997. The City's Fire Chief was hired prior to this date. For employees hired on or after January 1, 1997, the employees contributed 2.8% of base salaries during the year ended December 31, 2016. Contributions to the plan for the years ended December 31, 2019, 2018 and 2017 were \$227, \$0, and \$0, respectively, equal to the required contributions.

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 9: Risk-Related Activities

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Public Entity Risk Pool

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

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

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

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

Note 10: Commitments and Contingencies

Claims and Judgments

The City participates in a number of federal, state, and local programs that are fully or partially funded by grants received from other governmental entities. Expenses financed by grants are subject to audit by the appropriate grantor government. If expenses are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. At December 31, 2019, certain grant expenses have not been audited but management believes that subsequent audits will not have a material effect on the overall financial position of the City.

Conduit Debt

On September 1, 1996, the City issued Variable Rate Demand Multifamily Housing Revenue Bonds, Series 1996, in the amount of \$9,250,000, to finance the acquisition and construction of a multifamily housing facility for persons of low-income within the City known as Gold Mountain Apartments. The bonds mature on April 1, 2029 and are payable solely from revenues generated by the facility.

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 10: Commitments and Contingencies (Continued)

Conduit Debt (Continued)

On December 1, 1997, the City issued Multifamily Housing Revenue Bonds, Series 1997, in the amount of \$3,194,000, to finance the acquisition and construction of a multifamily housing facility for persons of low- and middle-income comprised of 72 residential units in the City known as Gold Mountain Apartments Phase II. The bonds mature on December 25, 2030 and are payable solely from revenues generated by the facility.

The City is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The outstanding balance of the bonds at December 31, 2019, was \$6,732,000.

TABOR Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which limits state and local government taxing powers and imposes spending limitations. The amendment is complex and subject to judicial interpretation. However, the City believes it is in substantial compliance with the requirements of the amendment.

In November 1993, voters permitted the City to collect, retain, and expend the full proceeds of the City's sales and use tax, device tax, state gaming tax, and non-federal grants notwithstanding the limitations established by the amendment.

The City has established an emergency reserve representing 3% of qualifying expenditures, as required by the amendment. At December 31, 2019, the emergency reserve was reported as restricted fund balance in the General Fund, in the amount of \$270,000.

Gaming License Fee Rebate Incentive Agreements

The City has approved incentive agreements with casinos located in the City whereby the City will rebate certain gaming license fees in exchange for the purchase, construction and/or maintenance of parking facilities.

During 2004, and as amended effective July 1, 2015, the City agreed to rebate 32% of a casino's license fees to a maximum of \$6.6 million in exchange for use of the casino's parking structure by the general public. During the year ended December 31, 2019, the City paid \$129,171 under this agreement.

During 2015, the City received an advance payment of \$600,000 to purchase a parking lot from a casino owner. The City will repay the advance through license fee rebates equal to 20% of the license fees paid. During the year ended December 31, 2019, the City rebated \$70,504 under this agreement. At December 31, 2019, the remaining advance of \$309,716 was reported as unearned revenue in the financial statements.

City of Central, Colorado
Notes to Financial Statements
December 31, 2019

Note 10: Commitments and Contingencies (Continued)

Litigation

The City is periodically involved in pending or threatened litigation. However, management believes the outcome of any litigation will not have a significant effect on the City's financial position.

Note 11: Concentration of Risk

For the year ended December 31, 2019, approximately 39% of the revenues of the City's governmental funds were generated from gaming license and device fees and State gaming revenues. A reduction in this revenue, if it were to occur, may have a significant effect on the City's programs and activities.

Note 12: Subsequent Event

Subsequent to year-end, the United State of America and the State of Colorado have declared an emergency associated with the Coronavirus pandemic. The City has been economically impacted by the event, however the full economic effect has yet to be determined.

Required Supplementary Information

City of Central, Colorado
 Required Supplementary Information
 Schedule of Changes in Net Position Liability and Related Ratios and Contributions
 Volunteer Fire Department Pension Plan
 December 31, 2019

	12/31/2018	12/31/2017	12/31/2016	12/31/2015	12/31/2014
Total Pension Liability					
Service Cost	\$ 9,916	\$ 9,916	\$ 8,359	\$ 8,359	\$ 11,469
Interest	43,333	42,318	42,429	41,339	42,634
Differences Between Expected and Actual Experience	3,226	-	(22,416)	-	(46,649)
Changes of Assumptions	28,353	-	7,819	-	(33,192)
Benefit Payments	<u>(38,700)</u>	<u>(38,700)</u>	<u>(38,200)</u>	<u>(32,233)</u>	<u>(27,333)</u>
Net Change in Total Pension Liability	46,128	13,534	(2,009)	17,465	(53,071)
Total Pension Liability, Beginning	<u>591,900</u>	<u>578,366</u>	<u>580,375</u>	<u>562,910</u>	<u>615,981</u>
Total Pension Liability, Ending	<u>\$ 638,028</u>	<u>\$ 591,900</u>	<u>\$ 578,366</u>	<u>\$ 580,375</u>	<u>\$ 562,910</u>
Plan Fiduciary Net Position					
Contributions - Employer	\$ 22,044	\$ 29,546	\$ -	\$ -	\$ 11,656
Contributions - State of Colorado	-	-	-	6,417	6,417
Net Investment Income	164	72,742	26,616	9,668	34,187
Benefit Payments	(38,700)	(38,700)	(38,200)	(32,233)	(27,333)
Administrative Expenses	<u>(4,948)</u>	<u>(5,525)</u>	<u>(1,073)</u>	<u>(2,101)</u>	<u>(1,171)</u>
Net Change in Plan Fiduciary Net Position	(21,440)	58,063	(12,657)	(18,249)	23,756
Plan Fiduciary Net Position, Beginning	<u>563,952</u>	<u>505,889</u>	<u>518,546</u>	<u>536,795</u>	<u>513,039</u>
Plan Fiduciary Net Position, Ending	<u>\$ 542,512</u>	<u>\$ 563,952</u>	<u>\$ 505,889</u>	<u>\$ 518,546</u>	<u>\$ 536,795</u>
City's Net Pension Liability	<u>\$ 95,516</u>	<u>\$ 27,948</u>	<u>\$ 72,477</u>	<u>\$ 61,829</u>	<u>\$ 26,115</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	85%	95%	87%	89%	95%
City Contributions					
Actuarially Determined Contributions	\$ 15,691	\$ 11,022	\$ 11,022	\$ 18,524	\$ 18,524
Contributions in Relation to the Actuarially Determined Contributions	<u>22,044</u>	<u>29,546</u>	<u>-</u>	<u>6,417</u>	<u>18,073</u>
Contribution Deficiency (Excess)	<u>\$ (6,353)</u>	<u>\$ (18,524)</u>	<u>\$ 11,022</u>	<u>\$ 12,107</u>	<u>\$ 451</u>
Covered Payroll	N/A	N/A	N/A	N/A	N/A
Contributions as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A

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

City of Central, Colorado
 Budgetary Comparison Schedules
 General Fund
 For the Year Ended December 31, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 1,495,586	\$ 1,118,586	\$ 1,311,335	\$ 192,749
Gaming License Fees	1,678,305	1,678,305	1,716,636	38,331
Licenses and Permits	58,418	58,418	67,423	9,005
Charges for Services	235,833	300,833	82,372	(218,461)
Fines and Forfeitures	3,059	3,059	1,872	(1,187)
Intergovernmental	969,668	969,668	1,163,076	193,408
Investment Income	30,000	30,000	47,390	17,390
Miscellaneous	140,000	959,205	11,883	(947,322)
Total Revenues	<u>4,610,869</u>	<u>5,118,074</u>	<u>4,401,987</u>	<u>(716,087)</u>
Expenditures				
Current				
General Government	1,569,794	1,474,794	1,279,408	195,386
Public Safety	661,000	661,000	662,250	(1,250)
Public Works	974,555	974,555	1,104,312	(129,757)
Community Development	529,673	1,348,879	1,245,325	103,554
Fire	724,046	644,977	561,087	83,890
Total Expenditures	<u>4,459,068</u>	<u>5,104,205</u>	<u>4,852,382</u>	<u>251,823</u>
Excess of Revenues Over (Under) Expenditures	151,801	13,869	(450,395)	(464,264)
Other Financing Sources (Uses)				
Transfers Out	(70,000)	(1,562,555)	(1,562,555)	-
Net Change in Fund Balance	81,801	(1,548,686)	(2,012,950)	(464,264)
Fund Balance, Beginning of year	<u>3,849,356</u>	<u>4,179,430</u>	<u>4,179,433</u>	<u>3</u>
Fund Balance, End of year	<u>\$ 3,931,157</u>	<u>\$ 2,630,744</u>	<u>\$ 2,166,483</u>	<u>\$ (464,261)</u>

City of Central, Colorado
 Budgetary Comparison Schedules
 Historic Preservation Fund
 For the Year Ended December 31, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 12,000	\$ 12,000	\$ 9,393	\$ (2,607)
Intergovernmental	634,699	634,699	664,571	29,872
Contributions and Donations	-	-	348	348
Investment Income	200	200	10,793	10,593
Total Revenues	<u>646,899</u>	<u>646,899</u>	<u>685,105</u>	<u>38,206</u>
Expenditures				
Current				
Historic Preservation	<u>656,526</u>	<u>656,526</u>	<u>585,154</u>	<u>71,372</u>
Total Expenditures	<u>656,526</u>	<u>656,526</u>	<u>585,154</u>	<u>71,372</u>
Excess of Revenues Over (Under) Expenditures	(9,627)	(9,627)	99,951	(33,166)
Other Financing Sources (Uses)				
Transfer In	<u>-</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>
Net Change in Fund Balance	(9,627)	990,373	1,099,951	(33,166)
Fund Balance, Beginning of year	<u>931,443</u>	<u>931,443</u>	<u>931,440</u>	<u>(3)</u>
Fund Balance, End of year	<u>\$ 921,816</u>	<u>\$ 1,921,816</u>	<u>\$ 2,031,391</u>	<u>\$ (33,169)</u>

City of Central, Colorado
 Budgetary Comparison Schedules
 Transportation Fund
 For the Year Ended December 31, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Gaming Device Fees	\$ 828,811	\$ 828,811	\$ 838,081	\$ 9,270
Interest	-	-	5,255	5,255
Miscellaneous	12,000	-	-	-
Total Revenues	<u>840,811</u>	<u>828,811</u>	<u>843,336</u>	<u>14,525</u>
Expenditures				
Current				
Public Works	1,084,699	1,065,699	1,063,177	2,522
Debt Service	228,989	614,898	614,639	259
Total Expenditures	<u>1,313,688</u>	<u>1,680,597</u>	<u>1,677,816</u>	<u>2,781</u>
Excess of Revenues Over (Under) Expenditures	(472,877)	(851,786)	(834,480)	17,306
Other Financing Sources (Uses)				
Transfer In	-	685,511	685,511	-
Net Change in Fund Balance	(472,877)	(166,275)	(148,969)	17,306
Fund Balance, Beginning of year	<u>726,806</u>	<u>726,806</u>	<u>726,806</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 253,929</u>	<u>\$ 560,531</u>	<u>\$ 577,837</u>	<u>\$ 17,306</u>

City of Central, Colorado
 Budgetary Comparison Schedules
 Public Safety Fund
 For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Taxes	\$ 325,000	\$ 349,663	\$ 24,663
Intergovernmental	50,248	50,248	-
Investment Income	-	1,019	1,019
	<u>375,248</u>	<u>400,930</u>	<u>25,682</u>
Total Revenues			
	375,248	400,930	25,682
Expenditures			
Personnel Expenses	65,000	-	65,000
Capital Outlay	52,811	52,811	-
	<u>117,811</u>	<u>52,811</u>	<u>65,000</u>
Total Expenditures			
	117,811	52,811	65,000
Excess of Revenues Over (Under) Expenditures	257,437	348,119	90,682
Other Financing Sources (Uses)			
Transfers Out	(192,956)	(192,956)	-
	<u>64,481</u>	<u>155,163</u>	<u>90,682</u>
Net Change in Fund Balance			
	64,481	155,163	90,682
Fund Balance, Beginning of year	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of year	\$ <u>64,481</u>	\$ <u>155,163</u>	\$ <u>90,682</u>

City of Central, Colorado
Notes to Required Supplementary Information
December 31, 2019

Note 1: Schedule of Changes in Net Pension Liability and Related Ratios and Contributions

The Volunteer Fire Department Pension Plan’s net pension liability and associated amounts are measured at December 31, 2018, based on an actuarial valuation as of January 1, 2019, which is a one-year lag compared to the City’s fiscal year ended December 31, 2019. Covered payroll is not applicable for volunteers. Therefore, no covered payroll information is presented in the accompanying schedule.

Changes of Assumptions

Following a regularly scheduled experience study in 2015, the FPPA Board of Directors adopted new assumptions for first use in the actuarial valuation as of January 1, 2018. The significant changes affecting the plan include a reduction in the inflation rate from 3% to 2.5% and updated mortality assumptions based on RP-2014 mortality tables.

Contributions

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

Significant actuarial methods and assumptions used to determine the contribution rates for the Volunteer Fire Department Pension Plan are as follows:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Open
Remaining Amortization Period	20 years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.5%
Salary Increases	NA
Investment Rate of Return	7.0%
Retirement Age	50% per year of eligibility until 100% at age 65
Mortality:	
Pre-retirement: RP-2000 Combined Mortality Table with Blue Collar Adjustment, 40% multiplier for off-duty mortality	
Post-retirement: RP-2000 Combined Mortality Table with Blue Collar Adjustment	
Disabled: RP-2000 Disabled Mortality Table	
All tables projected with Scale AA	

City of Central, Colorado
Notes to Required Supplementary Information
December 31, 2019

Note 2: Stewardship, Compliance, and Accountability

Budgets

Budgets are adopted for all funds of the City. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons for the proprietary fund are presented on a non-GAAP budgetary basis. Capital outlay is budgeted as an expenditure and depreciation is not budgeted.

For the year ended December 31, 2019, a budget was not adopted for the Impact Fees Funds because no expenditures were anticipated.

The City follows these procedures to establish the budgetary information reflected in the financial statements:

- Management submits to the City Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31, the budget is legally adopted through passage of a resolution.
- Management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the City Council.
- All appropriations lapse at year end.

Supplementary Information

City of Central, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2019

	Conservation Trust	Public Property Trust	Impact Fees	Totals
Assets				
Cash and Investments	\$ 93,405	\$ 61,586	\$ 12,457	\$ 167,448
Total Assets	<u>\$ 93,405</u>	<u>\$ 61,586</u>	<u>\$ 12,457</u>	<u>\$ 167,448</u>
Liabilities				
Accrued Liabilities	\$ -	\$ 18,520	\$ -	\$ 18,520
Total Liabilities	<u>-</u>	<u>18,520</u>	<u>-</u>	<u>18,520</u>
Fund Balances				
Restricted for:				
Capital Improvements	-	43,066	12,457	55,523
Parks and Open Space	<u>93,405</u>	<u>-</u>	<u>-</u>	<u>93,405</u>
Total Fund Balances	<u>93,405</u>	<u>43,066</u>	<u>12,457</u>	<u>148,928</u>
Total Liabilities and Fund Balances	<u>\$ 93,405</u>	<u>\$ 61,586</u>	<u>\$ 12,457</u>	<u>\$ 167,448</u>

City of Central, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2019

	Conservation Trust	Public Property & Development Trust	Impact Fees	Totals
Revenues				
Charges for Services	\$ -	\$ -	\$ 6,309	\$ 6,309
Intergovernmental	8,386	-	-	8,386
Contributions and Donations	-	42,737	-	42,737
Investment Income	1,074	329	130	1,533
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	9,460	43,066	6,439	58,965
Expenditures				
Current				
General Government	-	(2,533)	-	(2,533)
Capital Outlay	-	2,533	-	2,533
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	-	-	-	-
Net Change in Fund Balances	9,460	43,066	6,439	58,965
Fund Balances, Beginning of year	<hr/>	<hr/>	<hr/>	<hr/>
	83,945	-	6,018	89,963
Fund Balances, End of year	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 93,405	\$ 43,066	\$ 12,457	\$ 148,928

City of Central, Colorado
 Budgetary Comparison Schedules
 Conservation Trust Fund
 For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance <i>Positive</i> <i>(Negative)</i>
Revenues			
Intergovernmental	\$ 6,700	\$ 8,386	\$ 1,686
Investment Income	112	1,074	962
Total Revenues	<u>6,812</u>	<u>9,460</u>	<u>2,648</u>
Net Change in Fund Balance	6,812	9,460	2,648
Fund Balance, Beginning of year	<u>83,946</u>	<u>83,945</u>	<u>(1)</u>
Fund Balance, End of year	<u>\$ 90,758</u>	<u>\$ 93,405</u>	<u>\$ 2,647</u>

City of Central, Colorado
 Budgetary Comparison Schedules
 Public Property & Development Trust Fund
 For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental	\$ 42,737	\$ 42,737	\$ -
Investment Income	-	329	329
Total Revenues	<u>42,737</u>	<u>43,066</u>	<u>329</u>
Net Change in Fund Balance	42,737	43,066	329
Fund Balance, Beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 42,737</u>	<u>\$ 43,066</u>	<u>\$ 329</u>

City of Central, Colorado
 Budgetary Comparison Schedules
 Impact Fees Fund
 For the Year Ended December 31, 2019

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services	\$ 6,309	\$ 6,309	\$ -
Investment Income	-	130	130
Total Revenues	<u>6,309</u>	<u>6,439</u>	<u>130</u>
Net Change in Fund Balance	6,309	6,439	130
Fund Balance, Beginning of year	<u>6,017</u>	<u>6,018</u>	<u>1</u>
Fund Balance, End of year	<u>\$ 12,326</u>	<u>\$ 12,457</u>	<u>\$ 131</u>

City of Central, Colorado
 Budgetary Comparison Schedules
 Capital Improvement Fund
 For the Year Ended December 31, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes	\$ 271,128	\$ 271,128	\$ 212,805	\$ (58,323)
Interest	-	-	4,968	4,968
Miscellaneous	-	-	984	984
Total Revenues	<u>271,128</u>	<u>271,128</u>	<u>218,757</u>	<u>(52,371)</u>
Expenditures				
Current				
General Government	45,000	45,000	29,388	15,612
Public Works	475,000	475,000	370,887	104,113
Community Development	25,000	25,000	-	25,000
Debt Service	173,106	173,106	164,189	8,917
Total Expenditures	<u>718,106</u>	<u>718,106</u>	<u>564,464</u>	<u>153,642</u>
Net Change In Fund Balance	(446,978)	(446,978)	(345,707)	101,271
Fund Balance, Beginning of year	<u>627,999</u>	<u>606,172</u>	<u>606,170</u>	<u>(2)</u>
Fund Balance, End of year	<u>\$ 181,021</u>	<u>\$ 159,194</u>	<u>\$ 260,463</u>	<u>\$ 101,269</u>

City of Central, Colorado
Budgetary Comparison Schedules
Water Fund
For the Year Ended December 31, 2019

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 710,352	\$ 710,352	\$ 675,545	\$ (34,807)
Miscellaneous	-	-	1,168	1,168
Interest	-	-	5,161	5,161
Capital Contributions	82,589	82,589	112,253	29,664
Tap Fees	10,705	819,205	819,205	-
	803,646	1,612,146	1,613,332	1,186
Expenditures				
Personnel Services	242,770	242,771	168,768	74,003
Professional Services	178,000	178,000	147,676	30,324
Operating Expenses	256,000	256,000	287,416	(31,416)
Debt Service Payments	12,005	12,005	117,136	(105,131)
Loan Repayment to General Fund	100,000	919,205	919,205	-
Capital Outlay	61,200	61,200	572	60,628
	849,975	1,669,181	1,640,773	28,408
Excess of Revenues Over (Under) Expenditures	(46,329)	(57,035)	(27,441)	29,594
Other Financing Sources (Uses)				
Transfers In	70,000	70,000	70,000	-
	70,000	70,000	70,000	-
Change in Net Position, Budgetary Basis	\$ 23,671	\$ 12,965	42,559	\$ 29,594
Adjustments to GAAP Basis				
Debt Service Payments			117,136	
Loan Repayment to General Fund			919,205	
Capital Outlay			572	
Depreciation			(317,450)	
Change in Net Position, GAAP Basis			\$ 762,022	

State Compliance

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Central City YEAR ENDING : December 2019
This Information From The Records Of (example - City of _ or County of City of Central, Colorado	Prepared By: Lorraine Trotter, Professional Mgmt Solution Phone: 303-910-9197

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES	
ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	713,161
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	498,894
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	109,587
2. General fund appropriations	0	b. Snow and ice removal	229,470
3. Other local imposts (from page 2)	26,461	c. Other	
4. Miscellaneous local receipts (from page 2)	856,254	d. Total (a. through c.)	339,057
5. Transfers from toll facilities		4. General administration & miscellaneous	65,892
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	496,688
a. Bonds - Original Issues		6. Total (1 through 5)	2,113,691
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	882,715	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	62,943	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	27,599
E. Total receipts (A.7 + B + C + D)	945,658	b. Redemption	146,268
		c. Total (a. + b.)	173,867
		3. Total (1.c + 2.c)	173,867
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	
			2,287,558

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

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)	1,103,948	0	146,268	957,680

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	1,341,900	945,658	2,287,558	(0)	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 2019

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	5,255
b. Other local imposts:		b. Traffic Fines & Penalties	1,872
1. Sales Taxes	0	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	6,309	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses	0	f. Charges for Services	0
5. Specific Ownership &/or Other	20,152	g. Other Mis/Device Fees	838,081
6. Total (1. through 5.)	26,461	h. Other County Road & Bridge	11,046
c. Total (a. + b.)	26,461	i. Total (a. through h.)	856,254
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	62,943	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	
c. Motor Vehicle Registrations		d. Federal Transit Admin	
d. Other (Specify) FEMA State Match	0	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	0	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	62,943	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		713,161	713,161
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	713,161	713,161
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	713,161	713,161
			(Carry forward to page 1)

Notes and Comments: