

TOWN OF CRESTONE
FINANCIAL STATEMENTS

December 31, 2020



Wall,
Smith,
Bateman Inc.
Certified Public Accountants

TOWN OF CRESTONE
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December 31, 2020

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INDEPENDENT AUDITORS' REPORT



Wall,
Smith,
Bateman Inc.

To the Honorable Mayor
and Board of Trustees
Town of Crestone
Crestone, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Crestone (the Town) 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.

Auditors' Responsibility

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

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

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

Opinion

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

Certified Public Accountants

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Other Matters

Required Supplementary Information

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.

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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The proprietary fund budgetary comparison information and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

June 10, 2021

**TOWN OF CRESTONE
BASIC FINANCIAL STATEMENTS**

TOWN OF CRESTONE
STATEMENT OF NET POSITION
December 31, 2020

	Primary Government		TOTAL
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 448,004	\$ 150,469	\$ 598,473
Property Taxes Receivable	10,337	-	10,337
Sales Tax Receivable	91,288	-	91,288
Accounts Receivable	2,028	3,463	5,491
Grant Receivable	5,000	-	5,000
Internal Balances	(2,930)	2,930	-
Other Assets	164	55	219
Total Current Assets	553,891	156,917	710,808
Noncurrent Assets			
Land	422,855	16,847	439,702
Construction in Progress	3,405	31,256	34,661
Buildings and Improvements	834,124	-	834,124
Infrastructure	1,738,680	-	1,738,680
Vehicles and Equipment	81,800	-	81,800
Utility System	-	1,419,454	1,419,454
Less: Accumulated Depreciation	(598,161)	(529,816)	(1,127,977)
Total Noncurrent Assets	2,482,703	937,741	3,420,444
TOTAL ASSETS	3,036,594	1,094,658	4,131,252
LIABILITIES			
Current Liabilities			
Accounts Payable	2,803	-	2,803
Payroll Taxes Payable	7,785	-	7,785
Rental Deposits	1,804	-	1,804
Unearned Revenue	-	-	-
Loan Payable	-	7,817	7,817
Total Current Liabilities	12,392	7,817	20,209
Noncurrent Liabilities			
Loan Payable	-	55,826	55,826
Total Noncurrent Liabilities	-	55,826	55,826
TOTAL LIABILITIES	12,392	63,643	76,035
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Taxes	10,337	-	10,337
TOTAL DEFERRED INFLOWS OF RESOURCES	10,337	-	10,337
NET POSITION			
Net Investment in Capital Assets	2,482,703	874,098	3,356,801
Restricted for:			
TABOR	16,857	3,925	20,782
Conservation Trust Fund	1,901	-	1,901
Unrestricted	512,404	152,992	665,396
TOTAL NET POSITION	\$ 3,013,865	\$ 1,031,015	\$ 4,044,880

The accompanying notes are an integral part of this financial statement.

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	TOTAL
Primary Government:							
Governmental Activities:							
General Government	\$ 272,999	\$ 27,009	\$ (2,795)	\$ -	\$ (248,785)	\$ -	\$ (248,785)
Public Safety	8,385	-	-	-	(8,385)	-	(8,385)
Highways and Streets	121,000	-	18,785	10,000	(92,215)	-	(92,215)
Culture and Recreation	27,483	-	5,725	12,500	(9,258)	-	(9,258)
Health and Welfare	6,204	-	-	-	(6,204)	-	(6,204)
Interest on Long-term Debt	-	-	-	-	-	-	-
Total Governmental Activities	436,071	27,009	21,715	22,500	(364,847)	-	(364,847)
Business-Type Activities:							
Water	63,416	37,251	2,500	3,500	-	(20,165)	(20,165)
Sewer	57,474	51,603	-	-	-	(5,871)	(5,871)
Total Business-Type Activities	120,890	88,854	2,500	3,500	-	(26,036)	(26,036)
Total Primary Government	\$ 556,961	\$ 115,863	\$ 24,215	\$ 26,000	(364,847)	(26,036)	(390,883)
General Revenues:							
Taxes:							
General Property Taxes					12,947	-	12,947
Sales Taxes					448,504	35,050	483,554
Other Taxes					24,594	-	24,594
Interest on Accounts					992	921	1,913
Total General Revenues					487,037	35,971	523,008
Change in Net Position					122,190	9,935	132,125
Net Position - Beginning of Year					2,891,675	1,021,080	3,912,755
Net Position - End of Year					\$ 3,013,865	\$ 1,031,015	\$ 4,044,880

4 The accompanying notes are an integral part of this financial statement.

TOWN OF CRESTONE
GOVERNMENTAL FUNDS
BALANCE SHEET
December 31, 2020

	<u>GENERAL FUND</u>	<u>CONSERVATION TRUST FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
ASSETS			
Cash and Cash Equivalents	\$ 446,103	\$ 1,901	\$ 448,004
Property Taxes Receivable	10,337	-	10,337
Sales Tax Receivable	91,288	-	91,288
Accounts Receivable	2,028	-	2,028
Grant Receivable	5,000	-	5,000
Due From Other Funds	-	-	-
Other	164	-	164
TOTAL ASSETS	<u>\$ 554,920</u>	<u>\$ 1,901</u>	<u>\$ 556,821</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE			
LIABILITIES			
Accounts Payable	\$ 2,803	\$ -	\$ 2,803
Payroll Taxes Payable	7,785	-	7,785
Due to Other Funds	2,930	-	2,930
Rental Deposits	1,804	-	1,804
TOTAL LIABILITIES	<u>15,322</u>	<u>-</u>	<u>15,322</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue- Property Taxes	10,337	-	10,337
FUND BALANCE			
Restricted:			
TABOR Reserve	16,857	-	16,857
Conservation Trust Fund	-	1,901	1,901
Unassigned	512,404	-	512,404
TOTAL FUND BALANCE	<u>529,261</u>	<u>1,901</u>	<u>531,162</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	<u>\$ 554,920</u>	<u>\$ 1,901</u>	<u>\$ 556,821</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF CRESTONE
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO THE STATEMENT OF NET POSITION
December 31, 2020

Total governmental fund balances	\$ 531,162
 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.	<u>2,482,703</u>
Net position of governmental activities	<u><u>\$ 3,013,865</u></u>

The accompanying notes are an integral part of this financial statement.

TOWN OF CRESTONE
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE
For the Year Ended December 31, 2020

	GENERAL FUND	CONSERVATION TRUST FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES			
Taxes	\$ 486,045	\$ -	\$ 486,045
Intergovernmental Revenue	18,785	1,725	20,510
Licenses and Permits	7,801	-	7,801
Grant Revenue	19,000	-	19,000
Donations	-	-	-
Interest on Accounts	988	4	992
Charges for Sales and Services	19,208	-	19,208
Miscellaneous	4,705	-	4,705
TOTAL REVENUES	556,532	1,729	558,261
EXPENDITURES			
General Government	237,874	-	237,874
Public Safety	4,242	-	4,242
Highways and Streets	70,000	-	70,000
Culture and Recreation	20,347	-	20,347
Health and Welfare	6,204	-	6,204
Capital Outlay	45,000	-	45,000
Debt Service	-	-	-
TOTAL EXPENDITURES	383,667	-	383,667
Excess (Deficiency) of Revenues Over Expenditures	172,865	1,729	174,594
OTHER FINANCING SOURCES (USES)			
Transfers In	1,853	-	1,853
Transfers Out	-	(1,853)	(1,853)
TOTAL OTHER FINANCING SOURCES (USES)	1,853	(1,853)	-
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	174,718	(124)	174,594
Fund Balances at Beginning of Year	354,543	2,025	356,568
Fund Balances at End of Year	\$ 529,261	\$ 1,901	\$ 531,162

The accompanying notes are an integral part of this financial statement.

TOWN OF CRESTONE
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

Net change in fund balances - total governmental funds \$ 174,594

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

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

Capital asset additions	\$ 55,340	
Depreciation expense	<u>(107,744)</u>	<u>(52,404)</u>
Change in net position of governmental activities		<u><u>\$ 122,190</u></u>

TOWN OF CRESTONE
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
December 31, 2020

	<u>WATER AND SEWER FUND</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 150,469
Accounts Receivable	3,463
Due From General Fund	2,930
Other	55
	<u>156,917</u>
Total Current Assets	
Noncurrent Assets	
Land	16,847
Construction in Progress	31,256
Utility System	1,419,454
Less: Accumulated Depreciation	(529,816)
	<u>937,741</u>
Total Noncurrent Assets	
	<u>1,094,658</u>
TOTAL ASSETS	
LIABILITIES	
Current Liabilities	
Loan Payable	7,817
	<u>7,817</u>
Total Current Liabilities	
Noncurrent Liabilities	
Loan Payable	55,826
	<u>55,826</u>
TOTAL LIABILITIES	
	<u>63,643</u>
NET POSITION	
Net Investment in Capital Assets	874,098
Restricted	
TABOR Reserve	3,925
Unrestricted	152,992
	<u>1,031,015</u>
TOTAL NET POSITION	
	<u>\$ 1,031,015</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF CRESTONE
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
For the Year Ended December 31, 2020

	<u>WATER AND SEWER FUND</u>
OPERATING REVENUES	
Taxes	\$ 35,050
Charges for Services	88,854
Grant Revenue	<u>2,500</u>
Total Operating Revenues	<u>126,404</u>
OPERATING EXPENSES	
Salaries and Benefits	22,876
Professional Services	42,356
Utilities	3,201
Supplies	3,717
Repairs and Maintenance	1,717
Miscellaneous	1,126
Depreciation	<u>42,343</u>
Total Operating Expenses	<u>117,336</u>
Operating Income (Loss)	<u>9,068</u>
NONOPERATING REVENUES (EXPENSES)	
Interest on Accounts	921
Interest Expense	<u>(3,554)</u>
Total Nonoperating Revenues (Expenses)	<u>(2,633)</u>
Net Income (Loss) Before Other Revenue	6,435
CAPITAL CONTRIBUTIONS	
Tap Fees and Line Extensions	<u>3,500</u>
Total Capital Contributions	<u>3,500</u>
Change in Net Position	9,935
Net Position, Beginning of Year	<u>1,021,080</u>
Net Position, End of Year	<u><u>\$ 1,031,015</u></u>

The accompanying notes are an integral part of this financial statement.

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

	WATER AND SEWER FUND
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Customers	\$ 88,706
Cash Received from Taxes	35,050
Cash Payments to Suppliers for Goods and Services	(52,117)
Cash Payments to Employees for Services	(22,876)
	<u>48,763</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>48,763</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Cash Received from Tap Fees and Line Extensions	3,500
Capital Improvements	-
Interest Paid on Loan Payable	(3,554)
Principal Paid on Loan Payable	(7,445)
	<u>(7,499)</u>
NET CASH PROVIDED (USED) FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(7,499)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on Accounts	921
	<u>921</u>
NET CASH PROVIDED (USED) FROM INVESTING ACTIVITIES	<u>921</u>
Net Increase (Decrease) in Cash and Cash Equivalents	42,185
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>108,284</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 150,469</u>
Operating Income (Loss)	\$ 9,068
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Depreciation Expense	42,343
Change in Assets and Liabilities	
Decrease (Increase) in:	
Accounts Receivable	(2,648)
Due From Other Funds	-
	<u>-</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 48,763</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF CRESTONE
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the Town of Crestone (the Town) reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

REPORTING ENTITY

Primary Government

The Town was incorporated in 1902, and became a statutory town under State Statute (CRS 31-1-101). The Town operates under Mayor-Council form of government and provides the following services as authorized by its charter: highways and streets, culture and recreation, planning and zoning, water and sewer systems, and general administrative services.

Component Units

The Town's combined financial statements include the accounts of all Town operations. The criteria for including organizations as component units within the Town's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The Town holds the corporate powers of the organization
- The Town appoints a voting majority of the organization's board
- The Town is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the Town
- There is fiscal dependency by the organization on the Town
- The organization is financially accountable to the Town
- The organization receives or holds funds that are for the benefit of the Town; and the Town has access to a majority of the funds held; and the funds that are accessible are also significant to the Town

Based on the aforementioned criteria, the Town of Crestone has no component units.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the Town. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Mainly taxes and intergovernmental revenues support governmental activities.

The statement of activities reflects the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from services, or privileges provided by a given function or segment and

TOWN OF CRESTONE
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

- 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 in program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. The emphasis of fund financial statements is on major governmental funds and enterprise funds, each reported as a separate column.

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. This measurement is also used for the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants are recognized as revenue when all applicable eligibility requirements, imposed by the provider, are 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 available when they are collectible within 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 of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Sales and use taxes, other taxes, charges for services, intergovernmental revenues, and interest 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.

The Town reports the following major governmental funds:

- The *General Fund* is the general operating fund of the Town. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *Conservation Trust Fund* is used to account for the Town's share of the state lottery program. The monies may be expended only for the acquisition, development, and maintenance of parks, and other public recreational facilities.

The Town reports the following major enterprise fund:

- The *Enterprise Fund* accounts for user charges and expenses for operating, financing, and maintaining the Town's water and sewer systems.

Proprietary fund financial statements are used to account for activities similar to those often found in the private sector. The measurement focus is based upon determination of net income, financial position, and cash flows. Expenses include the cost of sales and services, administrative expenses and depreciation on capital assets.

The proprietary funds are accounted for using the accrual basis of accounting as follows:

- Revenues are recognized when earned, and expenses are recognized when the liabilities are incurred.
- Current-year contributions, administrative expenses, and premium payments, which are not received or paid until the subsequent year, are accrued.

TOWN OF CRESTONE
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

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 a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated.

ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE

Cash

The Town's cash and cash equivalents are considered to be cash in bank, certificates of deposit and liquid investments with maturity of three months or less.

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 each year. The taxes are payable in two installments on February 28 and June 15 or in full on April 30. The Town's property taxes are collected by the County Treasurer who remits monthly receipts to the Town. Property tax revenue is recognized when received by the County Treasurer. The 2020 property tax levy due January 1, 2021, has been recorded in the financial statements as a receivable and corresponding deferred inflow of resources.

Receivables/Payables From Other Funds

Balances that originate from current lending/borrowing arrangements between funds are referred to as "Due To/From Other Funds".

Capital Assets

Capital assets, which include construction in progress, land, infrastructure, buildings and improvements, vehicles, machinery and equipment, and water and sewer system, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Town defines capital assets as assets with an initial, individual cost of more than \$5,000. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	15-50
Infrastructure	20
Vehicles and Equipment	2-15

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This represents a consumption of net position/fund balance that applies to a future period(s) and will not be recognized as an outflow of resources (as either an expense or expenditure) until that period.

TOWN OF CRESTONE
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

In addition to liabilities, the statement of net position and governmental funds balance sheet reports a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position/fund balance that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time.

Long-Term Obligations

Long-term debt and other long-term obligations are recorded as liabilities in the government-wide financial statements. In the fund financial statements for governmental fund types, debt proceeds are reported as an other financing source and debt payments are reported as an expense.

Compensated Absences

The Town does not accrue sick and personal days for employees. The Town does accrue vacation days for employees; however, the liability is deemed to be immaterial and is not recorded in the financial statements.

Unearned Revenue

Revenues on grants, which are restricted by the grant document for specific purposes, are recognized as revenue only after eligible grant costs have been incurred. Grant funds received in excess of grant expenditures are recorded as unearned revenues.

Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position should be displayed in the following three components:

- *Net investment in capital assets* – consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.
- *Restricted* – consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets consist of assets that have limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.
- *Unrestricted* – consists of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

Fund Balance

Fund balances are reported by classification based on the extent to which the Town is bound to honor constraints for the specific purposes on which amounts in the fund can be spent. Fund balances are classified in one of the following five categories:

- *Nonspendable Fund Balance*- amounts that cannot be spent because they are not in spendable form- such as inventory and prepaid expenditures.
- *Restricted Fund Balance*- amounts restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

TOWN OF CRESTONE
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

- *Committed Fund Balance*- amounts that can only be used for specific purposes as a result of constraints imposed through adopted resolution by the Board of Trustees, the highest level of decision making authority. Committed amounts cannot be used for any other purpose unless the Board removes those constraints by taking the same type of action. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- *Assigned Fund Balance*- amounts a government intends to use for a specific purpose; intent can be expressed by the Board of Trustees or by an official or body to which the governing body delegates the authority.
- *Unassigned Fund Balance*- amounts that are available for any purpose; these amounts are reported only in the General Fund.

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

Encumbrances

The Town does not record purchase orders in the accounting system until invoices are ready for payment. Unfulfilled purchase commitments outstanding at the end of the budget year are re-budgeted in the succeeding year. End of the year fund balance intended to be used in the succeeding year is reported as designated fund balance.

Use of Estimates

The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Reclassifications

Certain amounts in 2019 have been reclassified to conform to the 2020 financial statement presentation.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

Town of Crestone follows the procedures set forth in the Colorado Local Government Budget Law when preparing the annual budget for each fund. Budget procedures include:

- 1) Preparation of budget documents by administrative staff shall be submitted to the Board no later than October 15 of each year.
- 2) Publication of a notice stating that the budget is available for public inspection.
- 3) Discussion of the budget in a meeting open to the public.
- 4) Adoption of the budget in a public meeting by appropriate resolution no later than December 31.

Formal budgetary integration is employed as a management control device for all funds of the Town. Governmental fund budgets are adopted on a basis consistent with accounting principles generally accepted in the United States

TOWN OF CRESTONE
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

(GAAP). Proprietary funds present a reconciliation to the GAAP-basis. All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget, if applicable.

The total expenditures for each fund cannot exceed the budgeted amount unless a supplemental appropriation is adopted. The Town did not adopt supplemental appropriations during fiscal year 2020.

NOTE 3 CASH AND DEPOSITS

A summary of cash and deposits for the Town are as follows:

Cash on Hand and in Banks	\$ 598,473
Total cash and deposits on the Statement of Net Position	\$ 598,473

Cash and Deposits

Colorado State Statutes govern the Town’s deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories, determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits. All deposits were in eligible public depositories, as defined by the Public Deposit Protection Act of 1989 during 2020.

Custodial Credit Risk-Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Town’s deposits may not be returned to it. The Town does not have a deposit policy for custodial credit risk. At December 31, 2020, \$223,179 was exposed to custodial credit risk. Deposits exposed to credit risk are collateralized with securities held by the pledging financial institutions through PDPA.

NOTE 4 PROPERTY TAXES RECEIVABLE

At December 31, 2020, the Town had an estimated property tax receivable of \$10,337.

NOTE 5 INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

The Town reported interfund receivable and payable balances from the General Fund to the Water and Sewer Fund. Grant funds were directly deposited into the General for the Water and Sewer Fund. The General Fund will transfer the funds in 2021.

Receivable Fund	Payable Fund	Amount
Water and Sewer Fund	General Fund	\$ 2,930

TOWN OF CRESTONE
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

Interfund transfers for the year ended December 31, 2020 were as follows:

Transfer Out	Transfer In	Amount
Conservation Trust Fund	General Fund	\$ 1,853

This transfers were to reimburse the General Fund.

NOTE 6 CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2020, was as follows:

	Balance 12/31/2019	Additions	Deletions	Balance 12/31/2020
<i>Governmental Activities:</i>				
Capital assets not being depreciated				
Land	\$ 422,855	\$ -	\$ -	\$ 422,855
Construction in Progress	6,542	-	3,137	3,405
Total capital assets not being depreciated	429,397	-	3,137	426,260
Capital assets being depreciated				
Buildings and Improvements	823,784	10,340	-	834,124
Infrastructure	1,735,543	3,137	-	1,738,680
Vehicles and Equipment	45,278	45,000	8,478	81,800
Total capital assets being depreciated	2,604,605	58,477	8,478	2,654,604
Less accumulated depreciation for:				
Buildings and Improvements	172,673	18,691	-	191,364
Infrastructure	301,094	86,391	-	387,485
Vehicles and Equipment	25,128	2,662	8,478	19,312
Total accumulated depreciation	498,895	107,744	8,478	598,161
Total capital assets being depreciated	2,105,710	(49,267)	-	2,056,443
Governmental Activities Capital Assets, net	\$ 2,535,107	\$ (49,267)	\$ 3,137	\$ 2,482,703
	Balance 12/31/2019	Additions	Deletions	Balance 12/31/2020
<i>Business-type Activities:</i>				
Capital Assets not being depreciated				
Land	\$ 16,847	\$ -	\$ -	\$ 16,847
Construction In Progress	31,256	-	-	31,256
Total capital assets not being depreciated	48,103	-	-	48,103
Capital Assets being depreciated				
Utility System	1,419,454	-	-	1,419,454
Less: Accumulated Depreciation	487,473	42,343	-	529,816
Total capital assets being depreciated	931,981	42,343	-	889,638
Business-type Activities Capital Assets, net	\$ 980,084	\$ 42,343	\$ -	\$ 937,741

TOWN OF CRESTONE
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

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

Governmental activities:

General Government	\$ 51,000
Public Safety	7,136
Highways and Streets	45,465
Culture and Recreation	4,143
Total depreciation expense – governmental activities	\$ 107,744

Business-type activities:

Water	\$ 26,126
Sewer	16,217
Total depreciation expense – business-type activities	\$ 42,343

NOTE 7 LONG-TERM LIABILITIES

Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2020 was as follows:

	Balance 12/31/2019	Additions	Deletions	Balance 12/31/2020	Due Within One Year
<i>Business-type Activities:</i>					
Loan Payable	\$ 71,088	\$ -	\$ 7,445	\$ 63,643	\$ 7,817

Business-type Activities - Loan Payable

The Town entered into a loan payable of \$138,220 in 2007 payable in annual installments of \$10,999 beginning in 2008 at an interest rate of 5% for the Crestone Water System Phase I. This capital asset is recorded as part of the Utility System in the Water and Sewer Fund at \$606,910 less accumulated depreciation of \$198,122. The annual payment requirements are based on the entire loan balance and are as follows:

	Principal	Interest	Total
2021	\$ 7,817	\$ 3,182	\$ 10,999
2022	8,207	2,792	10,999
2023	8,618	2,381	10,999
2024	9,049	1,950	10,999
2025	9,501	1,498	10,999
2026-2027	20,451	1,547	21,998
Total	\$ 63,643	\$ 13,350	\$ 76,993

TOWN OF CRESTONE
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

NOTE 8 SEGMENT INFORMATION FOR ENTERPRISE FUND

The following is a summary of operating income and expense information on the water and sewer segments of the Enterprise fund. All services are provided from a single enterprise fund.

	<u>WATER</u>	<u>SEWER</u>	<u>TOTAL</u>
Taxes	\$ 17,525	\$ 17,525	\$ 35,050
Charges for Services	37,251	51,603	88,854
Grant Revenue	2,500	-	2,500
Total Operating Revenue	<u>57,276</u>	<u>69,128</u>	<u>126,404</u>
Operating Expense	33,736	41,257	74,993
Depreciation	26,126	16,217	42,343
Total Operating Expense	<u>59,862</u>	<u>57,474</u>	<u>117,336</u>
Operating Income (Loss)	<u>(2,586)</u>	<u>11,654</u>	<u>9,068</u>
Non-Operating Revenue/(Expense)			
Interest on Accounts	270	651	921
Interest Expense	<u>(3,554)</u>	<u>-</u>	<u>(3,554)</u>
Total Non-Operating Expense	<u>(3,284)</u>	<u>651</u>	<u>(2,633)</u>
Income (Loss) Before Other Revenues	<u>(5,870)</u>	<u>12,305</u>	<u>6,435</u>
Capital Contributions (Water & Sewer Taps)	<u>3,500</u>	<u>-</u>	<u>3,500</u>
Change in Net Position	<u>\$ (2,370)</u>	<u>\$ 12,305</u>	<u>\$ 9,935</u>
Net Position at Beginning of Year			<u>1,021,080</u>
Net Position at End of Year			<u>\$ 1,031,015</u>

	<u>WATER</u>	<u>SEWER</u>	<u>TOTAL</u>
Land	\$ 11,847	\$ 5,000	\$ 16,847
Construction in Progress	31,256	-	31,256
Utility System	786,250	633,204	1,419,454
Accumulated Depreciation	<u>(267,050)</u>	<u>(262,766)</u>	<u>(529,816)</u>
Total Capital Assets (Net)	<u>\$ 562,303</u>	<u>\$ 375,438</u>	<u>\$ 937,741</u>

NOTE 9 TABOR EMERGENCY RESERVE

Colorado voters passed an amendment to the State constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of the amendment.

In November 1998, the voters of the Town approved a ballot issue to allow the Town “to collect, retain or expend all revenues and other funds received from any source, notwithstanding any restriction or limit on fiscal year revenue or spending generated during 1988 and each subsequent year thereafter, without limiting the restrictions of Article X, Section 20 of the Colorado Constitution”.

TOWN OF CRESTONE
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

The amendment also requires that Emergency Reserves be established. These reserves must be at least three percent of fiscal year spending. The Emergency Reserve has been presented as restricted fund balance/net position in the financial statements. The Town is not allowed to use the Emergency Reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

On April 2, 2020 the voters approved an increase to sales tax of 0.5% of which the proceeds will be allocated to the Water and Sewer Fund for operational expenses. The increase in the sales tax revenue in 2020 resulted in the loss of the TABOR enterprise designation for the Water and Sewer Fund, therefore an emergency reserve has been established for this fund for the first time in 2020.

NOTE 10 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. These risks are covered by commercial insurance purchased from independent third parties. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded commercial insurance coverage for the current year or the three prior years.

NOTE 11 COMMITMENTS AND CONTINGENCIES

Grants

The Town participates in a number of federal and state grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The amount of expenditures, if any, which may be disallowed by the granting agencies, cannot be determined at this time although the Town expects such amounts to be immaterial.

Litigation

The Town is party to various legal actions normally associated with governmental activities, aggregate effect which, in management's and legal counsel's opinion, would not be material to the financial statements.

COVID-19

As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which have the potential to negatively impact net income. Other financial impact could occur though such potential impact is unknown at this time.

TOWN OF CRESTONE

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements, a budgetary comparison schedule is required for the General Fund and if applicable, each of the Town's major special revenue funds.

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

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Taxes	\$ 279,050	\$ 279,050	\$ 486,045	\$ 206,995
Highway Users Tax	18,000	18,000	18,785	785
Licenses and Permits	7,000	7,000	7,801	801
Grant Revenue	15,000	15,000	19,000	4,000
Interest on Accounts	500	500	988	488
Charges for Sales and Services	15,700	15,700	19,208	3,508
Miscellaneous	3,500	3,500	4,705	1,205
TOTAL REVENUES	338,750	338,750	556,532	217,782
EXPENDITURES				
General Government	287,790	287,790	237,874	49,916
Public Safety	20,000	20,000	4,242	15,758
Highways and Streets	82,150	82,150	70,000	12,150
Culture and Recreation	30,400	30,400	20,347	10,053
Health and Welfare	13,000	13,000	6,204	6,796
Capital Outlay	10,000	10,000	45,000	(35,000)
Debt Service	-	-	-	-
TOTAL EXPENDITURES	443,340	443,340	383,667	59,673
Excess (Deficiency) of Revenues over Expenditures	(104,590)	(104,590)	172,865	277,455
OTHER FINANCING SOURCES (USES)				
Transfer In	-	-	1,853	1,853
TOTAL OTHER FINANCING SOURCES (USES)	-	-	1,853	1,853
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	(104,590)	(104,590)	174,718	279,308
Fund Balance at Beginning of Year	239,282	239,282	354,543	115,261
Fund Balance at End of Year	\$ 134,692	\$ 134,692	\$ 529,261	\$ 394,569

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.

This schedule is presented on the GAAP basis.

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

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Intergovernmental Revenue				
Lottery Funds	\$ 1,700	\$ 1,700	\$ 1,725	\$ 25
Interest on Accounts	2	2	4	2
Other	-	-	-	-
TOTAL REVENUES	<u>1,702</u>	<u>1,702</u>	<u>1,729</u>	<u>27</u>
EXPENDITURES				
Culture and Recreation				
Maintenance	1,700	1,700	-	1,700
TOTAL EXPENDITURES	<u>1,700</u>	<u>1,700</u>	<u>-</u>	<u>1,700</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2</u>	<u>2</u>	<u>1,729</u>	<u>1,727</u>
OTHER FINANCING SOURCES (USES)				
Transfer Out	-	-	(1,853)	(1,853)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(1,853)</u>	<u>(1,853)</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Sources (Uses)	2	2	(124)	(126)
Fund Balance at Beginning of Year	<u>100</u>	<u>100</u>	<u>2,025</u>	<u>1,925</u>
Fund Balance at End of Year	<u>\$ 102</u>	<u>\$ 102</u>	<u>\$ 1,901</u>	<u>\$ 1,799</u>

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.
This schedule is presented on the GAAP basis.

TOWN OF CRESTONE
SUPPLEMENTARY INFORMATION

TOWN OF CRESTONE
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION - BUDGET AND ACTUAL (NON-GAAP)
PROPRIETARY FUND TYPE - WATER AND SEWER FUND
For the Year Ended December 31, 2020

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
OPERATING REVENUES				
Taxes	\$ 100	\$ 100	\$ 35,050	\$ 34,950
Charges for Services	87,800	87,800	88,854	1,054
Grant Revenue	-	-	2,500	2,500
Total Operating Revenues	87,900	87,900	126,404	38,504
OPERATING EXPENSES				
Salaries and Benefits	29,500	29,500	22,876	6,624
Purchased Services	48,000	48,000	42,356	5,644
Utilities	4,070	4,070	3,201	869
Supplies	7,800	7,800	3,717	4,083
Repairs and Maintenance	11,850	11,850	1,717	10,133
Miscellaneous	8,100	8,100	1,126	6,974
Total Operating Expenses	109,320	109,320	74,993	34,327
Operating income (loss)	(21,420)	(21,420)	51,411	72,831
NONOPERATING REVENUES (EXPENSES)				
Interest on Accounts	300	300	921	621
Interest Expense	(10,999)	(10,999)	(3,554)	7,445
Total Nonoperating Revenues (Expenses)	(10,699)	(10,699)	(2,633)	8,066
CAPITAL CONTRIBUTIONS				
Tap Fees and Line Extensions	7,000	7,000	3,500	(3,500)
Total capital contributions	7,000	7,000	3,500	(3,500)
Net Income - Budget Basis	(25,119)	(25,119)	52,278	77,397
Less: Depreciation			(42,343)	
Net Income (Loss)			9,935	
Net Position at Beginning of Year	112,050	112,050	1,021,080	909,030
Net Position at End of Year	\$ 86,931	\$ 86,931	\$ 1,031,015	\$ 944,084

TOWN OF CRESTONE
OTHER SCHEDULES AND REPORTS

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

LOCAL HIGHWAY FINANCE REPORT

City or County:
Town of Crestone, CO
YEAR ENDING :
December 31, 2020

This Information From The Records Of Town of Crestone

Prepared By: Gwynn Busby, Treasurer
Phone: (719) 256-4313

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)	45,000
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	65,490
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	3,210
2. General fund appropriations	0	b. Snow and ice removal	1,300
3. Other local imposts (from page 2)	86,355	c. Other	0
4. Miscellaneous local receipts (from page 2)	0	d. Total (a. through c.)	4,510
5. Transfers from toll facilities		4. General administration & miscellaneous	0
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	0
a. Bonds - Original Issues		6. Total (1 through 5)	115,000
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)	86,355	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	28,645	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	115,000	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	
			115,000

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	0	115,000	115,000	0	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 31, 2020

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	0	a. Interest on investments	0
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	86,355	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses	0	f. Charges for Services	0
5. Specific Ownership &/or Other	0	g. Other Misc. Receipts	0
6. Total (1. through 5.)	86,355	h. Other	0
c. Total (a. + b.)	86,355	i. Total (a. through h.)	0
	(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	18,785	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	860	d. Federal Transit Admin	0
d. Other (DOLA Grant)	9,000	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	0
f. Total (a. through e.)	9,860	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	28,645	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities	0	0	0
(2). Capacity Improvements	0	0	0
(3). System Preservation	0	0	0
(4). System Enhancement & Operation	0	45,000	45,000
(5). Total Construction (1) + (2) + (3) + (4)	0	45,000	45,000
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	45,000	45,000
			(Carry forward to page 1)

Notes and Comments: