Town of Julesburg, Colorado

Financial Statements

For the Year ended December 31, 2020

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Independent Auditors' Report

To the Honorable Mayor and Members of Town Council
Town of Julesburg
Julesburg, 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 Julesburg (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 opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and historical pension information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the 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 other supplementary information and the local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and the 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 other supplementary information and the local highway finance report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
May 20, 2021

MANAGEMENT DISCUSSION AND ANALYSIS

This section of the Town of Julesburg, Colorado's annual financial report presents the discussion and analysis of the financial performance for the fiscal year that ended December 31, 2020.

FINANCIAL HIGHLIGHTS

- The Town of Julesburg remains in good financial condition.
- The assets and deferred outflows of resources of the Town of Julesburg exceeded its liabilities and deferred inflows of resources at the close of 2020 by $10,464,328 (net position). Of this amount $2,443,818 or 23% is unrestricted and may be used to meet the Town's ongoing obligations to citizens and creditors.
- During the year, the Town's revenue from taxes and other revenues for governmental programs were more than the expenses by $642,786.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town of Julesburg's basic financial statements. The Town of Julesburg's basic financial statements are comprised of three components:

- Government-wide financial statements
- Fund financial statements.
- Notes to the financial statements.

This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements

The government-wide statements report information about the Town as a whole using accounting methods similar to those used by private-sector companies.

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

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

The government-wide financial statements of the Town are divided into two categories:

- **Governmental activities**. Most of the Town' basic services are included here, such as the fire, public works, parks, recreation, and general administration. Property tax, franchise tax, intergovernmental revenue and charges for services finance most of these activities.
- **Business-type activities**. The Town charges fees to customers to recover most of the costs of certain services provided. The Town's electric, water, sewer and sanitation systems are included here.

The government-wide financial statements can be found starting on page 10 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law; however, the Board of Trustees has established other funds to help control and manage money for particular purposes or to show that it is properly using certain revenue (the Conservation Trust and Capital Improvement Funds). All of the funds of the Town of Julesburg can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end are available for spending. The funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statement provides a detailed, short-term view to cash, the governmental fund operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information at the bottom of the governmental funds statement is provided, or on the subsequent page, that explains the relationship (or differences) between them.

The basic governmental fund financial statements can be found starting on page 14 of this report.

Proprietary funds. When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The Town's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

The basic proprietary fund financial statements can be found starting on page 18 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. These activities are excluded from the Town's other financial statements because the Town cannot use these assets to finance operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purpose.

The basic fiduciary fund financial statements can be found starting on page 28 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 30 of this report.

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town of Julesburg, assets and deferred outflows exceed liabilities and deferred inflows by $10,464,328 at the close of 2020.

Net Position

Combined net position of the Town of Julesburg as of December 31, 2020 and 2019 are shown in Table 1 below.

Table 1
NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current and other assets	$ 1,318,219	$ 1,180,680	$ 2,253,671	$ 2,610,846	$ 3,571,890	$ 3,791,526
Capital assets	2,819,322	2,136,355	5,496,787	5,310,871	8,316,109	7,447,226
Total assets	4,137,541	3,317,035	7,750,458	7,921,717	11,887,999	11,238,752
Deferred outflows of resources	5,838	5,067	-	-	5,838	5,067
Total assets and deferred outflows of resources	$ 4,143,379	$ 3,322,102	$ 7,750,458	$ 7,921,717	$ 11,893,837	$ 11,243,819
Long-term debt outstanding	$ 172,255	$ 173,668	$ 619,636	$ 683,592	$ 791,891	$ 857,260
Other liabilities	61,537	39,325	182,062	153,026	243,599	192,351
Total liabilities	233,792	212,993	801,698	836,618	1,035,490	1,049,611
Deferred inflows of resources	394,019	372,666	-	-	394,019	372,666
Net position:						
Net investment in capital assets	2,819,322	2,136,355	4,896,306	4,642,640	7,715,628	6,778,995
Restricted	263,277	650,500	41,605	41,297	304,882	691,797
Unrestricted (deficit)	432,969	(50,412)	2,010,849	2,401,162	2,443,818	2,350,750
Total net position	3,515,568	2,736,443	6,948,760	7,085,099	10,464,328	9,821,542
Total liabilities, deferred inflows of resources and net position	$ 4,143,379	$ 3,322,102	$ 7,750,458	$ 7,921,717	$ 11,893,837	$ 11,243,819

The largest portion of the Town of Julesburg's net position, 74%, reflects its investment in capital assets (land, buildings and equipment). The Town of Julesburg uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. In addition, a portion of the Town of Julesburg's net position, 3%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, 23%, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of 2020, the Town of Julesburg is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

Changes in net position

The Town's total revenue of $3,375,552 was more than program expenses of $2,732,766 for an increase in net position of $642,786.

Table 2 shows the summarized revenues and expenses for 2020 and 2019.

Table 2
CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Program revenues						
Charges for services	$ 43,398	$ 62,510	$ 2,235,601	$ 2,190,935	$ 2,278,999	$ 2,253,445
Operating grants and contributions	154,451	214,477	-	-	154,451	214,477
Capital grants and contributions	30,000	7,500	-	-	30,000	7,500
General revenues						
Property taxes	321,496	301,067	-	-	321,496	301,067
Sales and use taxes	178,476	174,691	-	-	178,476	174,691
Specific ownership taxes	38,719	41,112	-	-	38,719	41,112
Franchise taxes	13,285	14,705	-	-	13,285	14,705
Other taxes	3,366	3,029	-	-	3,366	3,029
Interest earnings	11,103	15,848	19,880	27,952	30,983	43,800
Sale of assets	18,500	-	-	7,500	18,500	7,500
Miscellaneous	123,045	43,551	184,232	100,969	307,277	144,520
Transfers	600,000	(40,000)	(600,000)	40,000	-	-
Total revenues	1,535,839	838,490	1,839,713	2,367,356	3,375,552	3,205,846
Program expenses						
General government	139,754	219,678	-	-	139,754	219,678
Public safety	127,254	127,346	-	-	127,254	127,346
Public works	217,207	313,420	-	-	217,207	313,420
Culture and recreation	272,499	286,971	-	-	272,499	286,971
Electric services	-	-	1,141,240	1,127,384	1,141,240	1,123,384
Water services	-	-	401,867	343,745	401,867	343,745
Sewer services	-	-	270,782	275,255	270,782	275,255
Sanitation services	-	-	162,163	163,530	162,163	163,530
Total expenses	756,714	947,415	1,976,052	1,905,914	2,732,766	2,853,329
Change in net position	779,125	(108,925)	(136,339)	461,442	642,786	352,517
Net position at beginning of year	2,736,443	2,845,368	7,085,099	6,623,657	9,821,542	9,469,025
Net position at end of year	$ 3,515,568	$ 2,736,443	$ 6,948,760	$ 7,085,099	$10,464,328	$ 9,821,542

Governmental Activities

Revenue for the Town's governmental activities totaled $1,535,839 for 2020. Tax revenue produced 36% of these revenues. Tax revenue includes property taxes, sales and use taxes, specific ownership taxes, franchise taxes and other taxes.

Table 3
GOVERNMENTAL ACTIVITIES

	Total cost of services		Net cost of services	
	2020	2019	2020	2019
General government	$ 139,754	$ 219,678	$ 77,446	$ 103,181
Public safety	127,254	127,346	127,254	127,346
Public works	217,207	313,420	76,586	193,512
Culture and recreation	272,499	286,971	247,579	238,889

Table 3 presents the cost and revenue of each of the Town's four largest programs – general government, public safety, public works, and culture recreation – as well as each program's *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

Business-type Activities

Net position in business-type activities decreased by $136,339 in 2020. Business-type activities include electric, water, sewer and sanitation services.

Table 4
BUSINESS-TYPE ACTIVITIES

	Total cost of services		Net cost of services	
	2020	2019	2020	2019
Electric services	$ 1,141,240	$ 1,123,384	$ 118,222	$ (152,234)
Water services	401,867	343,745	79,604	(103,055)
Sewer services	270,782	275,255	10,897	16,822
Sanitation services	162,163	163,530	50,826	(46,554)

Table 4, above, presents the cost and revenue of each of the Town's business-type activities – electric, water, sewer, and sanitation – as well as the program *net* cost (total cost less revenues generated by activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

THE TOWN'S FUNDS

As the Town completed the year, its governmental funds (as presented in the balance sheet on page 14) reported a combined fund balance of $904,122. The general fund, capital improvement fund and other governmental funds reported fund balances of $673,845, $107,228, and $123,049 respectively.

General Fund Budgetary Highlights

In 2020, the Town reacted to the coronavirus pandemic crisis, and work product was significantly reduced. The majority of Jenkins Street was installed near the I-76 interchange area before the project was shut down by the contractor. The Town has completed the traffic study, received approval from the State on the location of the tie-in at Highway 385, moved the utilities along the easement, and waiting for the street contractor to come back into the area to complete the street surface. The land broker has begun advertising the available parcels for any end user business to purchase. The Town did transfer monies from the Electric Fund into the General Fund to fund the installation of the street. Once the construction begins for the businesses, the Town will be able to recoup a portion of the monies spent from a local Foundation.

As the world was learning of the virus' capabilities and what knowledge anyone had at the time, the seasonal swimming pool did not open, the youth recreation program was not in operation, and the public library was temporarily closed. The Town created a Youth Corps Program to assist the Town's personnel in cleaning, maintaining and sanitizing several Town owned facilities and public spaces. Funding of the Youth Corps came from the pool and parks budgets in the General Fund, a grant from Wm. Stretesky Foundation, and CARES Relief Fund distributed through Federal and State levels.

CAPITAL ASSETS AND DEBT ADMINSTRATION

Capital Assets. The Town of Julesburg's investment in capital assets for its governmental and business-type activities as of December 31, 2020, amounts to $8,316,109 (net of accumulated depreciation). This amount includes a broad range of capital assets, including public works equipment, electric, water, sewer, sanitation and other infrastructure.

The Town remains committed to the upkeep and maintenance of the Town's largest assets. More detailed information about the Town's capital assets is presented in Table 5.

Table 5
CAPITAL ASSETS

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land and land improvements	$ 1,746,273	$ 991,949	$ 23,250	$ 23,250	$ 1,769,523	$ 1,015,199
Construction in progress	-	-	378,197	130,396	378,197	130,396
Buildings and improvements	986,698	1,050,782	154,097	161,093	1,140,795	1,211,875
Machinery and equipment	86,351	93,624	431,037	433,142	517,388	526,766
Systems	-	-	4,510,206	4,562,990	4,510,206	4,562,990
Total	$ 2,819,322	$ 2,136,355	$ 5,496,787	$ 5,310,871	$ 8,316,109	$ 7,447,226

Long-term debt. The Town had $633,682 in debt outstanding at year-end consisting of accrued compensated absences and outstanding notes payable. This debt incumbency was incurred by the Town in an effort to meet the State of Colorado's water and wastewater permit requirements. A water treatment plant was installed and put on line in 2001 to meet the nitrate regulations required within the Safe Water Drinking Act and in 2003 the existing wastewater lagoon system was replaced with a mechanical treatment plant to meet the State's wastewater organics (BOD) removal standards. Total construction costs incurred were approximately $2,500,000 and $1,700,000, respectfully.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Town continues efforts to comply with the State's regulations to address the RO (Reverse Osmosis) brine and metals limits in the water and wastewater facilities. Work continues with the engineering firm and the State for the design and upgrades required. The projects' cost is estimated to be $ 6.1 million.

In the Campbell Subdivision, the new pre-Kindergarten through 12-Grade School facility is to be constructed. In November 2020, the bond question passed the vote of the residents and in early 2021, the BEST grant application was submitted by the School District to build the facility. Also, in this subdivision, MiMar Homes is planning to develop numerous homes within the next handful of years. The Town will be responsible for placing infrastructure for utilities and streets to accommodate the new growth and is mindful of the Town's financial obligations to see the development through completion.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the funds and assets it receives. If you have questions about this report, or should you need additional financial information, contact Town of Julesburg, 100 West Second Street, Julesburg, Colorado, 80737.

Basic Financial Statements

The basic financial statements of the Town include the following:

Government-wide financial statements. The government-wide statements display information about the reporting government as a whole, except for its fiduciary activities.

Fund financial statements. The fund financial statements display information about major funds individually and nonmajor funds in the aggregate for governmental and proprietary funds.

Notes to the financial statements. The notes communicate information essential for fair presentation of the financial statements that is not displayed on the face of the financial statements. As such, the notes are an integral part of the basic financial statements.

TOWN OF JULESBURG, COLORADO
Statement of Net Position
December 31, 2020

	Governmental Activities	Business-type Activities	Total
Assets			
Cash	$ 497,868	$ 968,308	$ 1,466,176
Cash with county treasurer	3,738		3,738
Certificates of deposit	188,150	1,116,808	1,304,958
Receivables	396,185	253,088	649,273
Internal balances	232,278	(232,278)	-
Prepaid items		20,000	20,000
Inventories		86,140	86,140
Restricted cash		41,605	41,605
Capital assets, net of depreciation	2,819,322	5,496,787	8,316,109
Total assets	4,137,541	7,750,458	11,887,999
Deferred outflows of resources			
Pension deferrals	5,838		5,838
Total assets and deferred outflows of resources	$ 4,143,379	$ 7,750,458	$ 11,893,837
Liabilities			
Accounts payable	$ 37,704	$ 152,622	$ 190,326
Accrued interest and fiscal charges		9,905	9,905
Unearned revenue	23,833	19,535	43,368
Noncurrent liabilities			
Due within one year		70,882	70,882
Due in more than one year	14,046	548,754	562,800
Net pension liability	158,209		158,209
Total liabilities	233,792	801,698	1,035,490
Deferred inflows of resources			
Deferred property tax revenues	343,942		343,942
Pension deferrals	50,077		50,077
Total deferred inflows of resources	394,019	-	394,019
Net position			
Net investment in capital assets	2,819,322	4,896,306	7,715,628
Restricted for emergencies	33,000		33,000
Restricted for capital improvements	107,228		107,228
Restricted for culture and recreation	123,049		123,049
Restricted for note reserve		41,605	41,605
Unrestricted	432,969	2,010,849	2,443,818
Total net position	3,515,568	6,948,760	10,464,328
Total liabilities, deferred inflows of resources and net position	$ 4,143,379	$ 7,750,458	$ 11,893,837

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

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TOWN OF JULESBURG, COLORADO
Statement of Activities
For the Year Ended December 31, 2020

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government	$ 139,754	$ 18,709	$ 43,599	
Public safety	127,254			
Public works	217,207	23,201	87,420	$ 30,000
Culture and recreation	272,499	1,488	23,432	
Total governmental activities	756,714	43,398	154,451	30,000
Business-type activities				
Electric	1,141,240	1,259,462		
Water	401,867	481,471		
Sewer	270,782	281,679		
Sanitation	162,163	212,989		
Total business-type activities	1,976,052	2,235,601	-	-
Total	$ 2,732,766	$ 2,278,999	$ 154,451	$ 30,000

General revenues and transfers
Taxes
Property taxes, levied for general purposes
Sales and use taxes
Specific ownership taxes
Franchise taxes
Other taxes
Interest earnings
Sale of assets
Miscellaneous
Transfers

Total general revenues and transfers

Change in net position

Net position at beginning of year

Net position at end of year

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

Net (Expenses) Revenues and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
$ (77,446)		$ (77,446)
(127,254)		(127,254)
(76,586)		(76,586)
(247,579)		(247,579)
(528,865)		(528,865)
	$ 118,222	118,222
	79,604	79,604
	10,897	10,897
	50,826	50,826
	259,549	259,549
(528,865)	259,549	(269,316)
321,496		321,496
178,476		178,476
38,719		38,719
13,285		13,285
3,366		3,366
11,103	19,880	30,983
18,500		18,500
123,045	184,232	307,277
600,000	(600,000)	-
1,307,990	(395,888)	912,102
779,125	(136,339)	642,786
2,736,443	7,085,099	9,821,542
$ 3,515,568	$ 6,948,760	$ 10,464,328

TOWN OF JULESBURG, COLORADO
Balance Sheet
Governmental Funds
December 31, 2020

	General Fund	Capital Improvement Fund	Other Governmental Fund	Total Governmental Funds
Assets				
Cash	$ 193,105	$ 181,714	$ 123,049	$ 497,868
Cash with county treasurer	3,738			3,738
Certificates of deposit	188,150			188,150
Due from other funds	327,051			327,051
Property taxes receivable	343,942			343,942
Special assessments receivable	3,728			3,728
Other taxes receivable	19,610	28,905		48,515
Total assets	$ 1,079,324	$ 210,619	$ 123,049	$ 1,412,992
Liabilities				
Accounts payable	$ 37,704			$ 37,704
Due to other funds		$ 103,391		103,391
Unearned revenues	23,833			23,833
Total liabilities	61,537	103,391	$ -	164,928
Deferred inflows of resources				
Deferred property tax revenues	343,942			343,942
Total deferred inflows of resources	343,942	-	-	343,942
Fund balance				
Restricted for:				
Emergencies	33,000			33,000
Capital improvements		107,228		107,228
Culture and recreation			123,049	123,049
Unassigned	640,845			640,845
Total fund balance	673,845	107,228	123,049	904,122
Total liabilities, deferred inflows of resources, and fund balance	$ 1,079,324	$ 210,619	$ 123,049	$ 1,412,992

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

TOWN OF JULESBURG
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
December 31, 2020

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

Total fund balance - governmental funds	$ 904,122
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	2,819,322
Some amounts reported for governmental activities in the statement of net position are different because certain internal service fund assets and liabilities are included with governmental activities	8,618
Pension deferrals used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	(44,239)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(172,255)
Net position of governmental activities	$ 3,515,568

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

TOWN OF JULESBURG, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2020

	General Fund	Capital Improvement Fund	Other Governmental Fund	Total Governmental Funds
Revenues				
Taxes	$ 375,595	$ 178,476		$ 554,071
Licenses and permits	3,714			3,714
Intergovernmental	88,691		$ 12,031	100,722
Charges for services	32,169			32,169
Fines and forfeitures	1,104			1,104
Miscellaneous	217,569	7,092	898	225,559
Total revenues	718,842	185,568	12,929	917,339
Expenditures				
Current				
General government	135,629			135,629
Public safety	104,490			104,490
Public works	386,785			386,785
Culture and recreation	231,900		8,760	240,660
Capital outlay		584,960		584,960
Total expenditures	858,804	584,960	8,760	1,452,524
Excess of revenues over (under) expenditures	(139,962)	(399,392)	4,169	(535,185)
Other financing sources				
Proceeds from the sale of assets	18,500			18,500
Transfers out	600,000			600,000
Total other financing sources	618,500	-	-	618,500
Net change in fund balance	478,538	(399,392)	4,169	83,315
Fund balance at beginning of year	195,307	506,620	118,880	820,807
Fund balance at end of year	$ 673,845	$ 107,228	$ 123,049	$ 904,122

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

TOWN OF JULESBURG
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 - governmental funds	$ 83,315
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 in the current period.	682,968
In the statement of activities, certain operating expenses are measured by the amount incurred during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).	4,224
Some amounts reported for governmental activities in the statement of activities are different because certain revenue of the internal service fund is reported with governmental activities.	8,618
Change in net position of governmental activities	$ 779,125

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

TOWN OF JULESBURG, COLORADO
Statement of Net Position
Proprietary Funds
December 31, 2020

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Assets				
Current assets				
Cash	$ 150	$ 566,498		$ 190,561
Certificate of deposits	572,967	118,498	$ 425,343	
Due from other funds		100,000		
Accounts receivable	150,318	35,019	38,197	29,554
Prepaid items		20,000		
Inventories	51,907	28,827	908	4,498
Total current assets	775,342	868,842	464,448	224,613
Noncurrent assets				
Land and improvements		23,250		
Construction in progress			378,197	
Buildings and improvements	225,944	136,868		5,887
Machinery and equipment	141,890	49,537	46,896	501,404
Furniture and fixtures	62			
Systems	1,839,259	3,779,987	3,295,638	
Accumulated depreciation	(1,454,036)	(2,095,271)	(1,289,297)	(164,235)
Restricted cash		41,605		
Total noncurrent assets	753,119	1,935,976	2,431,434	343,056
Total assets	$ 1,528,461	$ 2,804,818	$ 2,895,882	$ 567,669

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

Total	Governmental Activities - Internal Service Funds
$ 757,209	$ 211,099
1,116,808	
100,000	
253,088	
20,000	
86,140	
2,333,245	211,099
23,250	
378,197	
368,699	
739,727	435,244
62	
8,914,884	
(5,002,839)	(360,437)
41,605	
5,463,585	74,807
$ 7,796,830	$ 285,906

(continued)

TOWN OF JULESBURG, COLORADO
Statement of Net Position
Proprietary Funds
December 31, 2020

(continued)

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Liabilities				
Current liabilities				
Accounts payable	$ 85,293	$ 29,087	$ 33,235	$ 5,007
Accrued interest payable		9,159	746	
Due to other funds	154,200		165,730	
Unearned revenue		19,535		
Current portion of notes payable		16,000	54,882	
Total current liabilities	239,493	73,781	254,593	5,007
Noncurrent liabilities				
Accrued compensated absences	6,847	3,332	7,425	1,551
Notes payable		472,500	57,099	
Total noncurrent liabilities	6,847	475,832	64,524	1,551
Total liabilities	246,340	549,613	319,117	6,558
Net position				
Net investment in capital assets	753,119	1,405,871	2,319,453	343,056
Restricted for note reserve		41,605		
Unrestricted	529,002	807,729	257,312	218,055
Total net position	1,282,121	2,255,205	2,576,765	561,111
Total liabilities and net position	$ 1,528,461	$ 2,804,818	$ 2,895,882	$ 567,669

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

Total	Governmental Activities - Internal Service Funds
$ 152,622	
9,905	
319,930	$ 3,730
19,535	
70,882	
572,874	3,730
19,155	
529,599	
548,754	-
1,121,628	3,730
4,821,499	74,807
41,605	
1,812,098	207,369
6,675,202	282,176
$ 7,796,830	$ 285,906

Total net position - enterprise funds	$ 6,675,202
Some amounts reported for business-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities.	273,558
Net position of business-type activities	$ 6,948,760

TOWN OF JULESBURG, 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			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Operating revenues				
Charges for services	$ 1,259,462	$ 415,594	$ 281,679	$ 212,989
Operating expenses				
Systems operation	1,023,431	197,480	163,339	128,162
Administrative and general	120,120	88,323	40,492	24,444
Depreciation and amortization	32,162	98,165	65,545	18,175
Total operating expenses	1,175,713	383,968	269,376	170,781
Operating income	83,749	31,626	12,303	42,208
Nonoperating revenues (expenses)				
Interest on investments	7,333	5,808	5,432	
Sale of assets				
Water tower lease		65,877		
Miscellaneous revenue	92,099	39,870	52,263	
Interest and fiscal charges		(22,208)	(5,715)	
Total nonoperating revenues (expenses)	99,432	89,347	51,980	-
Income before transfers	183,181	120,973	64,283	42,208
Transfers in			225,000	
Transfers out	(725,000)			(100,000)
Change in net position	(541,819)	120,973	289,283	(57,792)
Net position at beginning of year	1,823,940	2,134,232	2,287,482	618,903
Net position at end of year	$ 1,282,121	$ 2,255,205	$ 2,576,765	$ 561,111

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

Total	Governmental Activities - Internal Service Funds
$ 2,169,724	$ 70,000
1,512,412	
273,379	
214,047	9,673
1,999,838	9,673
169,886	60,327
18,573	1,307
-	
65,877	
184,232	
(27,923)	
240,759	1,307
410,645	61,634
225,000	
(825,000)	
(189,355)	61,634
6,864,557	220,542
$ 6,675,202	$ 282,176

Net change in net position - enterprise funds	$ (189,355)
Some amounts reported for business-type activities in the statement of activities are different because the net revenue of the internal service fund is reported with business-type activities.	53,016
Change in net position of business-type activities	$ (136,339)

TOWN OF JULESBURG, COLORADO
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Cash flows from operating activities				
Receipts from customers	$ 1,264,257	$ 414,056	$ 275,139	$ 209,128
Receipts from (payments to) other funds	419,126	(32,282)	(42,442)	
Payments to suppliers	(1,025,394)	(199,588)	(135,667)	(108,498)
Payments to employees	(110,624)	(78,372)	(67,675)	(46,499)
Net cash provided by operating activities	547,365	103,814	29,355	54,131
Cash flows from noncapital financing activities				
Transfers from other funds			225,000	
Transfers to other funds	(725,000)			(100,000)
Miscellaneous receipts	92,099	106,452	52,263	
Net cash provided (used) by noncapital financing activities	(632,901)	106,452	277,263	(100,000)
Cash flows from capital and related financing activities				
Purchase of capital assets		(134,335)	(247,801)	
Principal paid on capital debt		(15,000)	(52,750)	
Interest and fiscal charges		(22,490)	(6,067)	
Net cash used by capital and related financing activities	-	(171,825)	(306,618)	-
Cash flows from investing activities				
Earnings on investments		4,294		
Net cash provided by investing activities	-	4,294	-	-
Net increase (decrease) in cash	(85,536)	42,735	-	(45,869)
Cash at beginning of year	85,686	565,368	-	236,430
Cash at end of year	$ 150	$ 608,103	$ -	$ 190,561

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

Total	Governmental Activities - Internal Service Funds
$ 2,162,580	$ 70,000
344,402	
(1,469,147)	
(303,170)	
734,665	70,000
225,000	
(825,000)	
250,814	
(349,186)	-
(382,136)	(27,500)
(67,750)	
(28,557)	
(478,443)	(27,500)
4,294	1,307
4,294	1,307
(88,670)	43,807
887,484	167,292
$ 798,814	$ 211,099

(continued)

TOWN OF JULESBURG, COLORADO
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

(continued)

	Business-type Activities Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Sanitation Fund
Reconciliation of operating income to net cash provided by operating activities				
Operating income	$ 83,749	$ 31,626	$ 12,303	$ 42,208
Adjustments to reconcile operating income to net cash provided by operating activities				
Depreciation and amortization	32,162	98,165	65,545	18,175
Changes in assets and liabilities				
Receivables	4,795	(1,538)	(6,540)	(3,861)
Interfund items	419,126	(32,282)	(42,442)	
Prepaid items		(20,000)		
Inventory	810	1,652	1,311	(3,058)
Accounts payable	5,498	24,957	(1,578)	88
Compensated absences	1,225	1,234	756	579
Net cash provided by operating activities	$ 547,365	$ 103,814	$ 29,355	$ 54,131
Cash consists of:				
Cash	$ 150	$ 566,498	$ -	$ 190,561
Restricted cash		41,605		
Total	$ 150	$ 608,103	$ -	$ 190,561

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

Total	Governmental Activities - Internal Service Funds
$ 169,886	$ 60,327
214,047	9,673
(7,144)	
344,402	
(20,000)	
715	
28,965	
3,794	
$ 734,665	$ 70,000
$ 757,209	$ 211,099
41,605	
$ 798,814	$ 211,099

TOWN OF JULESBURG, COLORADO
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2020

		Pension (and Other Employee Benefit) Trust Funds
Assets		
Cash	$	11,897
Certificate of deposit		18,921
Receivables		3,150
Total assets	$	33,968
Net position		
Restricted for pensions	$	33,968
Total net position	$	33,968

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

TOWN OF JULESBURG, COLORADO
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2020

	Pension (and Other Employee Benefit) Trust Funds
Additions	
Contributions	
Rural	$ 5,075
Town	3,500
State	3,150
Total contributions	11,725
Investment income	
Interest on investments	330
Total additions	12,055
Deductions	
Pension benefits	9,350
Total deductions	9,350
Change in net position	2,705
Net position at beginning of year	31,263
Net position at end of year	$ 33,968

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

Note A – Summary of significant accounting policies

This summary of the Town of Julesburg's significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The more significant of the Town's accounting policies are described below.

A.1 – Reporting entity

The financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The reporting entity's financial statements should present the funds of the primary government (including its blended component units, which are, in substance, part of the primary government) and provide an overview of the discretely presented component units.

The Town has examined other entities that could be included as defined in number 2 and 3 above. Based on these criteria, the Town has no component units.

A.2 – Fund accounting

The Town uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Note A – Summary of significant accounting policies (Continued)

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked funds (special revenue funds), major capital projects (capital projects fund), and the servicing of general long-term debt (debt service fund). The following are the Town's major governmental funds:

General Fund – The General Fund is the operating fund of the Town. It is used to account for most of the day-to-day operations of the Town which are financed from sales and use taxes, property taxes and other general revenues. Activities financed by the general fund include those of line and staff departments within the Town, except for activities of the enterprise funds.

Capital Improvement Fund – This fund is a special revenue fund established to account for funds received from a Town imposed sales tax and capital expenditures made from those funds.

The following is the Town's nonmajor governmental fund:

Conservation Trust Fund – This fund is a special revenue fund established to account for state lottery proceeds and allowable expenditures.

Proprietary funds focus on the determination of the changes in net position, financial position and cash flows and are classified as either enterprise or internal service. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the Town's major proprietary funds:

Electric Fund – This fund was established to account for all operations of the electric utility services provided by the Town.

Water Fund – This fund was established to account for all operations of the water utility services provided by the Town.

Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the Town.

Sanitation Fund – This fund was established to account for all operations of the sanitation utility services provided by the Town.

Fiduciary funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are used to account for assets held by the Town under a trust agreement for individuals, private organizations or other governments and are therefore not available to support the Town's own programs. The Town has one pension (and other employee benefit) trust fund.

Note A – Summary of significant accounting policies (Continued)

Additionally, the Town reports the following fund type:

Internal Service Fund – This fund accounts for capital equipment management services provided to other departments or agencies of the Town on a cost-reimbursement basis.

Note A.3 – Basis of presentation

Government-wide financial statements – The statement of net position and the statement of activities display information about the Town as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of the Town that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the Town and for each function or program of the Town's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Town, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Town.

Fund financial statements – Fund financial statements report detailed information about the Town. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

<u>Note A – Summary of significant accounting policies</u> (Continued)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources management focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balance, which reports the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the statement of net position. The statement of revenues, expenses and changes in fund net position presents increases (revenues) and decreases (expenses) in net total assets. The statement of cash flows provides information about how the Town finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds focus on net position and are reported using accounting principles similar to proprietary funds. The Town's fiduciary funds are presented in the fiduciary fund financial statements by fund type. Since by definition these assets are being held for the benefit of a third party and cannot be used to address the activities or obligations of the Town, these funds are not incorporated into the government-wide financial statements.

A.4 – Basis of accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

<u>Revenues – exchange and non-exchange transactions</u> – Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Town, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the Town receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenues from property taxes are recognized in the fiscal year for which the taxes are levied. Revenues from grants, entitlements and donations are recognized in the fiscal year

Note A – Summary of significant accounting policies (Continued)

in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Town must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Town on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Unearned revenue – Unearned revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received by the Town before it has a legal claim to them, as when grant monies are received prior to meeting eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

Deferred outflows/inflows of resources - In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Expenses/expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

A.5 – Encumbrances

Encumbrances outstanding at year-end are considered immaterial and thus are not reported as reservations of fund balance.

Note A – Summary of significant accounting policies (Continued)

A.6 – Cash and cash equivalents

For the purposes of the statement of cash flows, the Town considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

A.7 – Short-term interfund receivables/payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the government-wide statement of net position, and are classified as due from other funds or due to other funds on the balance sheet.

A.8 – Receivables

Monthly charges for water services are included with monthly utility billings. No allowance for doubtful accounts has been provided in the accompanying financial statements since substantially all accounts are deemed by management to be collectible.

A.9 – Inventories

Inventories consist of expendable supplies and are reported at cost or estimated cost.

A.10 – Capital assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund financial statements.

All capital assets with a unit cost greater than $2,000 are capitalized at cost (or estimated historical cost, if actual cost is not available) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair value on the date received. Improvements to assets are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not. Infrastructure assets, consisting of certain improvements other than buildings (such as parking facilities, sidewalks, landscaping and lighting systems) are capitalized on a prospective basis beginning in 2004.

Note A – Summary of significant accounting policies (Continued)

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of borrowing until project completion with interest earned on invested proceeds over the same period. No interest was capitalized during the year.

All reported capital assets are depreciated with the exception of land costs. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities	Business-type Activities
Land and improvements	10 – 50 years	10 – 50 years
Buildings and improvements	10 – 75 years	20 – 75 years
Machinery and equipment	10 – 20 years	3 – 20 years
Furniture and fixtures	7 – 10 years	7 – 10 years
Systems	n/a	5 – 75 years

A.11 – Compensated absences

Vacation leave

Full-time employees after one full year of service are allowed from six to eighteen days annual paid vacation leave, depending on the length of continuous employment, and are allowed to accumulate up to twenty days of vacation leave. Vacation pay is a vested benefit.

Sick leave

Full-time employees receive twelve days sick leave each year and are allowed to accumulate up to sixty days of sick leave. Sick leave is a vested benefit at twenty-five percent of the accumulated leave.

A.12 – Accrued liabilities and long-term obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

Note A – Summary of significant accounting policies (Continued)

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, the noncurrent portion of compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. Bonds payable and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

A.13 – Net position

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

The Town applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

A.14 – Operating revenues and expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Town, these revenues are service charges for electric, water, sewer and sanitation utility services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

A.15 – Interfund transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses 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 interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. In general, the effect of interfund activity has been eliminated from the government-wide financial statements.

Note A - Summary of significant accounting policies (Continued)

A.16 – Fund balance

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54). This Statement defines the different type of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below.

Nonspendable, such as fund balance associated with inventories, prepaid expenditures, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed or assigned),

Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation,

Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Town Council (the Town's highest level of decision-making authority),

Assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, and

Unassigned fund balance is the residual classification for the Town's general fund and includes all spendable amounts not contained in the other classifications.

Committed fund balance is established by a formal passage of a resolution. This is typically done through the adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the members of town council through adoption or amendment of the budget as intended for specific purpose (such as purchase of fixed assets, construction, debt service or for other purposes).

When both restricted and unrestricted resources are available in governmental funds, the Town applies expenditures against restricted fund balance first, and followed by committed fund balance, assigned fund balance and unassigned fund balance.

Note B – Cash and deposits

Cash and deposits

Colorado State statutes govern the Town's deposit of cash. The Public Deposit Protection Acts (PDPA) for banks and savings and loans require state regulators to certify eligible depositories for public deposits. The PDPA require eligible depositories with public deposits in excess of federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the State of Colorado or Colorado local governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group and not held in any individual government's name. The fair value of the assets in the pool must be at least equal to 102% of the aggregate uninsured deposits.

Custodial credit risk – deposits – Custodial 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. As of year-end, the Town had total deposits of $2,854,742 of which $260,380 was insured and $2,594,362 was collateralized with securities held by the pledging institution's trust department or agent in the Town's name.

Investments

Authorized investments – Investment policies are governed by Colorado State Statutes and the Town's own investment policies and procedures. Investments of the Town may include:

- Obligations of the United States Government such as treasury bills, notes and bonds
- Certain international agency securities
- General obligation and revenue bonds of United States local government entities
- Bankers acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

Note C – Interfund transactions

The following is a summary of interfund borrowings and transfers for the year as presented in the fund financial statements:

Interfund Receivable	Interfund Payable	Amount
General Fund	Capital Improvement Fund	$ 3,391
General Fund	Capital Replacement Fund	3,730
General Fund	Electric Fund	154,200
General Fund	Sewer Fund	165,730
Water Fund	Capital Improvement Fund	100,000
Totals		$ 427,051

All balances resulted from the time lag between the dates that (1) interfund reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Transfers in	Transfers out	Amount
General Fund	Electric Fund	$ 600,000
Sewer Fund	Electric Fund	125,000
Sewer Fund	Sanitation Fund	100,000
Totals		$ 825,000

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. The Town transferred funds from the Electric Fund to the General Fund to provide funds for the construction of Jenkins Street. The Town also transferred funds from the Electric and Sanitation Funds to the Sewer Fund to provide assistance for the initial phases of the wastewater treatment plant improvements.

Note D – Receivables

Receivables at year-end consist of the following:

	Governmental Activities	Business-type Activities	Total Receivables
Property taxes	$ 343,942	$ -	$ 343,942
Utility billings	-	253,088	253,088
Other taxes	48,515	-	48,515
Special assessments	3,728	-	3,728
Total	$ 396,185	$ 253,088	$ 649,273

Note D – Receivables (Continued)

Property taxes are levied on December 15th and attach as a lien on property the following January 1st. They are payable in full by April 30th or are due in two equal installments on February 28th and June 15th. Sedgwick County bills and collects property taxes for all taxing entities within the County. The tax receipts collected by the county are remitted to the Town in the subsequent month.

Note E – Capital assets

Capital asset activity for the year was as follows:

	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
Governmental activities				
Capital assets, not being depreciated:				
Land	$ 188,376	$ -	$ -	$ 188,376
Total capital assets, not being depreciated	188,376	-	-	188,376
Capital assets, being depreciated:				
Land improvements	1,643,473	808,634	-	2,452,107
Buildings and improvements	1,771,307	-	-	1,771,307
Equipment	620,272	4,345	-	624,617
Total capital assets, being depreciated	4,035,052	812,979	-	4,848,031
Total capital assets	4,223,428	812,979	-	5,036,407
Less accumulated depreciation for:				
Land improvements	(839,900)	(54,310)	-	(894,210)
Buildings and improvements	(720,526)	(64,083)	-	(784,609)
Equipment	(526,648)	(11,618)	-	(538,266)
Total accumulated depreciation	(2,087,074)	(130,011)	-	(2,217,085)
Governmental activities capital assets, net	$ 2,136,354	$ 682,968	$ -	$ 2,819,322

Note E – Capital assets (Continued)

	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
Business-type activities				
Capital assets, not being depreciated:				
Land	$ 23,250	$ -	$ -	$ 23,250
Construction in progress	130,396	247,801	-	378,197
Total capital assets, not being depreciated	153,646	247,801	-	401,447
Capital assets, being depreciated				
Buildings and improvements	368,699	-	-	368,699
Machinery and equipment	1,147,471	27,500	-	1,174,971
Furniture and fixtures	62	-	-	62
Systems	8,780,549	134,335	-	8,914,884
Total capital assets, being depreciated	10,296,781	161,835	-	10,458,616
Total capital assets	10,450,427	409,636	-	10,860,063
Less accumulated depreciation for:				
Buildings and improvements	(207,606)	(6,996)	-	(214,602)
Machinery and equipment	(714,329)	(29,605)	-	(743,934)
Furniture and fixtures	(62)	-	-	(62)
Systems	(4,217,559)	(187,119)	-	(4,404,678)
Total accumulated depreciation	(5,139,556)	(223,720)	-	(5,363,276)
Business-type activities capital assets, net	$ 5,310,871	$ 185,916	$ -	$ 5,496,787

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

Governmental activities	
General government	$ 10,730
Public safety	29,002
Public works	50,025
Culture and recreation	40,254
Total governmental activities	130,011

Note E – Capital assets (Continued)

Business-type activities	
Electric	32,162
Water	98,165
Sewer	65,545
Sanitation	18,175
In addition, depreciation on capital assets held by the Town's internal service fund is charged to the various functions based on the percentage of contribution to the fund.	9,673
Total business-type activities	223,720
Total depreciation expense	$ 353,731

Note F – Long-term debt

The following is a summary of the changes in long-term debt for the year:

	Beginning Balances	Additions	Reductions	Ending Balances	Due within one year
Governmental activities					
Compensated absences	$ 12,033	$ 2,013	$ -	$ 14,046	$ -

The compensated absences attributable to the governmental activities will be liquidated primarily by the General Fund. The Town believes that the current portion of compensated absences is negligible and is therefore not reported.

	Beginning Balances	Additions	Reductions	Ending Balances	Due within one year
Business-type activities					
Compensated absences	$ 15,361	$ 3,794	$ -	$ 19,155	$ -
Notes from direct borrowings	668,231	-	(67,750)	600,481	70,882
Total	$ 683,592	$ 3,794	$ (67,750)	$ 619,636	$ 70,882

Note F – Long-term debt (Continued)

Notes payable

Notes payable at year-end consist of the following individual issues:

$800,000 agreement with Colorado Water Resources and Power Development Authority dated May 15, 2002, due in semi-annual installments ranging from $19,496 to $29,409, including interest, through 2022. The agreement was entered into in order to facilitate the modification of the Town's wastewater treatment facility.	$	111,981
$693,000 agreement with Rural Development to refinance an interim loan with the Colorado Water Resources and Power Development Authority, due in semi-annual installments ranging from $6,898 to $19,025, including interest, through 2040.		488,500
Total	$	600,481

The Town's outstanding note with CWRPDA in the amount of $111,981 is secured with collateral of the net revenue from operation and use of the system as defined in the loan agreement. This outstanding note contains (1) a provision that in an event of default as defined in the loan agreement, the Authority shall have the right to withhold disbursement of loan funds remaining, and take such other action at law or in equity as may appear necessary to enforce the performance and observance of any duty, covenant, obligation, or agreement including, without limitation, appointment ex parte of a receiver of the system.

The Town's outstanding note with Rural Development in the amount of $488,500 is secured by a lien on the net revenues of the enterprise. This outstanding note contains (1) a provision that in an event of default as defined in the loan agreement the lender shall have the option to declare the entire principal amount then outstanding and accrued interest immediately due and payable, (2) incur and pay reasonable expenses for repair, maintenance, and operation of the facility and such other reasonable expenses as may be necessary to cure the cause of default, and/or (3) take possession of the facility, repair, maintain, and operate or rent it.

Note F – Long-term debt (Continued)

The following schedule represents the Town's debt service requirements to maturity for the outstanding notes from direct borrowings related to business-type activities at year-end:

Year ended December 31,	Principal	Interest
2021	$ 70,882	$ 25,738
2022	73,599	22,801
2023	17,000	20,329
2024	18,000	19,553
2025	19,000	18,731
2026-2030	107,500	80,044
2031-2035	134,000	53,280
2036-2040	160,500	19,845
Totals	$ 600,481	$ 260,321

Note G – 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 has affiliated with the Colorado Intergovernmental Risk Sharing Agency (CIRSA) to provide protection against losses incurred related to property, casualty, general liability and workers compensation claims. CIRSA is a separate legal entity established by member municipalities pursuant to the provisions of the Colorado Revised Statutes and the Colorado Constitution. The purposes of CIRSA are to provide members defined liability, property and workers compensation coverages 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 makes an annual contribution to CIRSA for its insurance coverage. For the year, the Town's financial contribution to CIRSA was $81,253. Contingent liability claims for the coverage have not been recognized to date after reviewing claim history and the remoteness of potential loss in excess of actual contributions by the Town. Settled claims resulting from these risks have not exceeded commercial insurance coverage or the deductible in any of the past three years. There has been no significant reduction in insurance coverage from the prior year in any of the major categories of risk.

Note H – Pension plans

Town of Julesburg Volunteer Fire Pension Plan

Summary of significant accounting policies

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Town of Julesburg Volunteer Fire Pension Plan and additions to/deductions from Town of Julesburg Volunteer Fire Pension Plan's net position 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.

General information about the pension plan

Plan description. The Town's defined benefit pension plan, Town of Julesburg Volunteer Fire Pension Plan, provides retirement and death benefits to plan members and beneficiaries for volunteer firefighters. The plan is a single-employer pension plan administered by the Pension Board. The Pension Board has the authority to establish and amend the benefit provisions of the plan.

Management of the Town of Julesburg Volunteer Fire Pension Plan is vested in the local Pension Board, which consists of the Town Mayor, a rural fire department board member, and three representatives of the local fire department serving the Town.

Plan membership. At year-end, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	18
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	20
Total	38

Benefits provided. The Town of Julesburg Volunteer Fire Department Pension Plan provides retirement and death benefits. Any firefighter who has both reached the age of 50 and completed 20 years of active service shall be eligible for a monthly pension (currently $50 per month). The plan also provides for a lump-sum burial benefit of $100 upon death of an active firefighter.

Note H – Pension plans (Continued)

Contributions. Contribution requirements of the Town are established by the local Pension Board. The plan is noncontributory regarding participants. Contributions to the plan for the year ended December 31, 2020 included $3,500 from the Town, $5,075 from the Julesburg Fire Protection District, and $3,150 from the State of Colorado matching funds.

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

At December 31, 2020 the Town reported a net pension liability of $158,209. The net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2020.

For the year ended December 31, 2020, the Town recognized pension expense of ($2,738). At December 31, 2020, the Town reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual investment earnings	$ 2,338	$ -
Changes in assumptions and other inputs		45,350
Difference between expected and actual experience	-	4,727
Contributions subsequent to measurement date	3,500	-
Totals	$ 5,838	$ 50,077

$3,500 reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent year. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Note H – Pension plans (Continued)

Year Ended December 31,		Amount
2021	$	(6,403)
2022		(6,485)
2023		(6,485)
2024		(6,546)
2025		(7,064)
2026		(7,064)
2027		(5,034)
2028		(296)
2029		(296)
2030		(296)
2031		(295)
2032		(295)
2033		(295)
2034		(295)
2035		(295)
2036		(295)
Totals	$	(47,739)

Actuarial assumptions. The total pension liability in the January 1, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method	Entry age actuarial
Amortization method	Level dollar, open
Remaining amortization period	40 years
Asset valuation method	Market value
Inflation	2.75%
Salary increases	N/A
Investment rate of return	1.75% (net of expenses paid from the fund)
Retirement age	Age 50 and 20 years of service

Mortality rates were based on the Modified 1994 Group Annuity Mortality table and have been modified to account for the small group of lives covered by the plan by eliminating mortality before age 65.

Note H – Pension plans (Continued)

The long-term expected rate of return on pension plan investments was determined using a best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense). These amounts are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the asset allocation percentage. Best estimates of arithmetic real rates of return for the Town's current holdings of cash and certificates of deposit included in the Plan's assets as of December 31, 2019 are summarized in the above table.

Discount rate. The discount rate used to measure the total pension liability was 4.50 percent. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current and inactive volunteers. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Town's net pension liability to changes in the discount rate. The following presents the Town's net pension liability calculated using the discount rate of 4.50 percent, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.50 percent) or 1-percentage point higher (5.50 percent) than the current rate:

	1% Decrease (3.50%)	Current Discount (4.50%)	1% Increase (5.50%)
Net pension liability	$ 181,791	$ 158,209	$ 138,769

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Town of Julesburg Fireman Pension Fund financial report.

Payables to the pension plan

The Town did not report any payables to the pension plan at year-end.

Note H – Pension plans (Continued)

Defined Contribution Plan

The Town contributes to the Colorado County Officials and Employees Retirement Plan (the Plan), a defined contribution plan administered by the Colorado County Officials and Employees Retirement Association (CCOERA).

Benefit terms, including contribution requirements, for the Plan are established and may be amended by the Town Council. The Town's contribution is a minimum of 3 percent of covered salary, but may be increased beyond this amount. All eligible employees are required to contribute an amount equal to the contribution by the Town. For the year employee contributions totaled $11,219, and the Town recognized pension expense of $11,219.

Employees are immediately vested in their own contributions, Town contributions, and earnings on those contributions.

Note I – Deferred compensation plan

The Town has a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. This plan is administered and held in trust by an independent plan administrator through an administrative service agreement. Employees defer a portion of their salary until future years. Deferred compensation is not available to employees until termination, retirement, death or financial hardship.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997 as the Town transferred the assets to the Colorado County Officials and Employees Retirement Association (CCOERA) Deferred Compensation Trust. These assets are held in trust for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted for any other purpose.

Note J – Commitments and contingencies

State and federal funding

The Town receives revenues from various state and federal grant programs which are subject to final review and approval by the grantor agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the Town expects such amounts, if any, to be immaterial.

<u>Note J – Commitments and contingencies</u> (Continued)

TABOR Amendment

In November 1992, Colorado voters passed an amendment, commonly known as the Taxpayer's Bill of Rights (TABOR), to the State Constitution (Article X, Section 20) which limits the revenue raising and spending abilities of state and local governments. The limits on property taxes, revenue, and "fiscal year spending" include allowable annual increases tied to inflation and local growth. Fiscal year spending as defined by the amendment excludes spending from certain revenue and financing sources such as federal funds, gifts, property sales, fund transfers, damage awards, and fund reserves (balances). The amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the "spending limit" must be refunded or approved to be retained by the Town under specified voting requirements by the entire electorate. In November 1996, the voters of the Town approved a ballot initiative permitting the Town to retain, appropriate, and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds and revenues received from every source whatsoever, without limitation, in this fiscal year and all subsequent fiscal years notwithstanding any limitation of Article X, Section 20 of the Colorado Constitution. TABOR is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of TABOR. However, the Town has made certain interpretations of TABOR's language in order to determine its compliance. The Town has reserved funds in the General Fund in the amount of $33,000 for the emergency reserve.

Colorado local government budget laws

Expenses in the Electric, Water, Sanitation and Capital Replacement Funds exceeded their appropriations by $218,476, $4,607, $64,791 and $27,500, respectively, and may be in violation of local government budget laws.

CWRPDA loan covenants

<u>Rate covenant</u> – during the loan term, the Town shall establish, impose and collect, rents, rates and other charges for the products and services provided by the system, which shall be at least sufficient, together with other amounts available therefore, and after meeting the operation and maintenance expenses of the system, to pay 110% of the debt service coming due in such calendar year. The net operating revenues of the Sewer Fund was 613% of the current year's debt service, respectively.

<u>Operations and maintenance fund</u> – the Town shall maintain an operations and maintenance reserve in an amount equal to three months of operation and maintenance expenses, excluding depreciation, of the system as set forth in the annual budget for the current fiscal year. Said reserve may be in the form of unobligated fund balances or other unobligated cash or securities or may be in a separate segregated fund. Unobligated fund balances in the Sewer Fund exceeded the required reserve by $158,897.

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Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Changes in the Town's Net Pension Liability/(Asset) and Related Ratios – Town of Julesburg Volunteer Fire Pension Plan
- Schedule of Town Contributions – Town of Julesburg Volunteer Fire Pension Plan
- Schedule of Investment Return – Town of Julesburg Volunteer Fire Pension Plan
- Budgetary Comparison Schedule – General Fund
- Budgetary Comparison Schedule – Capital Improvement Fund

TOWN OF JULESBURG, COLORADO

Schedule of Changes in the Town's Net Pension Liability/(Asset) and Related Ratios [1]

Town of Julesburg Volunteer Fire Pension Plan

Last 10 Fiscal Years

	2020	2019	2018
Total pension liability			
Service cost	$ 3,499	$ 5,195	$ 5,529
Interest on the total pension liability	8,530	4,993	5,000
Benefit changes	-	-	-
Differences between expected and actual experience	-	-	(4,892)
Assumption changes	(5,023)	(58,887)	-
Benefit payments	(9,600)	(9,900)	(9,900)
Net change in total pension liability	(2,594)	(58,599)	(4,263)
Total pension liability - beginning	192,066	250,665	254,928
Total pension liability - ending (a)	$ 189,472	$ 192,066	$ 250,665
Plan fiduciary net position			
Employer contributions	$ 3,500	$ 3,500	$ 3,500
Volunteer Fire Protection District contribution	5,075	3,500	5,075
Pension plan net investment income	(1,293)	224	154
Benefit payments	(9,600)	(9,900)	(9,900)
Pension plan administrative expenses	-	-	-
State of Colorado matching funds	3,150	4,800	3,150
Net change in plan fiduciary net position	832	2,124	1,979
Plan fiduciary net position - beginning	30,431	28,307	26,328
Plan fiduciary net position - ending (b)	$ 31,263	$ 30,431	$ 28,307
Town's net pension liability/(asset) - ending (a) - (b)	$ 158,209	$ 161,635	$ 222,358
Plan fiduciary net position as a percentage of the total pension liability	16.50%	15.84%	11.29%
Covered payroll	N/A	N/A	N/A
Town's net pension liability as a percentage of covered payroll	N/A	N/A	N/A

* The amounts presented for each fiscal year were determined as of December 31 of the prior year.

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

2017	2016	2015
$ 5,858	$ 6,019	$ 5,898
4,931	4,888	4,790
-	-	-
2,556	6,056	5,934
-	-	-
(9,900)	(9,900)	(8,640)
3,445	7,063	7,982
251,483	244,420	236,438
$ 254,928	$ 251,483	$ 244,420
$ 3,500	$ 3,500	$ 3,500
3,500	3,500	3,500
113	103	97
(9,900)	(9,900)	(8,640)
-	-	-
3,150	3,150	3,150
363	353	1,607
25,965	25,612	24,005
$ 26,328	$ 25,965	$ 25,612
$ 228,600	$ 225,518	$ 218,808
10.33%	10.32%	10.48%
N/A	N/A	N/A
N/A	N/A	N/A

TOWN OF JULESBURG, COLORADO
Schedule of Town Contributions [1]
Town of Julesburg Volunteer Fire Pension Plan
Last 10 Fiscal Years

Fiscal Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution *	Contribution Deficiency (Excess)	Covered Payroll	Actuarial Contribution as a % of Covered Payroll
(a)	(b)	(c)	(d) = (b) - (c)	(e)	(f)
2020	$ 12,579	$ 11,725	$ 854	N/A	N/A
2019	$ 12,995	$ 11,725	$ 1,270	N/A	N/A
2018	$ 18,450	$ 10,150	$ 8,300	N/A	N/A
2017	$ 19,020	$ 11,725	$ 7,295	N/A	N/A
2016	$ 19,020	$ 10,150	$ 8,870	N/A	N/A
2015	$ 19,020	$ 10,150	$ 8,870	N/A	N/A
2014	$ 19,020	$ 10,150	$ 8,870	N/A	N/A

* Includes employer, district and State of Colorado matching funds.

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

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TOWN OF JULESBURG, COLORADO
Schedule of Investment Returns [1]
Town of Julesburg Volunteer Fire Pension Plan
Last 10 Fiscal Years

	2020	2019	2018	2017
Annual money-weighted rate of return, net of investment expense	-4.49%	0.84%	0.63%	-1.63%

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

2016	2015	2014
0.42%	0.42%	0.41%

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Taxes	$ 374,358	$ 374,358	$ 375,595	$ 1,237
Licenses and permits	18,000	18,000	3,714	(14,286)
Intergovernmental revenue	171,072	171,072	88,691	(82,381)
Charges for services	44,500	44,500	32,169	(12,331)
Fines and forfeitures	1,650	1,650	1,104	(546)
Miscellaneous revenue	166,822	166,822	217,569	50,747
Total revenues	776,402	776,402	718,842	(57,560)
Expenditures				
Current				
General government	84,063	684,063	135,629	548,434
Public safety	116,876	116,876	104,490	12,386
Public works	425,469	425,469	386,785	38,684
Culture and recreation	268,172	268,172	231,900	36,272
Total expenditures	894,580	1,494,580	858,804	635,776
Excess of revenues over (under) expenditures	(118,178)	(718,178)	(139,962)	578,216
Other financing sources				
Proceeds from the sale of assets			18,500	18,500
Transfers in	400,000	1,000,000	600,000	(400,000)
Total other financing sources	400,000	1,000,000	618,500	(381,500)
Net change in fund balance	$ 281,822	$ 281,822	478,538	$ 196,716
Fund balance at beginning of year			195,307	
Fund balance at end of year			$ 673,845	

TOWN OF JULESBURG, COLORADO
Capital Improvement Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Taxes				
Sales taxes	$ 140,000	$ 140,000	$ 178,476	$ 38,476
Miscellaneous				
Interest on investments	4,800	4,800	3,900	(900)
Reimbursements			3,192	3,192
Total revenues	144,800	144,800	185,568	40,768
Expenditures				
Capital outlay	400,000	400,000	584,960	(184,960)
Total expenditures	400,000	400,000	584,960	(184,960)
Excess of revenues over (under) expenditures	$ (255,200)	$ (255,200)	(399,392)	$ 225,728
Fund balance at beginning of year			506,620	
Fund balance at end of year			$ 107,228	

Note A – Budgetary data

Annual budgets are established for all funds of the Town as required by state budget laws. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles except for the enterprise and internal service funds in which capital and principal retirement expenses are treated as operating expenses and depreciation expense is not budgeted.

An appropriated budget for the entity as a whole is prepared on a detailed basis. Revenues are budgeted by source. Expenditures are budgeted by department and the major divisions thereof and by each independent office and agency and by the principal objects of expenditure. The legal level of control is considered to be the entity as a whole and expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to final review and approval by Town council. Within these control levels, management may transfer appropriations without Town council approval. Revisions to the budget were made during the year.

The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

- On or before September 20th of each year, or in conformity with the general state law, the Town clerk submits to the Town council a budget which shall be a complete financial plan for the ensuing fiscal year.

- At the same time the budget is submitted, the Town manager shall also prepare an appropriation ordinance making a levy in mills upon all taxable property within the Town for the ensuing fiscal year.

- A public hearing on the budget shall be held by Town council two weeks after its submission. Notice of the time and place of said hearing shall be published within three days after the submission of the budget.

- Prior to December 15th, or in conformity with the general state law, the Town council shall adopt the budget and the tax levy ordinance.

- Any portion of any annual appropriation remaining unexpended and unencumbered at the close of the budget year shall be declared surplus and included in the budget for the ensuing year as those appropriations lapse at year-end.

Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – General Fund Revenues and Expenditures
- Budgetary Comparison Schedule – Nonmajor Governmental Fund
- Budgetary Comparison Schedules – Proprietary Funds
- Budgetary Comparison Schedule – Internal Service Fund
- Budgetary Comparison Schedule – Fiduciary Fund

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Budgetary Comparison Schedules – General Fund

The General Fund accounts for all transactions of the Town not required to be accounted for in other funds. This fund represents an accounting of the Town's ordinary operations financed primarily from tax dollars and intergovernmental aid. It is the most significant fund in relation to the Town's overall operations. The budgetary comparison schedules of revenues and expenditures are included to provide a greater level of detail to the reader of the financial statements.

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Revenues
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Taxes				
Local property taxes	$ 320,548	$ 320,548	$ 321,496	$ 948
Delinquent taxes and interest	1,800	1,800	924	(876)
Specific ownership taxes	36,000	36,000	38,719	2,719
Franchise taxes	16,000	16,000	13,285	(2,715)
Severance taxes	10	10	1,171	1,161
Total taxes	374,358	374,358	375,595	1,237
Licenses and permits	18,000	18,000	3,714	(14,286)
Intergovernmental				
Highway users tax	135,000	135,000	51,461	(83,539)
Motor vehicle assessment	5,200	5,200	5,845	645
Road and bridge tax	29,672	29,672	30,114	442
Cigarette tax	1,200	1,200	1,271	71
Total intergovernmental	171,072	171,072	88,691	(82,381)
Charges for services				
General government	8,400	8,400	7,480	(920)
Airport	10,800	10,800	23,201	12,401
Recreation	19,500	19,500	1,485	(18,015)
Pool	4,000	4,000		(4,000)
Pool concession	1,800	1,800	3	(1,797)
Total charges for services	44,500	44,500	32,169	(12,331)
Fines and forfeitures	1,650	1,650	1,104	(546)
Miscellaneous revenues				
Interest on investments	8,500	8,500	6,305	(2,195)
Donations	100	100	11,401	11,301
Campbell land	3,300	3,300	81,516	78,216
Tower leases	6,222	6,222	6,411	189
Grants	25,000	25,000	73,599	48,599
Reimbursements	90,000	90,000	15,600	(74,400)
Other	33,700	33,700	22,737	(10,963)
Total miscellaneous revenues	166,822	166,822	217,569	50,747
Total revenues	$ 776,402	$ 776,402	$ 718,842	$ (57,560)

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TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Expenditures
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
General government				
Administrative salaries	$ 27,147	$ 27,147	$ 26,271	$ 876
Legislative - town council	7,500	7,500	4,484	3,016
Employee benefits	10,322	10,322	9,867	455
Office supplies	6,500	6,500	7,262	(762)
Professional services	19,800	19,800	27,872	(8,072)
Insurance and bonds	22,800	22,800	21,014	1,786
County treasurer's fees	6,400	6,400	6,702	(302)
Advertising and legal notices	4,800	4,800	3,023	1,777
Dues and subscriptions	1,750	1,750	1,425	325
Office cleaning	538	538	493	45
Repairs and maintenance	3,500	3,500	2,404	1,096
Public utilities	3,400	3,400	2,523	877
Economic development	4,800	4,800	7,646	(2,846)
Miscellaneous	28,240	28,240	14,643	13,597
Capital outlay	11,566	11,566		11,566
Appropriated reserves	(75,000)	525,000		525,000
Total general government	84,063	684,063	135,629	548,434
Public safety				
Police				
Salaries	1,200	1,200	1,200	-
Employee benefits	92	92	92	-
Miscellaneous	500	500	308	192
Law enforcement	57,000	57,000	57,000	-
Total police	58,792	58,792	58,600	192
Fire				
Salaries	2,400	2,400	2,400	-
Employee benefits	3,684	3,684	3,684	-
Supplies	7,500	7,500	4,823	2,677
Repairs and maintenance	8,100	8,100	6,953	1,147
Public utilities	5,700	5,700	4,952	748
Fuel and oil	2,500	2,500	1,214	1,286
Miscellaneous	14,200	14,200	16,533	(2,333)
Capital outlay	14,000	14,000	5,331	8,669
Total fire	58,084	58,084	45,890	12,194
Total public safety	116,876	116,876	104,490	12,386

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Public works				
Streets and highways				
Salaries	40,200	40,200	26,293	13,907
Employee benefits	22,469	22,469	22,251	218
Supplies	4,300	4,300	1,560	2,740
Street maintenance	20,500	20,500	8,857	11,643
Crack filler	12,000	12,000	7,409	4,591
Public utilities	3,500	3,500	2,844	656
Equipment maintenance	10,000	10,000	8,667	1,333
Fuel and oil	9,800	9,800	5,625	4,175
Street lighting	30,000	30,000	31,514	(1,514)
Miscellaneous	2,900	2,900	331	2,569
Capital outlay	250,000	250,000	226,311	23,689
Total streets and highways	405,669	405,669	341,662	64,007
Sanitation				
Weed and pest control	8,000	8,000	5,537	2,463
Airport				
Repairs and maintenance	5,000	5,000	3,240	1,760
Insurance and bonds	3,600	3,600	3,255	345
Public utilities	3,200	3,200	3,091	109
Capital outlay			30,000	(30,000)
Total airport	11,800	11,800	39,586	(27,786)
Total public works	425,469	425,469	386,785	38,684
Culture and recreation				
Library				
Salaries	36,500	36,500	34,318	2,182
Employee benefits	22,296	22,296	27,675	(5,379)
Supplies	8,000	8,000	18,170	(10,170)
Repairs and maintenance	5,000	5,000	5,703	(703)
Public utilities	7,480	7,480	6,252	1,228
Office cleaning	1,320	1,320	385	935
Insurance and bonds	200	200	500	(300)
Miscellaneous	5,000	5,000	4,068	932
Total library	85,796	85,796	97,071	(11,275)

(continued)

TOWN OF JULESBURG, COLORADO
General Fund
Budgetary Comparison Schedule - Expenditures
For the Year Ended December 31, 2020

(continued)	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Parks				
Salaries	42,520	42,520	39,791	2,729
Employee benefits	26,445	26,445	22,913	3,532
Supplies	3,500	3,500	6,040	(2,540)
Public utilities	2,700	2,700	2,178	522
Repairs and maintenance	9,500	9,500	14,507	(5,007)
Fuel and oil	2,000	2,000	1,013	987
Miscellaneous	2,000	2,000	366	1,634
Total parks	88,665	88,665	86,808	1,857
Recreation				
Salaries	10,000	10,000	997	9,003
Employee benefits	765	765	65	700
Supplies	13,700	13,700	268	13,432
Insurance	6,500	6,500	5,019	1,481
Public utilities	900	900	598	302
Repairs and maintenance	4,000	4,000		4,000
Miscellaneous	8,000	8,000	240	7,760
Total recreation	43,865	43,865	7,187	26,975
Swimming pool				
Salaries	24,000	24,000	30,758	(6,758)
Employee benefits	1,836	1,836	2,353	(517)
Supplies	8,500	8,500	1,753	6,747
Public utilities	8,000	8,000	390	7,610
Repairs and maintenance	3,500	3,500	3,860	(360)
Insurance and bonds	2,000	2,000	1,720	280
Miscellaneous	2,010	2,010		2,010
Total swimming pool	49,846	49,846	40,834	9,012
Total culture and recreation	268,172	268,172	231,900	26,569
Total expenditures	$ 894,580	$ 1,494,580	$ 858,804	$ 635,776

Budgetary Comparison Schedule – Nonmajor Governmental Fund

The Town reports the following nonmajor governmental fund:

Special Revenue Funds – These funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

- Conservation Trust Fund – This fund was established to account for the state lottery proceeds and allowable expenditures.

TOWN OF JULESBURG, COLORADO
Conservation Trust Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Intergovernmental revenue				
State lottery revenues	$ 13,000	$ 13,000	$ 12,031	$ (969)
Miscellaneous				
Interest on investments	1,600	1,600	898	(702)
Total revenues	14,600	14,600	12,929	(1,671)
Expenditures				
Culture and recreation	30,000	30,000	8,760	21,240
Total expenditures	30,000	30,000	8,760	21,240
Excess of revenues over (under) expenditures	$ (15,400)	$ (15,400)	4,169	$ 19,569
Fund balance at beginning of year			118,880	
Fund balance at end of year			$ 123,049	

Budgetary Comparison Schedules – Proprietary Funds

The Town reports the following major proprietary funds:

Enterprise Funds – These funds are used to account for operations that provide services that are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes.

- Electric Fund – This fund was established to account for all operations of the electric utility services provided by the Town.
- Water Fund – This fund was established to account for all operations of the water utility services provided by the Town.
- Sewer Fund – This fund was established to account for all operations of the sewer utility services provided by the Town.
- Sanitation Fund – This fund was established to account for all operations of the sanitation utility services provided by the Town.

TOWN OF JULESBURG COLORADO
Electric Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Operating revenues				
Charges for services	$ 1,234,000	$ 1,234,000	$ 1,259,462	$ 25,462
Operating expenses				
Systems operation				
Salaries	76,540	76,540	76,412	128
Employee benefits	36,140	36,140	35,284	856
Power purchases	840,000	840,000	810,130	29,870
Professional fees	2,400	2,400		2,400
Repairs and maintenance	26,500	26,500	17,283	9,217
Public utilities	13,100	13,100	8,895	4,205
Fuel and oil	7,000	7,000	3,127	3,873
Supplies	34,300	34,300	31,785	2,515
Other	46,000	46,000	40,515	5,485
Total systems operation	1,081,980	1,081,980	1,023,431	58,549
Administrative and general				
Salaries	41,820	41,820	35,437	6,383
Employee benefits	19,291	19,291	15,265	4,026
Professional fees	5,400	5,400	5,515	(115)
Office expense	864	864	792	72
Insurance and bonds	35,500	35,500	33,876	1,624
Repairs and maintenance			2,000	(2,000)
Public utilities	2,800	2,800	2,528	272
Fuel and oil	5,000	5,000	1,683	3,317
Supplies	8,000	8,000	8,895	(895)
Other	19,420	19,420	14,129	5,291
Total administrative and general	138,095	138,095	120,120	17,975
Total operating expenses	1,220,075	1,220,075	1,143,551	76,524
Operating income (loss)	13,925	13,925	115,911	101,986

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Nonoperating revenues				
Interest on investments	6,200	6,200	7,333	1,133
Miscellaneous revenue	14,800	14,800	92,099	77,299
Total nonoperating revenues	21,000	21,000	99,432	78,432
Net income (loss) before transfers	34,925	34,925	215,343	180,418
Transfers out	(430,000)	(430,000)	(725,000)	(295,000)
Change in net position	$ (395,075)	$ (395,075)	(509,657)	$ (114,582)
Adjustments to GAAP Basis				
Deduct depreciation			(32,162)	
Change in net position - GAAP Basis			(541,819)	
Net position at beginning of year			1,823,940	
Net position at end of year			$ 1,282,121	

TOWN OF JULESBURG COLORADO
Water Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 369,800	$ 369,800	$ 415,594	$ 45,794
Operating expenses				
Systems operation				
Salaries	36,540	36,540	37,949	(1,409)
Employee benefits	25,857	25,857	26,252	(395)
Professional services	5,000	5,000	11,793	(6,793)
Supplies	18,000	18,000	13,018	4,982
Repairs and maintenance	50,500	50,500	36,566	13,934
Public utilities	50,000	50,000	63,234	(13,234)
Fuel and oil	2,500	2,500	1,357	1,143
Lab analysis	3,500	3,500	1,546	1,954
Other	13,530	13,530	5,765	7,765
Capital purchases	120,000	120,000	134,335	(14,335)
Total systems operation	325,427	325,427	331,815	(6,388)
Administrative and general				
Salaries	41,820	41,820	41,657	163
Employee benefits	19,291	19,291	15,725	3,566
Professional fees	2,750	2,750	2,737	13
Office expense	422	422	387	35
Insurance and bonds	18,000	18,000	16,542	1,458
Public utilities	2,500	2,500	2,112	388
Supplies	4,500	4,500	5,143	(643)
Other	500	500	4,020	(3,520)
Total administrative and general	89,783	89,783	88,323	1,460
Total operating expenses	415,210	415,210	420,138	(4,928)
Operating income	(45,410)	(45,410)	(4,544)	40,866

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Favorable (Unfavorable)
Nonoperating revenues (expenses)				
Interest on investments	8,000	8,000	5,808	(2,192)
Water tower lease	64,000	64,000	65,877	1,877
Miscellaneous revenue	8,500	8,500	39,870	31,370
Principal paid on notes	(15,040)	(15,040)	(15,000)	40
Interest and fiscal charges	(22,489)	(22,489)	(22,208)	281
Total nonoperating revenues (expenses)	42,971	42,971	74,347	31,376
Net income before transfers	(2,439)	(2,439)	69,803	72,242
Transfers in	20,000	20,000		(20,000)
Change in net position	$ 17,561	$ 17,561	69,803	$ 52,242
Adjustments to GAAP Basis				
Add principal paid on notes			15,000	
Add capital purchases			134,335	
Deduct depreciation			(98,165)	
Change in net position - GAAP Basis			120,973	
Net position at beginning of year			2,134,232	
Net position at end of year			$ 2,255,205	

TOWN OF JULESBURG, COLORADO
Sewer Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 268,440	$ 268,440	$ 281,679	$ 13,239
Operating expenses				
Systems operation				
Salaries	41,600	41,600	41,383	217
Employee benefits	22,920	22,920	22,932	(12)
Professional services	10,000	10,000	11,570	(1,570)
Supplies	6,000	6,000	16,248	(10,248)
Repairs and maintenance	40,500	40,500	14,336	26,164
Public utilities	23,000	23,000	23,695	(695)
Fuel and oil	9,000	9,000	6,214	2,786
Lab analysis	25,000	25,000	21,062	3,938
Other	7,800	7,800	5,899	1,901
Capital purchases	150,000	150,000	247,801	(97,801)
Appropriated reserves		225,000		225,000
Total systems operation	335,820	560,820	411,140	149,680
Administrative and general				
Salaries	20,910	20,910	27,048	(6,138)
Employee benefits	9,645	9,645	9,962	(317)
Office expense	1,248	1,248	953	295
Professional fees	300	300	300	-
Insurance and bonds	2,000	2,000	1,883	117
Public utilities	250	250	164	86
Other	350	350	182	168
Total administrative and general	34,703	34,703	40,492	(5,789)
Total operating expenses	370,523	595,523	451,632	143,891
Operating income (loss)	(102,083)	(327,083)	(169,953)	157,130

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Nonoperating revenues (expenses)				
Interest on investments	5,000	5,000	5,432	432
Grants and loans	150,000	150,000		(150,000)
Miscellaneous revenue	5,000	5,000	52,263	47,263
Principal paid on note	(52,790)	(52,790)	(52,750)	40
Interest and fiscal charges	(6,067)	(6,067)	(5,715)	352
Total nonoperating revenues (expenses)	101,143	101,143	(770)	(101,913)
Net income (loss) before transfers	(940)	(225,940)	(170,723)	55,217
Transfers in	10,000	235,000	225,000	(10,000)
Change in net position	$ 9,060	$ 9,060	54,277	$ 45,217
Adjustments to GAAP Basis				
Add capital purchases			247,801	
Add principal paid on note			52,750	
Deduct depreciation			(65,545)	
Change in net position - GAAP Basis			289,283	
Net position at beginning of year			2,287,482	
Net position at end of year			$ 2,576,765	

TOWN OF JULESBURG, COLORADO
Sanitation Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Operating revenues				
Charges for services	$ 220,000	$ 220,000	$ 212,989	$ (7,011)
Operating expenses				
Systems operation				
Salaries	36,540	36,540	33,192	3,348
Employee benefits	25,857	25,857	26,001	(144)
Supplies	3,000	3,000	1,603	1,397
Repairs and maintenance	18,500	18,500	5,975	12,525
Fuel and oil	9,000	9,000	6,504	2,496
Landfill charges	55,000	55,000	42,831	12,169
Dumpster expense	5,000	5,000	1,460	3,540
Other	10,800	10,800	10,596	204
Total systems operation	163,697	163,697	128,162	35,535
Administrative and general				
Salaries	13,940	13,940	13,886	54
Employee benefits	6,430	6,430	7,224	(794)
Office expense	848	848	1,151	(303)
Professional fees	300	300	300	-
Public utilities	200	200		200
Insurance and bonds	2,400	2,400	1,883	517
Total administrative and general	24,118	24,118	24,444	(326)
Total operating expenses	187,815	187,815	152,606	35,209
Operating income	32,185	32,185	60,383	28,198

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Transfers out			(100,000)	(100,000)
Change in net position	$ 32,185	$ 32,185	(39,617)	$ (71,802)
Adjustments to GAAP Basis				
Deduct depreciation			(18,175)	
Change in net position - GAAP Basis			(57,792)	
Net position at beginning of year			618,903	
Net position at end of year			$ 561,111	

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Budgetary Comparison Schedule – Internal Service Fund

Internal Service Funds – These funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the Town on a cost reimbursement basis.

The Town reports the following internal service fund:

- Capital Replacement Fund – This fund accounts for equipment management services provided to other departments of the Town on a cost reimbursement basis.

TOWN OF JULESBURG, COLORADO
Capital Replacement Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Charges for services	$ 70,000	$ 70,000	$ 70,000	$ -
Total revenues	70,000	70,000	70,000	-
Expenses				
Capital outlay			27,500	(27,500)
Total expenses	-	-	27,500	(27,500)
Operating income (loss)	70,000	70,000	42,500	(27,500)
Nonoperating revenues				
Earnings on investments	2,000	2,000	1,307	(693)
Total nonoperating revenues	2,000	2,000	1,307	(693)
Change in net position	$ 72,000	$ 72,000	43,807	$ (28,193)
Adjustments to GAAP Basis				
Add capital purchases			27,500	
Deduct depreciation			(9,673)	
Change in net position - GAAP Basis			61,634	
Net position at beginning of year			220,542	
Net position at end of year			$ 282,176	

Budgetary Comparison Schedule – Fiduciary Fund

These funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds and custodial funds.

The Town reports the following fiduciary fund:

Pension (and other employee benefit) trust funds – These funds are used to report trust arrangements under which principal and income benefit individuals, private organizations or other governments.

- Firemen's Pension Fund – This fund was established to account for contributions made to a single-employer defined benefit plan on behalf of the Town's volunteer fire fighters.

TOWN OF JULESBURG, COLORADO
Firemen's Pension Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
Additions				
Contributions				
Rural	$ 7,075	$ 7,075	$ 5,075	$ (2,000)
Town	3,500	3,500	3,500	-
State	3,150	3,150	3,150	-
Total contributions	13,725	13,725	11,725	(2,000)
Investment income				
Interest on investments	500	500	330	(170)
Total investment income	500	500	330	(170)
Total additions	14,225	14,225	12,055	(2,170)
Deductions				
Pension benefits	9,450	9,450	9,350	100
Total deductions	9,450	9,450	9,350	100
Change in net position	$ 4,775	$ 4,775	2,705	$ (2,070)
Net position restricted for pensions				
Beginning of year			31,263	
End of year			$ 33,968	

Colorado Department of Highways
Local Highway Finance Report

This calendar-year report of receipts and expenditures is required by the Colorado Department of Highways to maintain Statewide accountability for moneys used for highway and street purposes. To ensure data accuracy, House Bill 1008 mandates that this report be included in the Town's financial statements.

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

LOCAL HIGHWAY FINANCE REPORT		City or County: Town of Julesburg
		YEAR ENDING : 12/20
This Information From The Records Of (example - City of _ or County of _)	Prepared By: Phone:	Carrie Hartwell (970) 474-3344

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

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	0
3. Other local imposts (from page 2)	248,874.55
4. Miscellaneous local receipts (from page 2)	375,894.80
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	624,769.35
B. Private Contributions	
C. Receipts from State government (from page 2)	56,961.69
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	681,731.04

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	575,464.24
2. Maintenance:	74,752.59
3. Road and street services:	
a. Traffic control operations	0
b. Snow and ice removal	0
c. Other Street Lighting	31,514.21
d. Total (a. through c.)	31,514.21
4. General administration & miscellaneous	
5. Highway law enforcement and safety	0
6. Total (1 through 5)	681,731.04
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
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)	681,731.04

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	681,731.04	681,731.04	0	0

Notes and Comments:
In 2020, the Town of Julesburg installed Jenkins Street in the I-76 Interchange project. Jenkins Street is mostly complete and we are waiting for the contractor to tie in Jenkins Street to Hwy 385. The Town has received approval from the State to tie into Hwy 385.

FORM FHWA-536 (Rev. 1-05) PREVIOUS EDITIONS OBSOLETE (Next Page)

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): 12/20

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	30,113.20	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalities	1,104.34
1. Sales Taxes	179,659.40	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	39,101.95	g. Other Misc. Receipts	
6. Total (1. through 5.)	218,761.35	h. Other	374,790.46
c. Total (a. + b.)	248,874.55	i. Total (a. through h.)	375,894.80
	(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	51,543.07	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	5,418.62	d. Federal Transit Admin	
d. Other (Specify) - Faster bill		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	5,418.62	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	56,961.69	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
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	0	0
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	0	0
			(Carry forward to page 1)

Notes and Comments:

FORM FHWA-536 (Rev.1-05) PREVIOUS EDITIONS OBSOLETE