

TOWN OF AKRON, COLORADO
AUDITED FINANCIAL STATEMENTS
December 31, 2020

TOWN OF AKRON, COLORADO
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LIITTJOHANN, KAUFFMAN, and PEDERSON
Certified Public Accountants

David A. Kauffman, C.P.A., P.C.

Daniel M. Pederson, C.P.A.'s, P.C.

INDEPENDENT AUDITORS' REPORT

To the Town Council
Town of Akron, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Akron, Colorado, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Akron, Colorado, as of December 31, 2020, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

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

Other Information

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



Fort Morgan, Colorado
September 23, 2021

TOWN OF AKRON, COLORADO
STATEMENT OF NET POSITION
As of December 31, 2020

	Governmental Activities	Business-Type Activities	Total Primary Government
Assets			
Current Assets			
Cash	\$ 1,706,625	\$ 651,885	\$ 2,358,510
Cash with County Treasurer	8,402	-	8,402
Receivables			-
General property taxes receivable	527,962	-	527,962
Accounts receivable - services	24,113	51,257	75,370
Accrued interest revenue	876	262	1,138
Due from other funds	4,103	-	4,103
Other	99,719	-	99,719
Prepaid insurance	12,000	-	12,000
Inventory	7,554	56,950	64,504
Total Current Assets	<u>2,391,354</u>	<u>760,354</u>	<u>3,151,708</u>
Capital Assets			
Land	126,953	184,447	311,400
Property and equipment	11,221,428	5,926,523	17,147,951
Infrastructure	294,531	-	294,531
Less: accumulated depreciation	<u>(7,374,701)</u>	<u>(2,916,122)</u>	<u>(10,290,823)</u>
Total Capital Assets	<u>4,268,211</u>	<u>3,194,848</u>	<u>7,463,059</u>
Total Assets	<u>6,659,565</u>	<u>3,955,202</u>	<u>10,614,767</u>
Deferred Outflows of Resources			
	<u>-</u>	<u>-</u>	<u>-</u>
Liabilities			
Current Liabilities			
Accounts payable	12,245	7,209	19,454
Due to other funds	4,103	-	4,103
Accrued compensated absences	52,768	41,988	94,756
Payroll taxes payable	717	-	717
Accrued interest expense	-	5,351	5,351
Notes payable	21,425	48,234	69,659
Total Current Liabilities	<u>91,258</u>	<u>102,782</u>	<u>194,040</u>
Noncurrent Liabilities			
Notes payable	90,026	1,571,432	1,661,458
Customer deposits payable	-	58,576	58,576
Total Noncurrent Liabilities	<u>90,026</u>	<u>1,630,008</u>	<u>1,720,034</u>
Total Liabilities	<u>181,284</u>	<u>1,732,790</u>	<u>1,914,074</u>
Deferred Inflows of Resources			
Deferred property tax revenue	527,962	-	527,962
Total Deferred Inflows of Resources	<u>527,962</u>	<u>-</u>	<u>527,962</u>
Net Position			
Invested in capital assets, net of related debt	4,156,760	1,575,182	5,731,942
Restricted - Emergency Reserve TABOR	62,200	-	62,200
Restricted for debt service	111,451	157,997	269,448
Unrestricted	1,619,908	489,233	2,109,141
Total Net Position	<u>\$ 5,950,319</u>	<u>\$ 2,222,412</u>	<u>\$ 8,172,731</u>

The accompanying notes and independent auditors'
report should be read with these financial statements.

TOWN OF AKRON, COLORADO
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2020

Functions/ Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
Governmental Activities							
General government	\$ 262,054	\$ 34,974	\$ -	\$ -	\$ (227,080)		\$ (227,080)
Public safety	286,552	17,658	28,319	-	(240,575)		(240,575)
Public works	602,343	269,329	-	-	(333,014)		(333,014)
Culture and recreation	324,075	18,916	71,808	-	(233,351)		(233,351)
Miscellaneous	242,699	6,237	-	241,136	4,674		4,674
Total Governmental Activities	1,717,723	347,114	100,127	241,136	(1,029,346)		(1,029,346)
Business-type Activities							
Water	381,024	456,825	-	-		75,801	75,801
Sewer	340,487	312,305	-	-		(28,182)	(28,182)
Total Business-type Activities	721,511	769,130	-	-	-	47,619	47,619
Total Primary Government	\$ 2,439,234	\$ 1,116,244	\$ 100,127	\$ 241,136	(1,029,346)	47,619	(981,727)
General Revenues							
Taxes							
Local property					518,450	-	518,450
Specific ownership					63,976	-	63,976
Franchise					68,835	-	68,835
Cigarette					1,649	-	1,649
Sales					589,391	-	589,391
Severance					7,303	-	7,303
Highway users					61,222	-	61,222
Other revenues					67,243	969	68,212
Investment earnings					10,450	1,545	11,995
Total General Revenues					1,388,519	2,514	1,391,033
Change in Net Position					359,173	50,133	409,306
Net Position at Beginning of Year					5,591,146	2,172,279	7,763,425
Net Position at End of Year					\$ 5,950,319	\$ 2,222,412	\$ 8,172,731

The accompanying notes and independent auditors' report should be read with these financial statements.

TOWN OF AKRON, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
As of December 31, 2020

	General Fund	Cemetery Trust Fund	Other Governmental Funds	Total Governmental Funds
			Conservation Trust Fund	
Assets				
Cash	\$ 1,498,779	\$ 105,984	\$ 101,862	\$ 1,706,625
Cash with County Treasurer	8,402	-	-	8,402
Receivables				
General property taxes	527,962	-	-	527,962
Accounts receivable - services	24,113	-	-	24,113
Due from other funds	-	4,103	-	4,103
Accrued interest revenue	798	50	28	876
Other	99,719	-	-	99,719
Inventory	7,554	-	-	7,554
Prepaid insurance	12,000	-	-	12,000
Total Assets	2,179,327	110,137	101,890	2,391,354
Deferred Outflows of Resources				
Total Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 2,179,327	\$ 110,137	\$ 101,890	\$ 2,391,354
Liabilities and Fund Equity				
Liabilities				
Accounts Payable	\$ 12,149	\$ 96	\$ -	\$ 12,245
Due to other funds	4,103	-	-	4,103
Payroll taxes payable	717	-	-	717
Accrued compensated absences	52,768	-	-	52,768
Total Liabilities	69,737	96	-	69,833
Deferred Inflows of Resources				
Deferred tax revenue	527,962	-	-	527,962
Total Deferred Inflows of Resources	527,962	-	-	527,962
Fund Balance				
Nonspendable - Inventory	7,554	-	-	7,554
Restricted for perpetual care	-	118,016	-	118,016
Restricted for conservation activities	-	-	101,890	101,890
Assigned for emergencies(TABOR)	62,200	-	-	62,200
Unassigned	1,511,874	(7,975)	-	1,503,899
Total Fund Equity	1,581,628	110,041	101,890	1,793,559
Total Liabilities, Deferred Inflows of Resources, and Fund Equity	\$ 2,179,327	\$ 110,137	\$ 101,890	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	4,268,211
Notes payable held for governmental activities are expensed as paid down, and therefore the principal amount is not reported in the funds.	(111,451)
Interest accrued on notes payable accrued for governmental activities is expensed at time of payment and therefore not reported in the funds	-
Net Position of Governmental Activities	\$ 5,950,319

The accompanying notes and independent auditors' report should be read with these financial statements.

TOWN OF AKRON, COLORADO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended December 31, 2020

	General Fund	Cemetery Trust Fund	Other Governmental Funds	Total Governmental Funds
			Conservation Trust Fund	
Revenues				
Taxes	\$ 1,316,972	\$ -	\$ -	\$ 1,316,972
Licenses	29,434	-	-	29,434
Intergovernmental revenues	269,455	-	47,370	316,825
Fines and forfeits	17,052	-	-	17,052
Charges for services	279,134	680	-	279,814
Interest	9,508	749	194	10,451
Miscellaneous	105,795	554	-	106,349
Total Revenues	2,027,350	1,983	47,564	2,076,897
Expenditures				
General government	245,825	-	-	245,825
Public safety	275,652	-	-	275,652
Public works	555,046	8,098	-	563,144
Culture and recreation	250,312	-	-	250,312
Miscellaneous	34,733	-	-	34,733
Capital outlay	645,718	1,763	-	647,481
Debt service	55,943	-	-	55,943
Total Expenditures	2,063,229	9,861	-	2,073,090
Expenditures in Excess of Revenues	(35,879)	(7,878)	47,564	3,807
Net Change in Fund Balances	(35,879)	(7,878)	47,564	3,807
Fund Balance at Beginning of Year	1,617,507	117,919	54,326	1,789,752
Fund Balance at End of Year	\$ 1,581,628	\$ 110,041	\$ 101,890	\$ 1,793,559

The accompanying notes and independent auditors' report should be read with these financial statements.

TOWN OF AKRON, COLORADO
 RECONCILIATION OF THE STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 For the Year Ended December 31, 2020

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Net change in fund balances of governmental funds \$ 3,807

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which capital outlays exceeded depreciation expense in the period.

Depreciation expense	\$ (312,908)	
Capital outlays	<u>647,482</u>	334,574

Notes payable obtained are revenues in the governmental funds, but the receipt creates long-term liabilities in the statement of net position. This is the amount of debt obtained.

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Repayments of notes payable are expenditures in the governmental funds, but the repayment reduces the long-term liabilities in the statement of net position. This is the amount of debt repayments.

20,792

Change in net position of governmental activities	\$ 359,173
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The accompanying notes and independent auditors'
 report should be read with these financial statements.

TOWN OF AKRON, COLORADO
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
As of December 31, 2020

	Business-type Activities - Enterprise Funds		Total
	Water Fund	Sewer Fund	
Assets			
Current Assets			
Cash	\$ 284,568	\$ 367,317	\$ 651,885
Accounts receivable	23,774	27,483	51,257
Accrued interest revenue	93	169	262
Inventory	48,310	8,640	56,950
Total Current Assets	<u>356,745</u>	<u>403,609</u>	<u>760,354</u>
Property, Plant and Equipment			
Land	12,855	171,592	184,447
Property and equipment	2,228,098	3,698,425	5,926,523
Less: accumulated depreciation	(1,471,616)	(1,444,506)	(2,916,122)
Total Property, Plant, and Equipment - Net	<u>769,337</u>	<u>2,425,511</u>	<u>3,194,848</u>
Total Assets	<u>1,126,082</u>	<u>2,829,120</u>	<u>3,955,202</u>
Liabilities			
Current Liabilities			
Accounts Payable	4,972	2,237	7,209
Accrued compensated absences	24,064	17,924	41,988
Accrued interest expense	1,470	3,881	5,351
Notes payable	15,208	33,026	48,234
Total Current Liabilities	<u>45,714</u>	<u>57,068</u>	<u>102,782</u>
Noncurrent Liabilities			
Notes payable	102,418	1,469,014	1,571,432
Customer deposits payable	58,576	-	58,576
Total Noncurrent Liabilities	<u>160,994</u>	<u>1,469,014</u>	<u>1,630,008</u>
Total Liabilities	<u>206,708</u>	<u>1,526,082</u>	<u>1,732,790</u>
Net Position			
Invested in capital assets, net of related debt	651,711	923,471	1,575,182
Restricted for debt service	34,827	123,170	157,997
Unrestricted	232,836	256,397	489,233
Total Net Position	<u>\$ 919,374</u>	<u>\$ 1,303,038</u>	<u>\$ 2,222,412</u>

The accompanying notes and independent auditors' report should be read with these financial statements.

TOWN OF AKRON, COLORADO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS

For the Year Ended December 31, 2020

	Business-type Activities - Enterprise Funds		Total
	Water Fund	Sewer Fund	
Operating Revenue			
Water sales	\$ 450,000	\$ -	\$ 450,000
Sewer charges	-	312,305	312,305
Grants and loans	-	-	-
Delinquent fees	870	-	870
Miscellaneous	5,955	-	5,955
Total Operating Revenue	<u>456,825</u>	<u>312,305</u>	<u>769,130</u>
Operating Expense			
Salaries	61,478	64,709	126,187
Administration salaries	46,052	-	46,052
Employee benefits	36,774	16,553	53,327
Payroll taxes	8,226	4,950	13,176
Insurance and bonds	9,220	5,015	14,235
Operating expense and supplies	50,179	57,180	107,359
Repairs and maintenance	6,373	2,326	8,699
Office expense	4,183	2,421	6,604
Power purchases	84,453	-	84,453
Utilities	940	21,944	22,884
Deductible reserve	333	333	666
Contingency	-	-	-
Capital outlay	-	-	-
Miscellaneous	200	-	200
Depreciation	67,836	98,463	166,299
Total Operating Expense	<u>376,247</u>	<u>273,894</u>	<u>650,141</u>
Operating Income	80,578	38,411	118,989
Non-Operating Revenue (Expense)			
Interest on investments	587	958	1,545
Farming - income	-	969	969
Interest expense	(4,777)	(66,593)	(71,370)
Total Non-Operating Revenue (Expense)	<u>(4,190)</u>	<u>(64,666)</u>	<u>(68,856)</u>
Change in Net Position	76,388	(26,255)	50,133
Net Position at Beginning of Year	<u>842,986</u>	<u>1,329,293</u>	<u>2,172,279</u>
Net Position at End of Year	<u>\$ 919,374</u>	<u>\$ 1,303,038</u>	<u>\$ 2,222,412</u>

The accompanying notes and independent auditors' report should be read with these financial statements.

TOWN OF AKRON, COLORADO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2020

	Business-type Activities - Enterprise Funds		Total
	Water Fund	Sewer Fund	
Cash flows from operating activities			
Cash receipts from customers	\$ 454,988	\$ 311,386	\$ 766,374
Customer deposits received	5,854	-	5,854
Cash payments to suppliers for goods and services	(155,881)	(89,218)	(245,099)
Cash payments to employees for services	(147,498)	(83,925)	(231,423)
Net cash from operating activities	<u>157,463</u>	<u>138,243</u>	<u>295,706</u>
Cash flows from noncapital financing activities:	-	-	-
Cash flows from capital and related financing activities:			
Additions to capital assets	(35,452)	(4,354)	(39,806)
Principal paid on debt	(14,659)	(31,627)	(46,286)
Interest paid on debt	(4,961)	(66,756)	(71,717)
Net cash from capital and related financing activities	<u>(55,072)</u>	<u>(102,737)</u>	<u>(157,809)</u>
Cash flows from investing activities:			
Payments received from (paid to) other funds	-	-	-
Farm income - net	-	969	969
Interest and dividends received on investments	563	915	1,478
Net cash from investing activities	<u>563</u>	<u>1,884</u>	<u>2,447</u>
Net increase (decrease) in cash and cash equivalents	102,954	37,390	140,344
Cash and cash equivalents, beginning of year	<u>181,614</u>	<u>329,919</u>	<u>511,533</u>
Cash and cash equivalents, end of year	<u>\$ 284,568</u>	<u>\$ 367,309</u>	<u>\$ 651,877</u>
Cash flows from operating activities:			
Operating income	80,578	38,411	118,989
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	67,836	98,463	166,299
Change in assets and liabilities:			
(Increase) Decrease in accounts receivable	(1,837)	(919)	(2,756)
(Increase) Decrease in inventory	-	-	-
Increase (Decrease) in accounts payable	-	1	1
Increase (Decrease) in accrued compensated absences	5,032	2,287	7,319
Increase (Decrease) in customer deposits	5,854	-	5,854
Total Adjustments	<u>76,885</u>	<u>99,832</u>	<u>176,717</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 157,463</u>	<u>\$ 138,243</u>	<u>\$ 295,706</u>

The accompanying notes and independent auditors' report should be read with these financial statements.

TOWN OF AKRON, COLORADO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
As of December 31, 2020

	Firemen's Pension Fund
Assets	
Current Assets	
Cash	\$ 185,597
Cash with County Treasurer	-
Property taxes receivable	20,842
Accrued interest revenue	96
Due from other funds	-
Total Assets	206,535
Deferred Outflows of Resources	
Pension expense	8,226
Total Deferred Outflows of Resources	8,226
Total Assets and deferred outflows	214,761
Liabilities	
Current Liabilities	
Accounts Payable	-
Net Pension Liability - Current	\$ 49,320
Total Current Liabilities	49,320
Long Term Liabilities	
Net Pension Liability	187,162
Total Liabilities	236,482
Deferred Inflows of Resources	
Deferred tax revenue	20,842
Total Deferred Outflows of Resources	20,842
Total Liabilities and deferred inflows	257,324
Net Position	
Held in trust for pension benefits	\$ (42,563)

The accompanying notes and independent auditors' report should be read with these financial statements.

TOWN OF AKRON, COLORADO
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION
FIDUCIARY FUND
For the Year Ended December 31, 2020

	<u>Firemen's Pension Fund</u>
Additions	
Contributions	
Property taxes	\$ 20,744
Intergovernmental Contributions	-
	<u>26,070</u>
Total Contributions	46,814
Investment earnings	
Interest	<u>513</u>
Total Additions	47,327
Deductions	
Pension expense	<u>14,086</u>
Change in net position	33,241
Net Position at Beginning of Year	<u>(75,804)</u>
Net Position at End of Year	<u><u>\$ (42,563)</u></u>

The accompanying notes and independent auditors'
report should be read with these financial statements.

TOWN OF AKRON, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Akron, Colorado (the “Town”) have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following summary of significant accounting policies is presented to assist the reader in evaluating the Town’s financial statements.

A. Reporting Entity

As required by GAAP, these financial statements present the Town (the primary government) and its component units. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable, or other organizations for which the nature and significance of the relationship with the primary government are such that exclusion would cause the Town’s financial statements to be misleading or incomplete. Based on the foregoing criteria, there are no component units included in the accompanying financial statements.

B. Basic Financial Statements

Basic financial statements are presented at both the government-wide and fund financial levels. Both levels of statements categorize primary activities as either governmental or business-type. Governmental activities, which are normally supported by taxes and inter-governmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The government-wide statements do not include the fiduciary fund or components that are fiduciary funds. These have separate statements showing the financial information.

Government-wide financial statements report information about the reporting government as a whole. For the most part, the effect of inter-fund activity has been removed from these statements. These statements focus on the sustainability of the Town as an entity and the change in aggregate financial position resulting from the activities of the year. These aggregated statements consist of the Statement of Net Position and the Statement of Activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or business-type activity are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or business-type activity. 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 business-type activity and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or business-type activity. Taxes and other items not included among program revenues are reported instead as general revenues.

Fund financial statements report information at the individual fund level. Each fund is considered to be a separate accounting entity. Funds are classified as governmental, proprietary, and fiduciary. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds are consolidated into a single column in the financial section of the basic financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. The Town has collected nearly 100% of all property taxes at December 31. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

TOWN OF AKRON, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible with the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues and expenses of the Town's enterprise funds are charges to customers for sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

If both restricted and unrestricted resources are available to use for the same purpose, it is the Town's policy to use restricted resources first, and then unrestricted resources as they are needed.

The Town reports the following major funds:

General Fund

This is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be reported in another fund.

Cemetery Trust Fund

This fund is established to accumulate funds for the perpetual care and maintenance of the Town's cemetery grounds. All investment earnings are recorded in the Cemetery Trust Fund. The Cemetery Trust Fund is a permanent fund.

The Town reports the following major proprietary funds:

Water Fund

This accounts for the water service charges which are used to finance the water system operating expenses.

Sewer Fund

This accounts for the sewer service charges which are used to finance the sanitary sewer system operating expenses.

TOWN OF AKRON, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Additionally, the Town reports the following fund types:

Special Revenue Fund

The Conservation Trust Fund provides for an accounting of those funds received through the State of Colorado Lottery Fund Program. The State requires that these funds be expended in the areas of parks and recreation development.

Firemen's Pension Fund

The Town has established the Volunteer Firemen's Pension Plan to provide pension and other benefits to the firefighters and their dependents (Note 7).

D. Budgets

Annually appropriated budgets were adopted for all funds. Budgets are adopted on a basis consistent with generally accepted accounting principles. All governmental funds and proprietary funds are budgeted on the modified accrual basis of accounting. All appropriations lapse at year end.

In the budget versus actual statements, the actual results of operations are presented on the budgetary basis of accounting for proper comparison to the budget.

Colorado statutes provide the following timetable, which is followed in the adoption of the budgets:

1. Submission of the proposed budget to the local governing body by October 15 of each year.
2. Certification of mill levies to the Board of County Commissioners by December 15.
3. Final adoption of budget and appropriations by December 31 of each year.
4. Property taxes are due by April 30 of each year if paid in full, or in two installments due February 28 and June 15 of each year.
5. Liens are placed on property for which taxes are delinquent in November of each year.

The actual results of operations are presented in accordance with generally accepted accounting principles, which differ in certain respects from those practices used in the preparation of the 2020 budget. For purposes of preparing the Statements of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual, the actual results of operations have been adjusted to a basis consistent with the Town's budgeted revenues and expenditures.

E. Cash and Investments

For purposes of the statement of cash flows, the enterprise funds consider cash on hand, demand deposits, and short-term investments with original maturities of three months or less when purchased to be cash and cash equivalents.

F. Accounts Receivable – Allowance for Doubtful Accounts

Based upon a review of existing accounts receivable and prior collection experience, the Town has determined all accounts to be collectible and no allowance for doubtful accounts has been provided for 2020.

TOWN OF AKRON, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Inter-fund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. Short-term inter-fund loans are classified as “due to/from other funds.” All short-term inter-fund receivables and payables at year end are planned to be eliminated in the subsequent year. Long-term inter-fund loans are classified as “inter-fund note receivable/payable.” Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

H. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when purchased. Fund balance has been reserved by an amount corresponding to the value of inventory held by the General Fund, \$7,554.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2020 are recorded as prepaid items for enterprise funds.

J. Encumbrances

The Town does not utilize encumbrance accounting.

K. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, sidewalks, street lights, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of two years. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at estimated fair market value as of the date of the donation.

The costs of normal maintenance and repairs that do not add to the value or capacity of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized for 2020.

Depreciation on exhaustible assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position. A composite depreciation rate is used for infrastructure assets. Depreciation on the remaining capital assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20-50 years
Improvements other than Buildings	15-50 years
Water Distribution System	10-50 years
Sewer Collection System	10-50 years
Machinery and Equipment	5-20 years
Vehicles	5-15 years
Infrastructure	20-80 years

TOWN OF AKRON, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Compensated Absences

Accumulated vacation leave is reported as a liability for all leave related to past employee service for which payment to the employee is considered probable. The leave liability includes any non-vested leave earned by employees that is considered likely to vest.

A liability for unused sick leave benefits is accrued only if it is probable that the employee will be compensated for the benefits through cash payments upon death or retirement. The term retirement includes age 65 or after 20 years of employment. The sick leave liability is estimated based on the Town's past experience in making termination payments for sick leave and its termination payment policy (termination payment method).

Accumulated vacation leave and termination payments for sick leave that are expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund liability of the governmental fund that will pay the benefit. Accumulated vacation leave and sick leave termination payments for proprietary fund types are recorded as fund liabilities.

M. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statements of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest rate method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

N. Fund Equity

As of December 31, 2020, fund equity balances of the governmental funds are classified as follows:

Non-spendable - amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact.

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed - amounts that can only be used for specific purposes determined by a formal action of the Board of Directors.

Assigned - amounts intended to be used for specific purposes that are neither restricted nor committed.

Unassigned - all other spendable amounts.

TOWN OF AKRON, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Inter-fund Transactions

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditure/ expense initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other inter-fund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non-routine permanent transfers are reported as operating transfers.

P. Net Position

Net position comprises the various net earnings from operating income, non-operating revenues and expenses, and capital contributions. Net position is classified in the following three components:

Invested in capital assets, net of related debt – This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.

Restricted – This component of net position consists of constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provision or enabling legislation.

Unrestricted – This component of net position consists of net position that does not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

Q. Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates that affect amounts reported in the financial statements during the reporting period. Actual results could differ from such estimates.

R. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditures) until then. The Town does not have any deferred outflows.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town has one item that qualifies for reporting in this category: Deferred property tax assessment revenue which is based on current year land values but will not be recognized as revenue until the following year.

TOWN OF AKRON, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 2 – CASH AND INVESTMENTS

A. Deposits

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that, in the event of a bank failure, the Town’s deposits might not be recovered. However, the Colorado Public Deposit Protection Act (PDPA) requires that deposits of all units of local governments be held at eligible public depositories, whose eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. The PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution of held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the aggregate uninsured deposits.

Federal Deposit Insurance Corporation (FDIC) coverage totaled \$250,000 per institution. The balance held over this limit in any of the institutions falls under the provisions of the PDPA. At December 31, 2020, the carrying amount of the Town’s deposits of the Governmental Activities totaled \$1,554,338, held in several institutions. The funds were covered by the PDPA. The carrying amount of the Town’s deposits of the Business-type Activities totaled \$651,885. \$500,000 of those funds were covered by FDIC the remainder was covered by the PDPA. The carrying amount of the Town’s deposits of the Fiduciary Funds totaled \$185,597, all covered by the FDIC. The Town has not formally adopted policies regarding interest rate risk or credit risk.

B. Investments

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The Colorado Revised Statutes (C.R.S.) 24-75-601 limits investment maturities to five years or less. All deposits are reported at cost plus accrued interest. All the Town’s certificates of deposit mature within one year.

NOTE 3 – FIXED ASSETS

Capital asset activities for the year ended December 31, 2020 were as follows:

	Balance December 31, 2019	Additions	Deletions and Adjustments	Balance December 31, 2020
<u>Governmental Activities</u>				
Non-depreciable Assets:				
Land	\$ 126,953	\$ -	\$ -	\$ 126,953
Depreciable Assets:				
Property and Equipment	10,573,946	647,482	-	11,221,428
Infrastructure	294,531	-	-	294,531
Less: Accumulated Depreciation	(7,061,792)	(312,909)	-	(7,374,701)
Net Depreciable Capital Assets	3,806,685	334,573	-	4,141,258
Total Assets – Governmental Activities	\$ 3,933,638	\$ 334,573	\$ -	\$ 4,268,211
<u>Business-type Activities</u>				
Non-depreciable Assets:				
Land	\$ 184,447	\$ -	\$ -	\$ 184,447
Depreciable Assets:				
Property, Equipment and Systems	5,886,717	39,806	-	5,926,523
Less: Accumulated Depreciation	(2,749,815)	(166,307)	-	(2,916,122)
Net Depreciable Capital Assets	3,136,902	(126,501)	-	3,010,401
Total Assets – Business-type Activities	\$ 3,321,349	\$ (126,501)	\$ -	\$ 3,194,848

TOWN OF AKRON, COLORADO
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2020

NOTE 3 – FIXED ASSETS (continued)

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

General Government	\$ 15,427
Public Safety	10,899
Public Works	45,034
Culture and Recreation	41,826
Airport	199,723
	<u>\$ 312,909</u>

NOTE 4 – NOTES PAYABLE

Business-type Activity

Well Project

On March 17, 2003 the Colorado Water conservation Board awarded a loan to the Town in the amount of \$349,799. The funds were to be used for the construction of the Hoyer and Thomas/Kusel wells and pipeline project. The loan is to be repaid over 30 years at an interest rate of 3.75%. The annual payments are in the amount of \$19,619.39. The loan contract states the first payment is due one year after the project has been completed. The project was completed September 1, 2006. Payments on the note are due as follows:

<u>Year Ending</u> <u>December 31</u>	<u>Interest</u> <u>Rate</u>	<u>Principal</u> <u>Maturity</u>	<u>Interest</u> <u>Requirements</u>	<u>Total Debt</u> <u>Requirements</u>
2021	3.75%	15,208.40	4,410.99	19,619.39
2022	3.75%	15,778.72	3,840.67	19,619.39
2023	3.75%	16,370.42	3,248.97	19,619.39
2024	3.75%	16,984.31	2,635.08	19,619.39
2025	3.75%	17,761.22	1,998.17	19,619.39
2026-2027	3.75%	35,663.26	1,998.17	37,652.43
		<u>\$ 117,626.33</u>	<u>\$ 18,123.05</u>	<u>\$ 135,749.38</u>

A component of the note agreement requires the Town to establish a reserve of revenue amounts pertaining to note repayment. In addition, the note agreement requires the Town to establish a debt service reserve account. The debt service reserve amount will be equal to one note payment with one-tenth of the payment amount deposited on the due date of the first payment and annually thereafter for the first ten years. The Town has earmarked the appropriate amounts in the water fund budget for compliance with the rate covenants and the debt service requirements. The amount of the reserve at December 31, 2020 is \$19,619. The current payment of \$19,619 has also been reserved as of December 31, 2020.

Waste Water Treatment Facility

On September 4, 2002, the United States Department of Agriculture (USDA), Office of Rural Development awarded a loan of \$1,850,000 to the Town for the purpose of constructing a new waste water treatment plant.

On October 22, 2002, the Town approved an interim financing agreement with the Bank of Colorado for \$1,850,000. The interim note agreement had an interest rate of 5% and a maturity date of November 8, 2006. As of April 19, 2006, the Town received principal advances of \$1,582,255 on the interim financing note. The interim loan was repaid June 9, 2006 through the issuance of the permanent loan through the USDA.

The note agreement requires the Town to establish a debt service reserve account. The debt service reserve amount will be equal to one note payment with one-tenth of the payment amount deposited on the due date of the first payment and annually thereafter for the first ten years. The Town has earmarked the appropriate amounts in the water fund budget for compliance with the rate covenants and the debt service requirements. The amount of the reserve at December 31, 2020 is \$100,160. The current payment of \$90,144 has also been reserved as of December 31, 2020.

TOWN OF AKRON, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 4 – NOTES PAYABLE (CONTINUED)

Waste Water Treatment Facility (Continued)

The USDA loan is due in semi-annual installments of \$49,192, and payments are due as follows:

<u>Year Ending December 31</u>	<u>Interest Rate</u>	<u>Principal Maturity</u>	<u>Interest Requirements</u>	<u>Total Debt Requirements</u>
2021	4.375%	33,026.20	65,357.80	98,384.00
2022	4.375%	34,486.90	63,897.10	98,384.00
2023	4.375%	36,012.20	62,371.80	98,384.00
2024	4.375%	37,604.97	60,779.03	98,384.00
2025	4.375%	39,268.18	59,115.82	98,384.00
2026-2030	4.375%	223,980.68	267,939.32	491,920.00
2031-2035	4.375%	278,091.86	213,828.14	491,920.00
2036-2040	4.375%	345,275.71	146,644.29	491,920.00
2041-2045	4.375%	428,690.41	63,229.59	491,920.00
2046	4.375%	45,602.93	998.55	46,601.48
		<u>\$ 1,502,040.04</u>	<u>\$ 1,004,161.44</u>	<u>\$ 2,506,201.48</u>

Trash Truck

In 2019, the Town obtained a loan from Bank of Colorado to partially fund a 2019 Freightliner Trash Truck. The total purchase price was \$124,569 of which \$60,000 was financed. The loan is to be repaid over 5 years at an interest rate of 3.75%. The annual payments are \$13,383.11, with the first payment due October 1, 2020. Payments on the note are due as follows:

<u>Year Ending December 31</u>	<u>Interest Rate</u>	<u>Principal Maturity</u>	<u>Interest Requirements</u>	<u>Total Debt Requirements</u>
2021	3.75%	11,550.60	1,832.51	13,383.11
2022	3.75%	11,983.75	1,399.36	13,383.11
2023	3.75%	12,433.14	949.97	13,383.11
2024	3.75%	12,899.40	483.73	13,383.13
		<u>\$ 48,866.89</u>	<u>\$ 4,665.57</u>	<u>\$ 53,532.46</u>

The current payment of \$13,383 has also been reserved as of December 31, 2020.

Swimming Pool

In 2016, the Town obtained a loan for \$100,000 from Bank of Colorado to partially fund a remodel and construction of the Town's Swimming Pool. The total cost of the project was \$415,660. The loan is to be repaid over 10 years at an interest rate of 2.18%. The annual payments are \$11,238.30, with the first payment due May 6, 2017. Payments on the note are due as follows:

<u>Year Ending December 31</u>	<u>Interest Rate</u>	<u>Principal Maturity</u>	<u>Interest Requirements</u>	<u>Total Debt Requirements</u>
2021	2.18%	9,874.39	1,363.91	11,238.30
2022	2.18%	10,089.64	1,148.66	11,238.30
2023	2.18%	10,309.58	928.72	11,238.30
2024	2.18%	10,532.39	705.91	11,238.30
2025	2.18%	10,763.91	474.39	11,238.30
2026	2.18%	11,014.56	223.75	11,238.31
		<u>\$ 62,584.47</u>	<u>\$ 4,845.34</u>	<u>\$ 67,429.81</u>

The current payment of \$11,238 has also been reserved as of December 31, 2020.

TOWN OF AKRON, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 5 – CHANGES IN LONG-TERM DEBT

The following is a summary of debt obligations and activity for those obligations of the Town for the year ending December 31, 2020:

	Balance 12/31/19	Additions	Reductions	Balance 12/31/20	Due in one year
Governmental Activities					
Compensated Absences	\$ 49,641	\$ 3,127	\$ -	\$ 52,768	\$ 52,768
Note Payable – Trash Truck	60,000	-	11,133	48,867	11,551
Note Payable – Pool Project	72,244	-	9,660	62,584	9,874
Total Governmental	181,885	3,127	20,793	164,219	
Business-type Activities					
Compensated Absences	34,669	7,319	-	41,988	41,988
Note Payable – Water Project	132,285	-	14,659	117,626	15,208
Note Payable – Sewer Expansion Project	1,533,667	-	31,627	1,502,040	33,026
Total Business-type	1,700,621	7,319	46,286	1,661,654	
	\$ 1,882,506	\$ 10,446	\$ 67,079	\$ 1,825,873	

Interest expense of \$3,842 has been included in the direct expenses of culture and recreation on the government-wide statement of activities.

NOTE 6 – RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town carries commercial insurance for airport liability and surety bond with risk of loss transferring to the carriers. Settled claims resulting from these risks have not exceeded the commercial insurance coverage in any of the past four fiscal years, and there were no material changes in coverage for 2019. All other risks have been provided for by the following risk pool.

Colorado Intergovernmental Risk Sharing Agency (herewith referred to as “CIRSA”) – CIRSA is a separate legal entity established by member municipalities pursuant to the provision of CRS and the Colorado Constitution.

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

The Town recognizes as an expense/expenditure the amounts paid to CIRSA annually for these coverages. Contingent liability claims for the coverage have not been recognized to date after reviewing claims history and the remoteness of potential loss in excess of actual contributions by the Town.

NOTE 7 – PENSION FUNDS

Firemen’s Pension Fund

Summary of Significant Accounting Policies

Pensions. Town of Akron administers a single-employer defined benefit pension fund for the local volunteer fire district. 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/deductions from the fiduciary net position of the Fireman’s Pension Program have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

TOWN OF AKRON, COLORADO
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2020

NOTE 7 – PENSION FUNDS (continued)

General Information about the Pension Plan

Plan description. The Firemen’s Pension Program is a single-employer defined benefit plan administered by a Board of Directors appointed by the Town Council. The Program provides a monthly retirement benefit to retired volunteer firemen who have attained age 50 and who have 20 years of continuous service.

Benefits provided as of December 31, 2020. Currently, the monthly benefit is \$180. Benefits paid during 2020 amounted to \$49,320. Details of this plan are included within the fiduciary fund types of this audit report.

Contributions

The Program is funded by a property tax levy set annually by the Town Council and special funding situation from the Akron Rural Fire District and the State of Colorado (the State). As set by state statute, the Town may contribute an amount based on ½ mill on the assessed valuation of the Town. The State makes an annual contribution to the Program as set by state statute. The contribution by the State toward fire pension funds has been established by the legislature and allocated to all fire pension funds in the State, based upon the amounts contributed by the municipality. The State currently matches 90% of all amounts levied, appropriated and contributed by the Town up to a maximum of ½ mill on the assessed valuation.

The Rural Fire District and State contributions for 2020 were \$24,570 and \$15,898, respectively. The Program consists of volunteer firemen, and therefore there is not a required contribution from plan members.

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

The Town of Akron is responsible for 35% of the Net Pension Liability due to the special funding situation from the Akron Rural Fire District and the State of Colorado. The Akron Rural Fire District is responsible for 35% and the State of Colorado 30% based on the contribution statute.

The Fireman’s Pension Fund reported a liability of \$236,482 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2020, and the total pension liability of \$709,445 used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020.

For the year ended December 31, 2020, the Fireman’s Pension Fund recognized pension expense of \$13,626. At December 31, 2020 the Fireman’s Pension Fund 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	\$ 8,226	\$ -
Totals	\$ 8,226	\$ -

Amounts reported as deferred outflows of resources are not expected to be recognized as pension expense within the next 5 years.

TOWN OF AKRON, COLORADO
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2020

NOTE 7 – PENSION FUNDS (continued)

Actuarial assumptions. The total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	1.20 percent
Long-term investment Rate of Return, net of pension plan investment expenses, including price inflation	1.20 percent
Discount rate	1.20 percent

The long-term expected rate of return on plan assets is estimated as constant based on current investments. The current plan assets totaling \$185,597 are invested in short term certificates of deposit with an average yield of 1.2%

Discount rate. The discount rate used to measure the total pension liability was 1.20 percent. This was chosen as a conservative rate based on rate of return of plan assets.

Sensitivity of the Fireman’s Pension Fund proportionate share of the net pension liability to changes in the discount rate. The following presents the proportionate share of the net pension liability calculated using the discount rate of 1.20 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (.20 percent) or 1-percentage-point higher (2.20 percent) than the current rate:

	1% Decrease (.20%)	Current Discount Rate (1.20%)	1% Increase (2.20%)
Proportionate share of the net pension liability	\$ 340,789	\$ 236,482	\$ 134,327

NOTE 8 – RETIREMENT PLAN

The Town’s employees participate in the statewide Colorado County Officials and Employees Retirement Association (the Association) Retirement Plan (the Plan), a multiple-employer defined contribution plan. The Town’s payroll for the employees covered by the Plan for the year ended December 31, 2020 was \$556,023.

Employer contributions to the Plan are a minimum of 3% of compensation. Employer contributions match employee contribution and are funded on a current basis. Employees may make additional voluntary contributions, not to exceed certain statutory limits. In 2011, a Section 157 Roth IRA option was added to the plan, under which employees may make voluntary contributions not to exceed certain statutory limits. In 2020, both the Town and the covered employees made the required 3% contributions, which amounted to \$12,375, and \$12,375, respectively. Additionally, \$42,253 in voluntary contributions were made by the employees to the Roth and regular portions of the plan.

Participants vest in employer contributions and in the earnings, losses, and changes in fair market value of plan assets at a rate of 10% per year, 20% per year, or immediately, depending on the vesting schedule adopted by the member entity. Participants are immediately vested 100% in their own contributions and earnings. Any employer contribution forfeited by a participant due to termination of employment prior to becoming fully vested is returned to the Town.

The Association may at any time elect to terminate the Plan. In the event of such termination, each participant shall become 100% vested.

TOWN OF AKRON, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 8 – RETIREMENT PLAN (continued)

Net earnings or losses are allocated quarterly to Plan participants. The allocation is based on each participant's balance as of the beginning of that quarter. Participants receiving benefit payments upon retirement or termination are allocated earnings through the date of the distribution.

Benefit payments are made as of the effective date of each participant's retirement or termination. At retirement, each participant has the option of receiving their vested balance in cash or having the Association place the funds in a bank account maintained under the joint control of the Associations and the retiring individual.

NOTE 9 – CONTINGENCIES

Grants

The Town receives financial assistance from federal and state governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds.

NOTE 10 – FUND BALANCE/ RETAINED EARNINGS APPROPRIATIONS AND RESERVES

On November 3, 1992, the voters of Colorado approved Amendment 1, commonly known as the TABOR Amendment, which adds a new Section 20 to Article X of the Colorado Constitution. TABOR contains tax, spending, revenue, and debt limitations which apply to the State, all local governments, and special districts.

The Town's financial activity for the year ended December 31, 2020 will provide the basis for the calculation of future limitations adjusted for allowable increases tied to inflation and local growth. Subsequent to December 31, 2020, revenue in excess of the Town's "spending limit" must be refunded unless voters approve the retainage of such excess revenues. TABOR generally requires voter approval for any new tax, tax increases, and new debt.

In November 1995, the Town's electorate approved a resolution to permit the Town to increase revenues and spending by the full amount from interest on invested funds, existing sales and use tax rates, non-federal grants, building permit fees, existing user fees and charges, and severance taxes which are received or receivable in the current fiscal year or in any future fiscal year with the stipulation that all such receipts shall be spent for fire protection, police protection, snow removal, street maintenance, and construction, town lawns, trees, parks and recreation, and other basic town services and lawful municipal purposes.

TABOR is extremely complex and subject to interpretation. Ultimate implementation may depend upon litigation and legislative guidance.

The Town Council has made the following fund balance assignments as a result of Article X, Section 20 of the Colorado Constitution (TABOR):

Emergency Reserve – The Article requires an emergency reserve be set aside for 2020 in the amount of 3% or more of its fiscal year spending. At December 31, 2020, the Council had reserved the following for emergencies:

General Fund	\$ 62,200
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The management of the Town believes it is in complete compliance with TABOR.

TOWN OF AKRON, COLORADO
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2020

NOTE 10 – FUND BALANCE/ RETAINED EARNINGS APPROPRIATIONS AND RESERVES (continued)

Restricted for Debt Service – The town Council has restricted funds for the purpose of debt repayment as follows:

General Fund	\$ 111,145
Water Fund	39,238
Sewer Fund	118,759

Ending fund balances/ retained earnings have been appropriated or assigned through adoption of the 2020 budget in order to provide for the anticipated excess of expenditures over revenue during the 2020 budget year. For governmental fund types these amounts are shown as assigned fund balances. The appropriations in excess of revenues for the 2020 budget year are as follows:

Fund	December 31, 2020 Appropriations
Governmental Fund Types	
General Fund	\$ 346,787
Cemetery Trust Fund	\$ 43,693
Conservation Trust Fund	\$ 28,350
Business-type Activity	
Water Fund	\$ 140,860
Sewer Fund	\$ 373,272

NOTE 11 – INTERFUND RECEIVABLES AND PAYABLES

At December 31, 2020, amount due from and to other funds are as follows:

	Due From	Due To
General Fund	\$ -0-	\$ 4,103
Cemetery Trust Fund	4,103	-0-
	<u>\$ 4,103</u>	<u>\$ 4,103</u>

During 2016 funds were loaned from the Cemetery Trust fund to the General fund to help refurbish the swimming pool. The loan is due to be paid back over 5 years bearing a 3.5% interest rate.

NOTE 12 – SUBSEQUENT EVENTS

The Town has evaluated subsequent events through the date of the report, which is the date the financial statements were available to be issued. No events were noted that would require adjustment to or disclosure in the financial statements.

TOWN OF AKRON, COLORADO
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)
Revenues			
Taxes			
Current property (net of Treasurer's fees)	\$ 468,156	\$ 465,856	\$ (2,300)
Senior center property	15,217	13,368	(1,849)
Recreation program property	44,649	39,226	(5,423)
Specific ownership	60,000	63,976	3,976
General sales and use	420,000	589,391	169,391
Cigarette	1,200	1,649	449
Franchise	69,500	68,835	(665)
Licenses and Permits			
License fees	8,000	7,920	(80)
Liquor licenses	5,750	2,558	(3,192)
Building permits	6,500	16,952	10,452
Animal licenses	950	606	(344)
Other licenses	1,950	1,398	(552)
Intergovernmental			
County - Road and Bridge	5,000	6,146	1,146
Severance	8,000	7,303	(697)
Highway users'	67,000	61,222	(5,778)
Rural Fire District	28,250	28,319	69
State grants	709,000	216,664	(492,336)
Federal grants	6,300	24,472	18,172
Fines and Forfeits	27,000	17,052	(9,948)
Charges for services			
Sanitation fees	249,000	253,079	4,079
Recycling fees	1,000	225	(775)
Swimming pool/ Recreation fees	28,000	18,916	(9,084)
Late fees	7,500	6,914	(586)
Interest	1,500	9,508	8,008
Miscellaneous			
Rents	2,500	2,696	196
Refunds	11,000	18,090	7,090
Sale of assets	14,500	9,111	(5,389)
Miscellaneous	7,100	75,898	68,798
Total Revenues	<u>2,274,522</u>	<u>2,027,350</u>	<u>(247,172)</u>
Expenditures			
General government	269,231	245,825	23,406
Public safety	266,927	275,652	(8,725)
Public works	574,624	555,046	19,578
Culture and recreation	263,895	250,312	13,583
Miscellaneous	36,032	34,733	1,299
Capital outlay	828,534	645,718	182,816
Debt service	63,952	55,943	8,009
Total Expenditures	<u>2,303,195</u>	<u>2,063,229</u>	<u>239,966</u>
Expenditures in Excess of Revenues	<u>(28,673)</u>	<u>(35,879)</u>	<u>(7,206)</u>
Net Change in Fund Balance	<u>\$ (28,673)</u>	<u>(35,879)</u>	<u>\$ (7,206)</u>
Net Position at Beginning of Year		<u>821,163</u>	
Net Position at End of Year		<u>\$ 785,284</u>	

TOWN OF AKRON, COLORADO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
For the Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)
General Government			
Administration			
Salaries	\$ 112,370	\$ 114,725	\$ (2,355)
Benefits	23,960	24,809	(849)
Payroll taxes	7,651	8,776	(1,125)
Publishing and legal	25,000	22,446	2,554
Community development	3,000	1,263	1,737
Dues	2,500	2,358	142
Office expense	12,000	7,539	4,461
Audit	9,000	9,000	-
Liquor license transfer	3,640	1,485	2,155
Election expense	2,000	1,684	316
Insurance and bonds	6,610	5,925	685
Municipal court	17,000	16,794	206
Miscellaneous	7,500	7,968	(468)
Building inspections	4,800	5,845	(1,045)
Vision and dental	24,000	13,875	10,125
Insurance deductible	1,000	1,333	(333)
	<hr/>	<hr/>	<hr/>
Subtotal	262,031	245,825	16,206
Capital Outlay - Administration	7,200	7,050	150
	<hr/>	<hr/>	<hr/>
Total General Government	\$ 269,231	\$ 252,875	\$ 16,356
<hr/>			
Public Safety			
Police			
Police contract	\$ 216,432	\$ 216,432	\$ -
Dog pound	4,000	4,822	(822)
Fire Department			
Operating supplies	10,000	11,850	(1,850)
Vehicle expense	12,000	17,305	(5,305)
Equipment	10,000	10,913	(913)
Utilities	5,000	4,271	729
Insurance and bonds	7,795	8,705	(910)
Office expense	1,200	1,354	(154)
Miscellaneous	500	-	500
	<hr/>	<hr/>	<hr/>
Subtotal	266,927	275,652	(8,725)
Capital Outlay - Fire	10,000	21,886	(11,886)
Debt Service - Fire	-	-	-
	<hr/>	<hr/>	<hr/>
Total Public Safety	\$ 276,927	\$ 297,538	\$ (20,611)

TOWN OF AKRON, COLORADO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
For the Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)
Public Works			
Buildings			
Operating expense	\$ 9,500	\$ 6,153	\$ 3,347
Insurance and bonds	2,388	2,389	(1)
Utilities	5,000	4,651	349
Sanitation Department			
Salaries	122,070	118,792	3,278
Benefits	33,825	33,822	3
Payroll taxes	9,348	9,088	260
Operating expense	49,200	48,550	650
Recycling costs	2,000	-	2,000
Vehicle expense	12,500	9,831	2,669
Bad debt expense	100	248	(148)
Insurance and bonds	12,322	11,160	1,162
Utilities	1,300	940	360
Office expense	1,500	1,422	78
Street Department			
Salaries	97,898	97,481	417
Benefits	23,187	21,931	1,256
Payroll taxes	7,498	7,457	41
Road repairs and maintenance	100,000	96,638	3,362
Utilities and street lighting	46,200	44,544	1,656
Operating expense	14,000	12,586	1,414
Vehicle expense	16,000	16,137	(137)
Insurance and bonds	8,188	10,671	(2,483)
Office expense	600	555	45
Subtotal	574,624	555,046	19,578
Capital outlay - Building Inspections	15,000	3,070	11,930
Capital outlay - Sanitation	-	-	-
Capital outlay - Street	2,000	1,763	237
Debt Service - Sanitation	13,400	13,396	4
Debt Service - Street	-	-	-
Total Public Works	<u>\$ 605,024</u>	<u>\$ 573,275</u>	<u>\$ 31,749</u>

TOWN OF AKRON, COLORADO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
For the Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)
Culture and Recreation			
Parks			
Salaries	52,740	52,786	(46)
Benefits	17,075	22,810	(5,735)
Payroll taxes	4,075	4,038	37
Operating expense	17,000	19,003	(2,003)
Vehicle expense	4,000	1,821	2,179
Insurance and bonds	3,104	2,890	214
Utilities	2,520	2,244	276
Telephone and postage	500	548	(48)
Recreation			
Salaries	15,000	13,385	1,615
Benefits	45	40	5
Payroll taxes	1,148	1,024	124
Insurance and bonds	1,172	1,149	23
Operating expense	7,500	12,932	(5,432)
Swimming Pool			
Salaries	33,000	27,283	5,717
Benefits	100	82	18
Payroll taxes	2,525	2,087	438
Operating expense	17,000	5,571	11,429
Utilities	11,500	8,614	2,886
Insurance and bonds	2,440	2,407	33
Library			
Salaries	43,818	43,847	(29)
Benefits	1,547	1,473	74
Payroll taxes	3,361	3,354	7
Operating expense	21,000	19,101	1,899
Insurance and bonds	1,725	1,823	(98)
Subtotal	263,895	250,312	13,583
Capital outlay - Parks	448,000	409,456	38,544
Capital outlay - Swimming Pool	2,500	-	2,500
Debt Service - Swimming Pool	50,552	42,547	8,005
Total Culture and Recreation	<u>\$ 764,947</u>	<u>\$ 702,315</u>	<u>\$ 62,632</u>
Miscellaneous			
Airport			
Operating expense	28,000	26,877	1,123
Insurance and bonds	5,532	5,899	(367)
Utilities	2,500	1,957	543
Subtotal	36,032	34,733	1,299
Capital outlay	361,334	202,493	158,841
Total Miscellaneous	<u>\$ 397,366</u>	<u>\$ 237,226</u>	<u>\$ 160,140</u>
Summary of Capital Outlay - all departments			
General Administration	\$ 7,200	\$ 7,050	\$ 150
Public Safety	10,000	21,886	(11,886)
Public Works	2,000	4,833	237
Culture and Recreation	448,000	409,456	8,005
Airport	361,334	202,493	158,841
Total Capital Outlay	<u>\$ 828,534</u>	<u>\$ 645,718</u>	<u>\$ 155,347</u>
Summary of Debt Service - all departments			
Public Safety	\$ -	\$ -	\$ -
Public Works	13,400	13,396	-
Culture and Recreation	50,552	42,547	-
Total Debt Service	<u>\$ 63,952</u>	<u>\$ 55,943</u>	<u>\$ -</u>

TOWN OF AKRON, COLORADO
CEMETERY TRUST FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)
Revenues			
Perpetual care charges	\$ 1,000	\$ 680	\$ (320)
Donation	-	100	100
Miscellaneous	-	454	454
Interest on investments	689	749	60
Total Revenues	<u>1,689</u>	<u>1,983</u>	<u>294</u>
Expenses			
Insurance and bonds	1,296	1,229	67
Operating expense	8,000	6,869	1,131
Capital outlay	10,000	1,763	8,237
Total Expenses	<u>19,296</u>	<u>9,861</u>	<u>9,435</u>
Net Income	<u>\$ (17,607)</u>	<u>(7,878)</u>	<u>\$ 9,729</u>
Fund Balance at Beginning of Year		<u>117,919</u>	
Fund Balance at End of Year		<u>\$ 110,041</u>	

TOWN OF AKRON, COLORADO
 CONSERVATION TRUST FUND
 SCHEDULE OF REVENUES, EXPENSES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)
Revenues			
Lottery proceeds	\$ 16,500	\$ 47,370	\$ 30,870
Interest on investments	170	194	24
Total Revenues	<u>16,670</u>	<u>47,564</u>	<u>30,894</u>
Expenses			
Contingency	-	-	-
Capital outlay	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Total Expenses	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Revenues in Excess (Deficiency) of Expenditures	<u>\$ (8,330)</u>	47,564	<u>\$ 55,894</u>
Fund Balance at Beginning of Year		<u>54,326</u>	
Fund Balance at End of Year		<u>\$ 101,890</u>	

TOWN OF AKRON, COLORADO
WATER FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - BUDGET AND ACTUAL - NON GAAP
For the Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)
Operating Revenues			
Water sales	\$ 365,000	450,000	\$ 85,000
Delinquent fees	800	870	70
Miscellaneous	50	4,705	4,655
Total Operating Revenues	<u>365,850</u>	<u>455,575</u>	<u>89,725</u>
Operating Expenses			
Salaries	56,775	61,478	(4,703)
Administration salaries	46,020	46,052	(32)
Employee benefits	32,040	36,774	(4,734)
Payroll taxes	7,873	8,226	(353)
Insurance and bonds	9,371	9,220	151
Operating expense and supplies	36,500	50,179	(13,679)
Vehicle expense	9,000	6,373	2,627
Office expense	4,700	4,183	517
Power purchases	75,000	84,453	(9,453)
Capital outlay	46,400	35,452	10,948
Miscellaneous	300	200	100
Reserve for deductible	1,000	333	667
Contingency	20,000	-	20,000
Testing expense	4,000	-	4,000
Utilities	1,300	940	360
Total Operating Expenses	<u>350,279</u>	<u>343,863</u>	<u>6,416</u>
Operating Income (Loss)	<u>15,571</u>	<u>111,712</u>	<u>96,141</u>
Non-Operating Income (Expense)			
Interest on investments	371	587	216
Tap fees	2,225	1,250	(975)
Debt service - principal	(15,000)	(14,659)	341
- interest	(4,620)	(4,777)	(157)
Debt service reserves	(19,620)	-	19,620
Total Non-Operating Income (Loss)	<u>(36,644)</u>	<u>(17,599)</u>	<u>19,045</u>
Net Income (Loss) - Budgetary Basis	<u>\$ (21,073)</u>	<u>94,113</u>	<u>\$ 115,186</u>
Adjustments for GAAP Basis			
Principal payment		14,659	
Capital outlay		35,452	
Depreciation		<u>(67,836)</u>	
Total GAAP Adjustments		<u>(17,725)</u>	
Net Income (Loss) - GAAP Basis		76,388	
Net Position at Beginning of Year		<u>842,986</u>	
Net Position at End of Year		<u>\$ 919,374</u>	

TOWN OF AKRON, COLORADO
SEWER FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - BUDGET AND ACTUAL - NON GAAP
For the Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)
Operating Revenues			
Sewer charges	\$ 310,000	312,305	\$ 2,305
Total Operating Revenues	<u>310,000</u>	<u>312,305</u>	<u>2,305</u>
Operating Expenses			
Salaries	62,578	64,709	(2,131)
Employee benefits	17,400	16,553	847
Payroll taxes	4,796	4,950	(154)
Insurance and bonds	5,225	5,015	210
Office expense	2,800	2,421	379
Operating expense and supplies	53,000	57,180	(4,180)
Vehicle expense	2,000	2,326	(326)
Capital outlay	30,000	4,353	25,647
Amortization	20,000	-	20,000
Reserve for deductible	1,000	333	667
Contingency	50,000	-	50,000
Utilities	25,000	21,944	3,056
Total Operating Expenses	<u>273,799</u>	<u>179,784</u>	<u>94,015</u>
Operating Income (Loss)	<u>36,201</u>	<u>132,521</u>	<u>96,320</u>
Non-Operating Income (Expense)			
Interest on investments	700	958	258
Farming income	3,900	969	(2,931)
Tap fees	1,000	-	(1,000)
Debt service - principal	(30,360)	(31,791)	(1,431)
- interest	(68,024)	(66,593)	1,431
Debt service reserves	(98,400)	-	98,400
Total Non-Operating Income (Loss)	<u>(191,184)</u>	<u>(96,457)</u>	<u>94,727</u>
Net Income (Loss) - Budgetary Basis	<u>\$ (154,983)</u>	<u>36,064</u>	<u>\$ 191,047</u>
Adjustments for GAAP Basis			
Principal payment		31,791	
Capital Outlay		4,353	
Depreciation		<u>(98,463)</u>	
Total GAAP Adjustments		<u>(62,319)</u>	
Net Income (Loss) - GAAP Basis		(26,255)	
Net Position at Beginning of Year		<u>1,329,293</u>	
Net Position at End of Year		<u>\$ 1,303,038</u>	

TOWN OF AKRON, COLORADO
 FIREMEN'S PENSION FUND
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL
 For the Year Ended December 31, 2020

	Original and Final Budgeted Amounts	Actual Amounts	Variance Favorable (Unfavorable)
Operating Revenues			
Property taxes (net of Treasurer's fees)	\$ 20,844	20,744	\$ (100)
State remittance	19,000	-	(19,000)
Rural Fire District	19,000	24,570	5,570
AVFD contributions	2,000	1,500	(500)
Interest on investments	380	513	133
Total Operating Revenues	<u>61,224</u>	<u>47,327</u>	<u>(13,897)</u>
Operating Expenses			
Pension payments	52,020	14,086	37,934
Contingency	9,206	-	9,206
Total Operating Expenses	<u>61,226</u>	<u>14,086</u>	<u>47,140</u>
Net Income	<u>\$ (2)</u>	<u>33,241</u>	<u>\$ (61,037)</u>
Fund Balance at Beginning of Year		<u>(75,804)</u>	
Fund Balance at End of Year		<u>\$ (42,563)</u>	

TOWN OF AKRON, COLORADO

SCHEDULE OF THE FIREMAN'S PENSION FUND'S PROPORTIONATE
SHARE OF NET PENSION LIABILITY
For the Year Ended December 31, 2020

Year Ended December 31,	Cumulative Proportion of Net Pension Liability	Cumulative Proportionate Share	Covered Payroll	% of Covered Payroll	Plan Net Position as a % of Net Pension Liability
2015	35.00%	\$ 281,849	N/A	N/A	26.43%
2016	35.00%	271,299	N/A	N/A	28.62%
2017	35.00%	267,649	N/A	N/A	29.88%
2018	35.00%	273,933	N/A	N/A	30.99%
2019	35.00%	272,176	N/A	N/A	30.64%
2020	35.00%	236,482	N/A	N/A	32.06%

SCHEDULE OF EMPLOYER CONTRIBUTIONS
For the Year Ended December 31, 2020

Year Ended December 31,	Statutorily Required Contributions	Contributions Made	Covered Payroll	% of Covered Payroll
2015	\$ 55,146	\$ 55,146	N/A	N/A
2016	57,478	57,478	N/A	N/A
2017	58,334	58,334	N/A	N/A
2018	57,954	57,954	N/A	N/A
2019	51,680	51,680	N/A	N/A
2020	45,314	45,314	N/A	N/A

Covered payroll and % of Covered Payroll are not relevant to the Fireman's Pension Fund as reported because the pension benefits are calculated based on years of service requirements.

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



Steps for printing your content and returning to 'Edit Mode

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

Annual Highway Finance Report - CY20

Email address: admin@townofakron.com

City/County: Akron

Receipts, Disbursements & Costs

II - Receipts for Road & Street Purposes

A. Receipts from local sources

2. General Fund Appropriations:	\$	157,314.94
3. Other local imposts: <i>from A.3. Total' below)</i>	\$	71,896.14
4. Miscellaneous local receipts: <i>from A.4. Total' below)</i>	\$	19,329.59
5. Transfers from toll facilities	\$	0.00
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	0.00
b. Bonds - Refunding Issues:	\$	0.00
c. Notes:	\$	0.00

SubTotal: \$ 248,540.67

B. Private Contributions \$ 0.00

Receipts, Disbursements & Costs

II - Receipts for Road & Street Purposes (Detail)

A.3. Other local imposts

a. Property Taxes & Assessments	\$	0.00
b. Other Local Imposts		
1. Sales Taxes:	\$	0.00
2. Infrastructure and Impact Fees:	\$	0.00
3. Liens:	\$	0.00
4. Licenses:	\$	7,920.43
5. Specific Ownership and/or Other:	\$	63,975.71

Total: (a + b) carried to 'Other local imposts' above \$ 71,896.14

A.4. Miscellaneous local receipts

a. Interest on Investments:	\$	0.00
b. Traffic fines and Penalties:	\$	13,183.25
c. Parking Garage Fees:	\$	0.00
d. Parking Meter Fees:	\$	0.00
e. Sale of Surplus Property:	\$	0.00
f. Charges for Services:	\$	0.00
g. Other Misc. Receipts:	\$	6,146.34
h. Other:	\$	0.00

Total: (a through h) carried to 'Misc local receipts' above \$ 19,329.59

C. Receipts from State Government

1. Highway User Taxes:	\$	61,222.18
3. Other State funds:		
c. Motor Vehicle Registrations:	\$	0.00
d. Other (Specify):		
Comments: undefined	\$	0.00
e. Other (Specify):		
Comments: undefined	\$	0.00

Total: (1+3c,d,e) \$ 61,222.18

D. Receipts from Federal Government

2. Other Federal Agencies		
a. Forest Service:	\$	0.00
b. FEMA:	\$	0.00
c. HUD:	\$	0.00

d. Federal Transit Administration:	\$	0.00
e. U.S. Corp of Engineers	\$	0.00
f. Other Federal:	\$	0.00
Total: (2a-f)	\$	<u>0.00</u>

Receipts, Disbursements & Costs

III - Disbursements for Road & Street Purposes

A. Local highway disbursements

1. Capital outlay: <i>(from A.1.d. 'Total Capital Outlay' below)</i>	\$	1,763.28
2. Maintenance:	\$	244,229.45
3. Road and street services		
a. Traffic control operations:	\$	44,543.87
b. Snow and ice removal:	\$	8,000.00
c. Other:	\$	0.00
4. General administration and miscellaneous	\$	11,226.25
5. Highway law enforcement and safety	\$	0.00
Total: (A.1-5)	\$	<u>309,762.85</u>

B. Debt service on local obligations

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

C. Payments to State for Highways:	\$	0.00
D. Payments to Toll Facilities:	\$	0.00

Total Disbursements: (A+B+C+D) \$ 309,762.85

Receipts, Disbursements & Costs

III - Disbursements for Road & Street Purposes - (Detail)

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
A.1. Capital Outlay			
a. Right-Of-Way Costs:	\$ 0.00	\$ 0.00	\$ 0.00
b. Engineering Costs:	\$ 0.00	\$ 0.00	\$ 0.00
c. Construction			
1. New Facilities:	\$ 0.00	\$ 0.00	\$ 0.00
2. Capacity Improvements:	\$ 0.00	\$ 0.00	\$ 0.00
3. System Preservation:	\$ 0.00	\$ 0.00	\$ 0.00
4. System Enhancement:	\$ 0.00	\$ 1,763.28	\$ 1,763.28
5. Total Construction:			\$ 1,763.28
d. Total Capital Outlay: <i>(Lines A.1.a. + 1.b. + 1.c.5)</i>			\$ 1,763.28

Receipts, Disbursements & Costs

IV. Local Highway Debt Status

	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT
A. Bonds (Total)	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>
1. Bonds (Refunding Portion)		\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>
B. Notes (Total):	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>

Receipts, Disbursements & Costs

V - Local Road & Street Fund Balance

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
\$ <input type="text" value="0.00"/>	\$ <input type="text" value="309,762.85"/>	\$ <input type="text" value="309,762.85"/>	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>

Notes and Comments:

undefined

Please enter your name:

Please provide a telephone number where you may be reached:

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



Contact: Karen Peterson | Email: karenk.peterson@state.co.us