



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2020





**ARVADA, COLORADO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For The Year Ended December 31, 2019**

CERTIFIED

A handwritten signature in black ink, reading 'Kristen R. Rush', is positioned above a horizontal line.

CITY CLERK
CITY OF ARVADA

DATE: June 15, 2021

COPY

REPORT ISSUED BY:

DEPARTMENT OF FINANCE
BRYAN ARCHER, DIRECTOR

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Introductory Section

Letter of Transmittal

Government Finance Officers Association
Certificate of Achievement

City Officials

Organizational Chart



FINANCE DEPARTMENT

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June 11, 2021

Citizens of the City of Arvada,
Honorable Mayor, Members of City Council and City Manager

We are pleased to submit the Comprehensive Annual Financial Report for Arvada, Colorado for the fiscal year ended December 31, 2020. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present the financial position and results of operations of various funds and component units of the City in accordance with Generally Accepted Accounting Principles (GAAP). All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

In addition to an annual audit of the City's financial records performed by an independent auditor, the City is required to have an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Information related to this single audit, including the schedules of federal financial assistance, findings and recommendations, and independent auditor's reports on the internal control structure and compliance with applicable laws and regulations are available in the single audit section listed in the table of contents.

In conformity with generally accepted accounting principles, as set forth in Governmental Accounting Standards Board (GASB) Statement 39, *Determining Whether Certain Organizations Are Component Units*, - an amendment of GASB Statement No. 14, Statement 61, *The Financial Reporting Entity: Omnibus* - an amendment of GASB Statements No. 14 and No. 34 and Statement 84, *Fiduciary Activities*, this report includes all funds of the primary government and the City's component units. For this report the City of Arvada and all its departments, funds and blended component units comprise the Reporting Entity. Our only discretely presented component unit is the Arvada Urban Renewal Authority.

The City is required to provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of management's discussion and analysis (MD&A). This letter of transmittal is intended to complement the MD&A and should be read in conjunction with it.

PROFILE OF THE CITY OF ARVADA

The City of Arvada is located approximately 20 miles to the northwest of the City of Denver, Colorado along Interstate 70. The City provides a full range of services, including police protection, physical parks, planning and zoning, transportation planning, street improvements and maintenance, a housing authority, two golf courses, municipal court services, water, wastewater and stormwater services and facilities, along with various administrative functions. The area has separate governmental units that provide fire protection and recreational services. The population of the City is 124,785 and growing.

THE ECONOMIC FACTORS OF 2020

The most recent financial expansion came to a screeching halt in March due to the onset of the COVID-19 pandemic. The expansion lasted 128 months, the longest in history. A flash recession occurred over the next few months as leaders figured out the safest way to address the health risks. Second quarter Gross Domestic Product (GDP) was down 31.4% as many small businesses and industries were shut down. Luckily, the 2020 recession was short lived

8101 RALSTON ROAD ▲ ARVADA, COLORADO ▲ 80002

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with only two quarters showing lower gross domestic product (GDP). The quick actions of the Federal Government, Congress and the Federal Reserve through the Paycheck Protection Program (PPP), passing the Coronavirus Aid, Relief and Economic Security (CARES) Act, lowering short term interest rates and initiating two stimulus programs has provided much needed aid to the areas most effected. Another stimulus package, the America Rescue Plan (ARP), has been passed in 2021 to continue the aid.

The City received a little over \$9.4 million dollars from the CARES Act and immediately put these funds to work. The direction from the City Council was to get the funds into the community and the City team followed. Four broad categories made up the funding allocation, with 61% going towards local businesses, 13% for local non-profits, 11% for residents and 15% for use by the City. All funds were distributed and spent by December 31, 2020.

Consumers changed their spending habits overnight, with funds flowing into stay at home products and services. Businesses that changed their service model experienced tremendous growth while others that rely on outdoor and in-person services struggled. New products sprung on the scene and everyone needed technology. Unemployment at the national level spiked to a high of 14.7% and then slowly moved down to 6.7% at year end. As was stated above, the Federal Reserve moved quickly, lowering interest rates to 0%-.25% and has held them steady ever since. Expectations are that the Federal Reserve will leave rates alone and “let the economy run hot”.

The State of Colorado was hit hard initially by the COVID-19 pandemic but ended up better than originally expected. Unemployment spiked to 12.2% but moved quickly back down to 6.9% where it has remained. Industries that relied on in-person attendance have continued to struggle, hurting the overall economy. On-line, e-commerce and “essential” industries have thrived with many unable to keep up with the increased demand. The housing industry has experienced a growth boom with year over year average sales prices growing more than 10%. Individuals and families wanted out of the cities and into single family homes with safe places to play. This has continued into 2021 with no end in sight.

The City of Arvada finished 2020 with positive overall financial results. Total General Fund revenues exceeded the revised budget by 5.9% and were up over 2019 by 4.6% with removal of one-time items. Sales tax revenues were up 8.0% over 2019, far exceeding the revised budget of 1%. The large sales tax categories of grocery stores, merchant wholesalers, liquor stores, hardware stores and internet sales led the growth with utilities (power and heat) and full service restaurants losing the most. With the stay at home mandates and regulatory changes made at the state and local levels, internet sales tax revenue collected grew 81.2% over 2019.

Auto use tax revenue grew in 2020 up 4.1% over 2019 and surpassing the revised budget by 23.5%. Auto sales were down over 7.5% for the first 3 quarters of 2020 but a strong 4th quarter pushed revenues over the budget. This revenue source will be carefully monitored in the upcoming years as it can be highly cyclical and current chip shortages are affecting production capacity.

Building revenues again exceeded their budget and grew 13.4% over 2019 actuals. As was stated above, high demand for single family homes helped to bolster this revenue source. Other major revenue categories including interest income, property tax and grant revenue exceeded their budgets. General Use tax, court fines and fees and franchise fees were all under budget.

Total expenditures finished under budget by 5.6% and were down 3.2% compared to 2019, with small increases in capital and debt costs and a decrease in operating costs. The departments continue to do a great job managing their budgets and maximizing the value tax payers receive for their tax dollars especially during the COVID-19 pandemic.

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The 2020-2025 Council Strategic Plan was adopted on September 16, 2019 and included 25 measures in five strategic areas. With the onset of COVID-19, Council revisited the measures but did not feel compelled to make any changes. Updates to the plan will be made after the 2021 Council retreat, scheduled for the summer.

In 2014, Council approved, by resolution, mandatory reserves for all of the major funds, demonstrating a long-term conservative view of City finances. In 2020, each of the major funds met or exceeded their required reserve goal with the exception of the Golf Fund. The Golf fund does meet the required reserve goal in the ten-year operation plan. By maintaining ten-year operating and capital improvement plans for these funds, the City is able to identify future challenges and work towards meeting them. The long-range financial planning process also makes sure that any decisions to add expenditures today can be paid for in the future.

FUTURE ECONOMIC FACTORS

The first quarter of 2021 brought increased hope in the battle against COVID-19. As of the writing of this document, over 142 million individuals have received their first vaccine with over 97 million fully vaccinated. Restrictions have been reduced with some states fully open and others moving from 25% to 50% in-person capacity. The Centers for Disease Control and Prevention (CDC) issued a statement that if you are fully vaccinated and are outside with other people that are fully vaccinated, you do not have to wear a mask. They have not yet removed the requirement on inside mask wearing as the CDC would like to see that more of the population gets vaccinated.

Unemployment has stayed flat, currently sitting just above 6%. The Fed has kept short term interest rates at 0 to .25% with no intention of rising until the market “runs hot”. Projected US GDP year over year growth for 2021 sits at 5.4%. Tremendous pent up consumer demand for travel and leisure activities is expected to drive growth over the second half of the year.

The City of Arvada’s current sales tax base is largely supported by supermarkets, grocery, health, small retail stores and now on-line retail. Businesses like Costco, Sam’s Club, King Soopers, Safeway, Target, Walmart, Home Depot and Lowes provide essential items to the residents of Arvada and its surrounding communities. Other retailers like Ulta Beauty, Michael’s, Big 5, Kohl’s and Floor and Décor meet specific needs and offer the in-person buying experience desired by many consumers. A diverse offering of restaurant and bar establishments helps to round out the in-person sales tax portfolio. The wild card continues to be on-line retail and what consumer habits will be after the pandemic. Expected annual sales tax growth is 3.5% with all categories increasing as compared to 2020.

Building activity is expected to return to more of a normal pattern in 2021. Single-family detached building permits, multi-family apartments and new businesses are still coming to the market, just at a slower more consistent pace. One large multi-family project, Olde Town Residences (252 units) has received final approval and will begin construction later this year. Haskins Station and Sabell Subdivisions, two large residential infill projects, have broken ground and the first residents will move in this summer.

Three major development areas continue to be keys to the growth of the City. These are the “Ralston Fields” urban renewal area, Transit-Oriented Development (TOD) in and around the G Line stations and the Candelas/Jefferson Center Metropolitan District (JCMD) project area, including completion of the 470 beltway. Each one of these areas has its own challenges; however, if properly developed, all will be favorable economic drivers in the years to come.

The “Ralston Fields” area was established in 2003 by City Council as an economic development area. The first phase of redevelopment included the addition of a Target, Big 5 and many smaller retail restaurants and shops. The area has seen increased usage with the addition of three multi-family projects, including a 380-unit complex, a 298-unit

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complex and Arvada Station (302 unit) project. The next phase of development is well under way in the “triangle” area, recently named “Ralston Creek”. Walmart opened in 2018 along with five new restaurants and the relocation of one liquor store. The next phase, currently in design, will include multi-family along with mixed-use options. This development will be located at the North-West corner of 58th and Garrison.

The three rail stops along the G Line (Gold Strike, Olde Town and Arvada Ridge) are completed and open for service. TOD development around the Olde Town station continues with the opening of a 136-room Hilton Garden Inn with a conference center, a completed remodel of a movie theater, expanded retail options in Olde Town and the formerly mentioned six-story, 252-unit multi-family complex underway. Additional development is proposed for the old RTD park-n-ride spot with possibilities including a hotel, stand-alone restaurants and a small retail. Development slowed during the pandemic, but is expected to pick up later in 2021 and into 2022.

The completion of the 470 beltway, named JPPHA, has hit a road block. Environmental concerns along with the identified location are now slowing progress. Further testing will need to be completed before the final RFP process. The completion of the beltway would be the last piece of a large transportation project that would finally connect I-25 to I-70 in the western part of the Denver Metro region. If the project is put on hold, additional work will need to be done on the north/south roads in Arvada that are not currently built to handle the growing traffic.

Overall, the local economy continues to do well with consistent building activity, population growth and relatively low unemployment, but the effects of COVID-19 are still working through the system. Investing in the community and staying focused on the three major development areas will help to maintain a strong foundation and will benefit the City moving forward.

FINANCIAL INFORMATION

Retirement Funds: The City has three defined-contribution programs for different types of employees. These are the City of Arvada Retirement Program (CARP) for its regular employees; the Arvada Police Pension Plan (APPP) for its uniformed police officers; and the Executive Management Program for the appointed management team. The City deposits between 10% – 15% into an individual’s account and the employee must contribute between 8% – 12%. The employee directs their own investments within available funds. In addition, the City offers voluntary 457 programs where employees can place additional dollars for retirement on a pre-tax or post-tax basis. All plans use Fidelity Investments as their record keeper. The City also has one defined-benefit plan that covers one fully vested participant who did not elect to participate in the Arvada Police Pension Plan that became effective in 1986.

Internal Control Structure: The City of Arvada establishes and maintains an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and valuation of costs and benefits requires estimates and judgments by management.

Budgetary Controls: The City of Arvada maintains budgetary controls in order to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City of Arvada’s City Council, its governing body. All activities of the City are included in the annual appropriated budget except the City’s self-insured health plan and retirement funds. The City maintains an accounting system to provide management with information regarding obligations against appropriations. Budgetary compliance is based on expenditures during the period (GAAP), rather than expenditures and encumbrances (non-GAAP). Because appropriations lapse at December 31, encumbrances

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outstanding are carried over and become a liability on the next year's budget. Appropriations for fiscal year 2021 will provide the authority to complete those transactions.

Single Audit: As a recipient of federal and state financial assistance, the City is responsible for ensuring that adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. As part of the City's single audit, tests are performed to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the City has complied, in all material respects, with applicable laws and regulations. The results of the City's single audit for fiscal year 2020, including any reported instances of material weaknesses or significant deficiencies in the internal control structure or any violations of applicable laws and regulations, are available in the single audit section listed in the table of contents.

Independent Audit: Section 10.9 of the City of Arvada's charter requires an annual audit of accounts and other evidences of financial transactions of the City and its departments by independent certified public accountants. The audit is performed by a firm chosen by a seven-member audit board consisting of the City Manager, Deputy City Manager, Director of Finance, Deputy Director of Finance, Controller and two members of the Arvada City Council. This year BKD, LLP, a firm of independent accountants, audited the financial statements for the year ended December 31, 2020.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Arvada for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2019. The City of Arvada has received this award for 37 consecutive years. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy generally accepted accounting principles and applicable legal requirements.

A certificate of achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the certificate of achievement program requirements and we are submitting it to the committee to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the professionalism and dedication demonstrated by the financial and management personnel of each department. Special mention needs to be directed to the dedicated employees of the Finance Department charged with ensuring that all accounting principles are adhered to each and every day, thus ensuring the efficient and effective preparation of this audit and document. Special thanks go to Lisa Yagi, Assistant Finance Director; Debra Nielson, Controller; and their teams. The production of the document was in the capable hands of Jenna Belec, the Finance Department's Executive Assistant, as well as Steve Milke and Bun Heng, the City's Creative Services Design and Print Services staff.

Respectfully submitted,



Bryan Archer CPA
Director of Finance

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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Arvada
Colorado**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

December 31, 2019

Christopher P. Morill

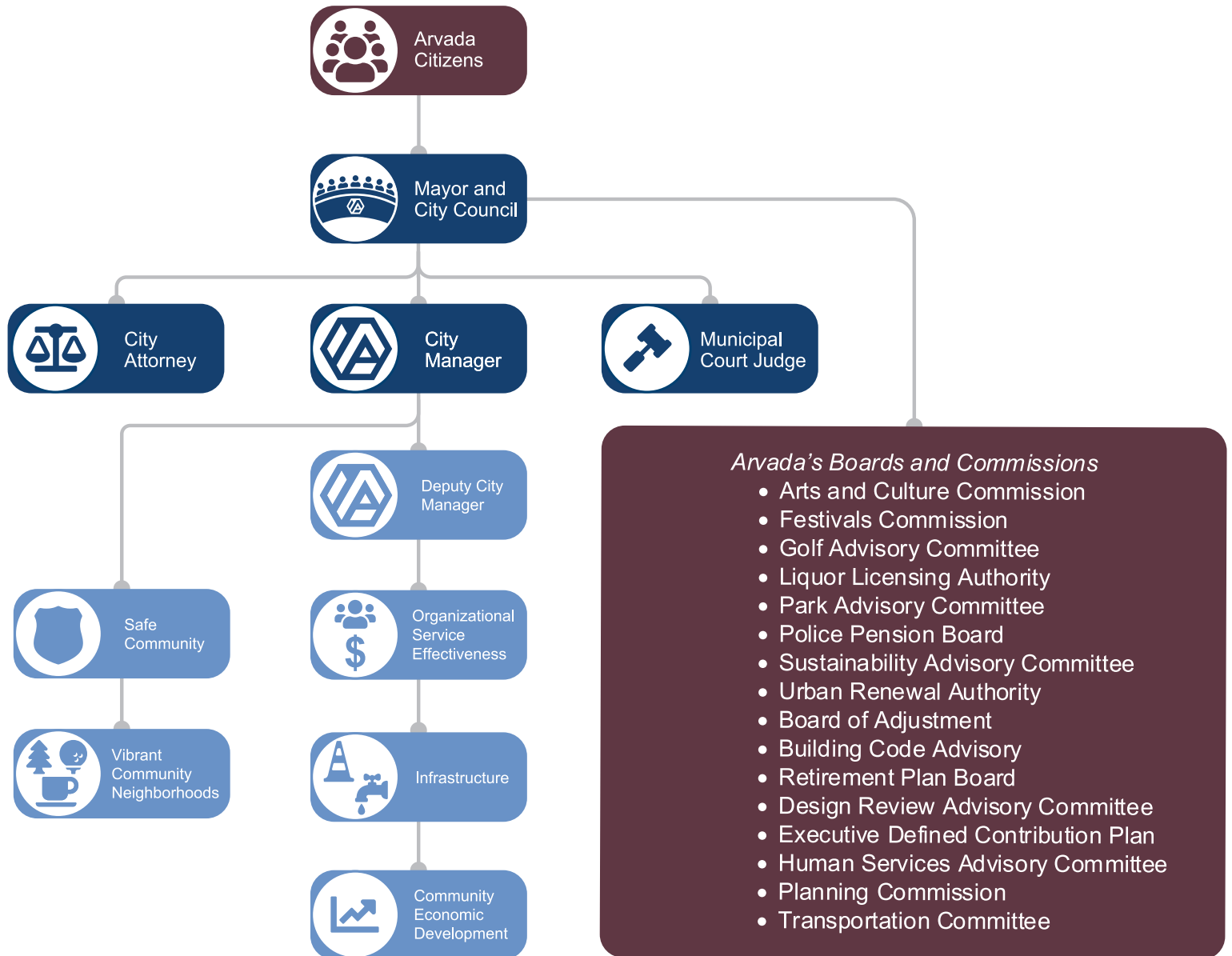
Executive Director/CEO

City Officials

Marc Williams
Mayor
(Term expires 2023)
Bob Fifer
Councilmember – At-Large
(Term expires 2023)
Dot Miller
Councilmember – At-Large
(Term expires 2021)
Nancy Ford
Councilmember – District 1
(Term expires 2021)
Lauren Simpson
Councilmember – District 2
(Term expires 2023)
John Marriott
Mayor Pro Tem - Councilmember – District 3
(Term expires 2021)
David Jones
Councilmember – District 4
(Term expires 2023)

City Manager and Key Staff

Mark G. Deven	City Manager
Lorie Gillis	Deputy City Manager
Kathryn Kurtz	Municipal Judge
Rachel Morris	City Attorney
Bryan Archer	Director of Finance
Craig Poley	Director of Information Technology
Sharon Israel	Director of Utilities
Linda Haley	Director of Human Resources
Maureen Phair	Executive Director of Arvada Urban Renewal Authority
Gordon Reusink	Director of Parks, Golf and Hospitality Services
Kristen Rush	City Clerk
Ryan Stachelski	Director of Community and Economic Development
Link Strate	Chief of Police
Don Wick	Director of Public Works



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Financial Section

Reports of Independent Certified Public
Accountants

Management's Discussion and Analysis

Basic Financial Statements

Notes to the Financial Statements

Report of Independent Certified Public Accountants

Independent Auditor's Report

Honorable Mayor and Members of City Council
City of Arvada
Arvada, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Arvada (the City), as of and for the year ended December 31, 2020 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

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

Emphasis of Matters

As discussed in Note H to the financial statements, the City reported a change in reporting entity in which the Arvada Economic Development Association (AEDA) was changed from a discretely presented to a blended component unit. Our opinions are not modified with respect to this matter.

As discussed in Note I to the financial statements, in 2020, the City adopted GASB Statement No. 84, *Fiduciary Activities*. Our opinions are not modified with respect to this matter.

As discussed in Note I to the financial statements, in 2020, the City adopted GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary and other information and introductory and statistical sections as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Honorable Mayor and Members of City Council
City of Arvada

The combining and individual fund financial statements and schedules, and other supplementary information, including the schedule of expenditures of federal awards required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we also have issued our report dated June 11, 2021, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

BKD, LLP

Denver, Colorado
June 11, 2021

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Management's Discussion and Analysis

This section of the City of Arvada's Comprehensive Annual Financial Report provides readers with a narrative overview and analysis of the City's financial performance during the fiscal year that ended on December 31, 2020. We encourage readers to consider the information presented here in conjunction with the letter of transmittal at the front of this report, the City's basic financial statements and notes to the financial statements, to enhance their understanding of the activities and financial health of the City of Arvada.

Overview of Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of the following three components:

- Government-wide Financial Statements
- Fund Financial Statements
- Notes to the Financial Statements

Required supplementary information is included throughout the report. Other supplementary information is also included at the end of the report.

Government-Wide Financial Statements. The government-wide statements are designed to provide readers with a broad overview of the City's finances using the accrual basis of accounting, the basis of accounting used by most private-sector businesses.

The statement of net position presents information on all of the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases and decreases in net position may provide an indication of whether the City's financial position is improving or deteriorating.

The statement of activities presents information reflecting how the City's net position has changed during the fiscal year that just ended. All changes in net position are reported as soon as the underlying activity occurs. Thus, revenues and expenses are reported in these statements for some items that will only result in cash flows in future periods (e.g. uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (government activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, public works, parks and recreation, culture and human service. The business-type activities of the City include water, wastewater, stormwater, golf and food service.

The government-wide financial statements also include the Arvada Urban Renewal Authority as a discretely presented component unit of the City.

Fund Financial Statements. Traditional users of the City's financial statements will find the fund financial statement presentation more familiar.

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. A major fund should generally meet both of the following criteria: 1) total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/expenses are at least 10% of the corresponding total (assets and deferred outflows of resources, liabilities and deferred inflows of resources or expenditures/expenses) for that fund type (i.e. governmental or enterprise funds) and 2) total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/expenses of the

individual governmental or enterprise fund are at least 5% of the corresponding total for all governmental and enterprise funds combined.

The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds. Governmental funds are used to report those same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide statements, the fund financial statements are prepared on the modified accrual basis. Under the modified accrual basis of accounting, revenues are recognized when they become measurable and available, and expenditures are recognized when the related fund liability is incurred, with the exception of long-term debt and similar long-term items which are recorded when due. Therefore, the focus of the governmental fund financial statements is on near-term inflows and outflows of spendable resources as well as on the balance of spendable resources available at the end of the fiscal year.

Since the focus of the governmental funds is on near-term resources, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. To facilitate this comparison, reconciliations are provided for both the governmental fund balance sheet and the governmental statements of revenues, expenditures and changes in fund balances.

The City adopts an annual appropriated budget for all of its governmental funds. A budgetary comparison statement has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 30-33 of this report.

Proprietary Funds. The City maintains two different types of proprietary funds, enterprise and internal service funds. The proprietary fund financial statements are prepared on the accrual basis of accounting. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, wastewater, stormwater, food service and golf operations. Internal service funds are accounting devices used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for medical and dental benefits provided by the City, its risk management program, its replacement of vehicles and information technology equipment, maintenance of vehicles and buildings and its print shop operations. The activity in these funds is allocated between the governmental and business-type activities based upon actual usage.

Proprietary funds provide the same type of information as the business type activities in the government-wide financial statements, only in more detail. The Water, Wastewater, Stormwater and Golf enterprise funds are considered to be major funds and are therefore presented separately within the proprietary fund financial statements. All internal service funds are considered to be non-major funds and they are combined into a single, aggregated column in the proprietary fund statements. Individual fund data for each of the non-major internal service funds is provided in the form of combining statements located within the supplementary information following the notes to the financial statements.

The basic proprietary fund financial statements can be found on pages 37-39 of this report.

Fiduciary Funds. The City maintains two different types of fiduciary funds, trust and custodial funds. The fiduciary fund financial statements are prepared on the accrual basis of accounting. The fiduciary funds are used to account for resources held by the City in a trustee capacity or as custodial agent for the benefit of parties outside the government. The custodial funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the City's own programs. Custodial Funds are not shown in the government-wide financial

statements because the resources of this fund are not available to support the City's own program.

The City does not adopt an annual appropriated budget for its fiduciary funds.

The basic fiduciary fund financial statements can be found on pages 40-41 of this report.

Notes to the Financial Statements. The notes to the basic financial statements are considered an integral part of the financial statements since they provide additional information needed to gain a full understanding of the data provided in both the government-wide and fund financial statements. The notes to the financial statements can be found on pages 45-77 of this report.

Required Supplementary Information. In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information concerning the City of Arvada's progress in funding its obligation to provide pension benefits and other postemployment benefits, which can be found on pages 79-81.

Combining Statements. The combining statements referred to earlier in connection with the non-major governmental funds, internal service funds and fiduciary funds are presented following the required notes to the financial statements.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government financial position. At the close of December 31, 2020, the City's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$951,745,000. The following summaries of net position and changes in net position are presented for the current year and the previous year in comparison format.

Statement of Net Position

The following table reflects the condensed Statement of Net Position:

City of Arvada Statement of Net Position December 31, 2020 (in thousands)						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$ 238,109	\$ 232,507	\$ 128,405	\$ 129,895	\$ 366,514	\$ 362,402
Capital assets	387,950	372,769	322,717	310,312	710,667	683,081
Other non-current assets	4,037	3,508	4,292	4,751	8,329	8,259
Total assets	630,096	608,784	455,414	444,958	1,085,510	1,053,742
Deferred outflows of resources	343	287	31	5	374	292
Other liabilities	28,275	22,684	5,831	8,862	34,106	31,546
Long-term liabilities	91,482	95,293	823	785	92,305	96,078
Total liabilities	119,757	117,977	6,654	9,647	126,411	127,624
Deferred inflows of resources	7,699	7,601	29	-	7,728	7,601
Net position:						
Net investment in capital assets	362,678	352,675	319,340	304,821	682,018	657,496
Restricted	30,496	24,532	-	2,279	30,496	26,811
Unrestricted	109,809	106,286	129,422	128,216	239,231	234,502
Restatement for accounting changes	-	713	-	-	-	713
Total Net position	\$ 502,983	\$ 484,206	\$ 448,762	\$ 435,316	\$ 951,745	\$ 919,522

For more detailed information, see the Statement of Net Position on page 27 of this report.

By far the largest portion of the City's Governmental net position, \$362,678,000 (72%), reflects its investment in capital assets (e.g. land, buildings, improvements, infrastructure and equipment), less any debt used to acquire those assets still outstanding. The City of Arvada uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's Governmental net position, \$30,496,000 (6%), represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$109,809,000 (22%), may be used to meet the City's ongoing obligations to its citizens and creditors.

The City's total net position increased by \$32,223,000 during the current fiscal year. This is due to an increase in the governmental activities of \$18,777,000 and an increase in the business-type activities of \$13,446,000. The increase in the governmental activities is primarily due an increase in grant funding and increases in sales and use taxes. The increase in the business-type activities is primarily due to increases in charges for services revenue in the Water fund, decreases in expenses in the Golf and Food Service funds due to the COVID 19 pandemic and fewer transfers to governmental activities for construction projects.

Changes in Net Position

The following table reflects a condensed summary of activities and changes in net position:

City of Arvada Statement of Activities Year Ended December 31, 2020 (in thousands)						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
Revenues						
Program revenues:						
Charges for services	8,590	8,758	\$ 51,745	\$ 46,907	\$ 60,335	\$ 55,665
Operating grants and contributions	22,554	14,035	-	-	22,554	14,035
Capital grants and contributions	8,108	3,710	7,624	10,823	15,732	14,533
General revenues:						
Sales and use taxes	83,026	76,062	-	-	83,026	76,062
Property & ownership taxes	8,100	6,584	-	-	8,100	6,584
Other taxes and fees	4,704	5,162	-	-	4,704	5,162
Investment earnings	6,421	6,403	3,313	4,032	9,734	10,435
Other	14,524	13,018	-	104	14,524	13,122
Total revenues	156,027	133,732	62,682	61,866	218,709	195,598
Expenses						
General government	\$ 43,114	\$ 35,055	\$ -	\$ -	\$ 43,114	\$ 35,055
Public safety	35,035	35,852	-	-	35,035	35,852
Public works	39,787	31,981	-	-	39,787	31,981
Parks and recreation	9,663	9,413	-	-	9,663	9,413
Culture	326	277	-	-	326	277
Human service	6,139	5,853	-	-	6,139	5,853
Interest	3,560	3,217	-	-	3,560	3,217
Water	-	-	26,126	25,235	26,126	25,235
Wastewater	-	-	12,954	13,470	12,954	13,470
Stormwater	-	-	2,771	2,796	2,771	2,796
Golf	-	-	5,623	6,557	5,623	6,557
Food	-	-	1,388	1,778	1,388	1,778
Total expenses	137,624	121,648	48,862	49,836	186,486	171,484
Change in net position before transfers	18,403	12,084	13,820	12,030	32,223	24,114
Transfers	374	2,707	(374)	(2,707)	-	-
Increase in net position	18,777	14,791	13,446	9,323	32,223	24,114
Net position, January 1, as previously reported	483,493	468,702	435,316	425,993	918,809	894,695
Restatement for accounting changes	713	-	-	-	713	-
Net position, January 1, as restated	484,206	468,702	435,316	425,993	919,522	894,695
Net position, ending	\$ 502,983	\$ 483,493	\$ 448,762	\$ 435,316	\$ 951,745	\$ 918,809

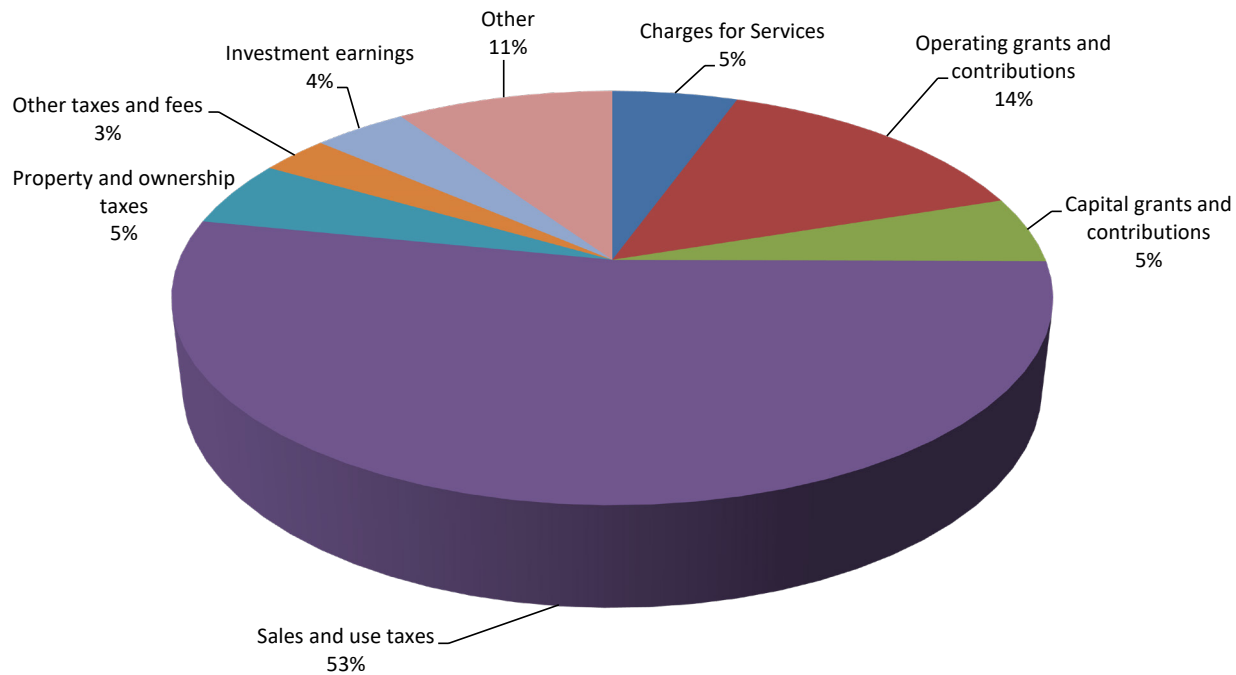
For more detailed information, see the Statement of Activities on pages 28-29 of this report.

The above condensed summary of the City of Arvada's governmental and business-type activities for the year ended December 31, 2020 reflects net position increasing \$32,223,000. Revenues and expenses graphs are presented below to enhance the reader's understanding of the current year activities.

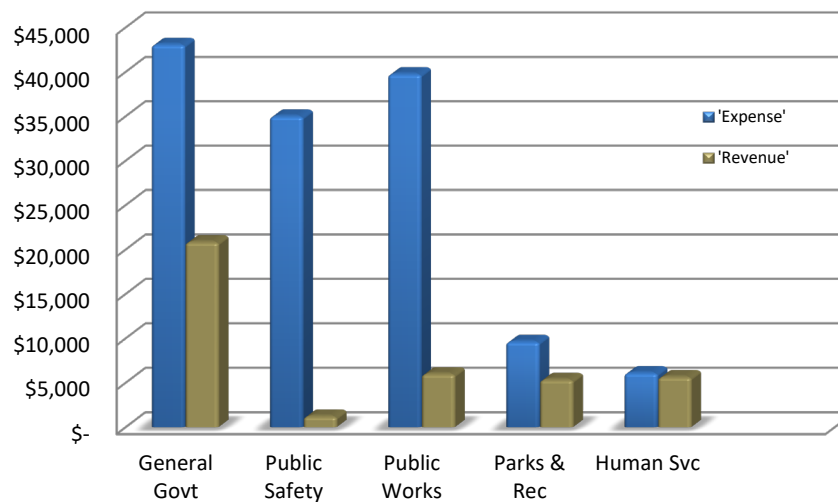
Governmental Activities

Governmental Activities increased Arvada's Net Position by \$18,777,000

2020 Revenues by Source Governmental Activities

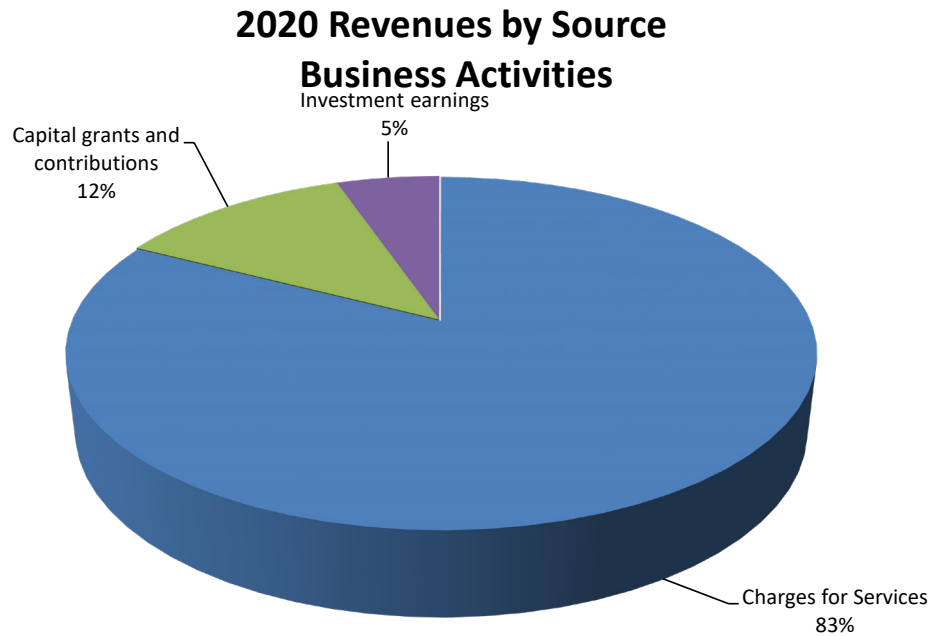


2020 Expenses and Program Revenues Governmental Activities (in thousands)

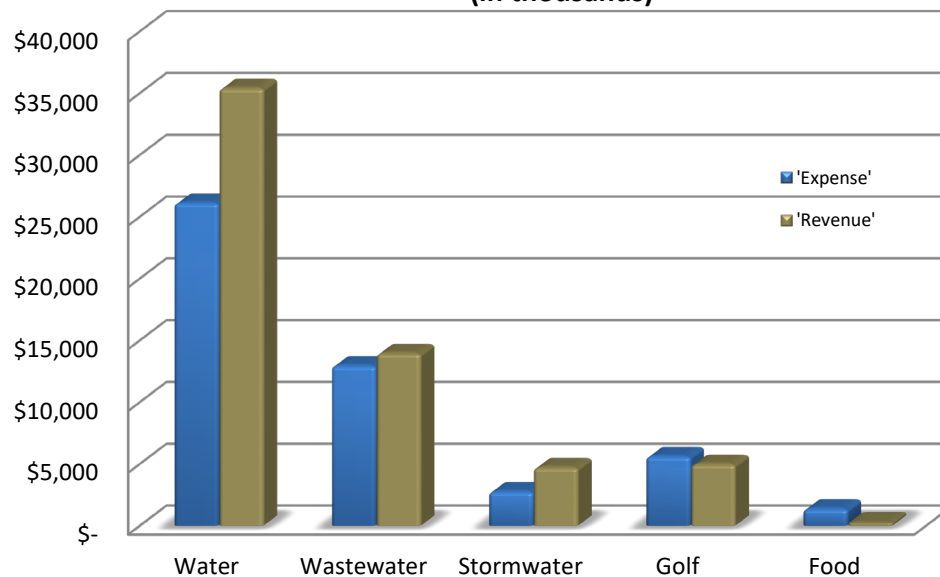


Business-type Activities

Business-type Activities increased Arvada's Net Position by \$13,446,000



2020 Expenses and Program Revenues Business-Type Activities (in thousands)



Governmental activities. Governmental activities increased the City's net position by \$19,490,000. Key elements of this change are due to the following:

- Developer contributions amounted to \$8,108,000
- Grant funding increased \$8,519,000 due to CARES Act funding from Jefferson and Adams Counties
- Sales and use tax revenues increased \$6,964,000

Business-type activities. Business-type activities increased the City's net position by \$13,446,000. Key elements of this increase are due to the following:

- Developer contributions amounted to \$7,624,000
- Charges for services increased \$4,838,000 due to water rate and consumption increases
- Expenditures for the Golf fund and Food Service fund decreased \$1,324,000 due to closures due to the COVID 19 pandemic
- Transfers to governmental activities decreased \$2,333,000 due to fewer transfers for construction projects

Financial Analysis of the City's Funds

As noted previously, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

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

Nonspendable – amounts that cannot be spent either because they are not spendable in form or because they are legally or contractually required to be maintained intact. The City had \$599,000 in non-spendable resources.

Restricted – amounts that are subject to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or law and regulations of other governments; or through constitutional provisional or enabling legislations. The City had \$103,276,000 in restricted resources.

Committed – amounts that are subject to a purpose constraint imposed by a formal action of the City Council. The City Council is the highest level of decision-making authority for the City. Commitments may be established, modified or rescinded only through resolutions and ordinances approved by the City Council. The City had \$24,752,000 in committed resources.

Assigned – amounts that are for an intended use established by the City, but that are not considered restricted or committed. The purpose of the assignment must be narrower than the purpose of the General Fund. The City had \$14,553,000 in assigned resources.

Unassigned – represents the remaining balance for the City's General Fund. The City had \$41,077,000 in unassigned resources.

The General Fund is the main operating fund of the City. At December 31, 2020, the non-spendable fund balance was \$563,000, the restricted fund balance was \$3,273,000, the assigned fund balance was \$2,698,000, and the unassigned fund balance was \$41,077,000. The total fund balance increased \$1,828,000 in 2020 to \$47,611,000. On a budgetary basis, the General Fund finished over \$11,705,000 to the good overall. The increase in total fund balance is due to a decrease in transfers to the capital projects funds for construction, an increase in sales and use tax revenue and an increase in property tax revenues.

The Community Development Fund is a major fund of the City. At December 31, 2020, the restricted fund balance was \$2,646,000 and the assigned fund balance was \$3,415,000. Total fund balance increased \$543,000 in 2020 to \$6,061,000. The increase was due to the repayment of an outstanding notes receivable.

The Parks Fund is a major fund of the City. At December 31, 2020, the non-spendable fund balance was \$28,000 the restricted fund balance was \$172,000 and the assigned fund balance was \$5,856,000. The total fund balance decreased \$45,000 in 2020 to \$6,056,000. This decrease is primarily due to not collecting entry fees to the Arvada Reservoir in 2020, due to the COVID 19 pandemic the City made the decision to allow access to the reservoir free of charge in 2020.

The General Capital Projects Fund is another major fund of the City. At December 31, 2020, the restricted fund balance was \$7,037,000, the committed fund balance was \$24,752,000 and the assigned fund balance was \$2,584,000. The total fund balance decreased \$1,162,000 in 2020 to \$34,373,000. The decrease is due to increased expenditures primarily for the new Parks Maintenance building.

The Construction Fund is another major fund of the City. At December 31, 2020 the restricted fund balance was \$72,829,000. Total fund balance decreased \$6,181,000 in 2020 to \$72,289,000. This fund accounts for the 2019 Sales and Use Tax revenue bond issuance for two street improvement construction projects, these projects are now incurring expenditures as these projects move forward into construction.

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The unrestricted net position balances of the City's proprietary funds (including the major enterprise funds) are reflected in the following table:

**Table of Unrestricted Net Position
Net Position - Proprietary Funds
(in thousands)**

	Unrestricted Net Position for Year ended 12/31/20	Unrestricted Net Position for Year ended 12/31/19
Major Enterprise Funds		
Water	\$ 109,927	\$ 106,225
Wastewater	9,047	12,370
Stormwater	7,382	7,076
Golf	(2,497)	(3,437)
Total of major enterprise funds	123,859	122,234
Food Service	(346)	724
Internal service funds	28,017	26,202
Total proprietary funds	\$ 151,530	\$ 149,160

Component units. The Arvada Urban Renewal Authority (AURA) was created by Ordinance No. 1717 under the Colorado Urban Renewal Law and approved by voters on March 3, 1981. AURA's purpose is to develop, redevelop or rehabilitate blighted areas of the City. The governing body of AURA is a commission of seven members, appointed by the Mayor and approved by City Council. AURA's annual budget is approved by the City Council and the City provides administrative support to AURA. The statement of net position reflects \$612,000 of restricted net position balance and \$436,000 of unrestricted net position balance. The total change in net position for AURA was a decrease of \$2,129,000.

Budgetary Highlights

General Fund.

Final budgeted expenditures and transfers out increased \$18,344,000 from the original budget to a total of \$112,949,000. \$6,420,000 of this increase is due to projects not completed in 2019 and carried to 2020 and also one-time funding for projects. Major projects included traffic projects and studies, building security, and funding to Arvada Economic Development Association. The City received \$9,455,000 in CARES Act funding through Jefferson and Adams County which was used to assist local businesses, residents and the City with expenses related to the COVID 19 pandemic. The remaining increase included various operational expenses in the General Fund.

Property tax exceeded budget by \$705,000 and Sales and Use Tax also exceeded budget by \$4,890,000 primarily due to increased online sales and grocery store sales. Fine and forfeitures did not meet budget by \$1,181,000 primarily due to decreases in court fines and fees. Public Works expenditures had a savings of \$999,000 due primarily to projects delayed to 2021. Management expenditures had a savings of \$997,000 due to projects delayed to 2021. Public Safety expenditures had a savings of \$808,000 due to projects delayed to 2021.

Capital Asset and Debt Administration

Capital Assets. The City's investment in capital assets for its governmental and business-type activities as of December 31, 2020 amounted to \$710,667,000 (net of accumulated depreciation). This investment in capital assets includes land, water rights, buildings and improvements, equipment and infrastructure.

**City of Arvada
Capital Assets (net of depreciation)
as of December 31, 2020
(in thousands)**

	Governmental Activities	Business-type Activities	Total Primary Government
Land and water rights	\$ 55,990	\$ 39,771	\$ 95,761
Infrastructure	140,451	5,671	146,122
Construction in progress	30,922	23,893	54,815
Buildings	27,502	11,336	38,838
Improvements other than buildings	116,561	241,177	357,738
Equipment & vehicles	16,524	869	17,393
Total capital assets	<u>\$ 387,950</u>	<u>\$ 322,717</u>	<u>\$ 710,667</u>

Major capital improvements during this fiscal year include the following:

Governmental Activities

- Parks maintenance building
- Fiber and conduit throughout the City
- Wadsworth Bypass from W 68th Ave to W 72nd Ave
- Ralston Road improvements from Upham Street to Yukon Street
- Ralston Road improvements from Yukon Street to Garrison
- West 72nd Street improvements and railroad underpass from Kipling Street to Simms Street

Proprietary Activities

- On-going maintenance and replacement of water, sewer and stormwater lines
- Denver Moffat water project
- Raw water pump station
- Ralston water treatment plant pump station
- Ralston line repairs

Additional information of the City's capital assets can be found in Note 3.B on page 60 of this report.

Long-term debt. At the end of December 31, 2020, the City had total debt outstanding of \$83,010,000. Of this amount, \$68,450,000 represents bonds secured by specified revenue sources (i.e. sales tax revenue bonds). The remaining \$14,560,000 are Certificates of Participation.

**City of Arvada
Outstanding Debt
as of December 31, 2020
(in thousands)**

	Governmental Activities	Governmental Activities Direct Placement	Business-type Activities	Total Primary Government
Revenue bonds	\$ 68,450	\$ -	\$ -	\$ 68,450
2016 Certificates of Participation	9,605	-	-	9,605
2015 Certificates of Participation	-	4,955	-	4,955
Total outstanding debt	\$ 78,055	\$ 4,955	\$ -	\$ 83,010

Additional information on the City's long-term obligations can be found in Note 3.E on pages 63-65 of this report.

Financial Contact

The City's financial statements are designed to provide users (citizens, taxpayers, customers, investors and creditors) with a general overview of the City's finances and to demonstrate the City's accountability. Questions concerning any of the information presented in this report or requests for additional information should be sent to the City's Finance Director at the following address:

City of Arvada
Director of Finance
8101 Ralston Road
Arvada, CO 80002

Basic Financial Statements



STATEMENT OF NET POSITION
December 31, 2020
(in thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	AURA
ASSETS				
Cash and investments	\$ 214,802	\$ 80,495	\$ 295,297	\$ 6,512
Restricted cash	2,606	36,259	38,865	-
Taxes receivable	17,954	-	17,954	20,798
Accounts receivable, net of allowance for uncollectibles	5,934	5,673	11,607	786
Accrued interest	779	318	1,097	-
Internal balances	(5,109)	5,109	-	-
Inventories	671	445	1,116	-
Prepaid costs	472	106	578	-
Notes receivable - non-current	4,037	4,292	8,329	-
Property available for sale	-	-	-	300
Capital assets				
Land, water rights and construction in progress	86,912	63,664	150,576	-
Other capital assets, net	301,038	259,053	560,091	-
Total capital assets	387,950	322,717	710,667	-
Total assets	630,096	455,414	1,085,510	28,396
DEFERRED OUTFLOWS OF RESOURCES				
Items related to pension plan	10	-	10	-
Items related to OPEB	139	31	170	-
Deferred loss on refunding	194	-	194	-
	343	31	374	-
LIABILITIES				
Accounts payable	18,750	4,282	23,032	685
Contracts payable	-	1,020	1,020	-
Accrued interest payable	284	-	284	-
Unearned revenue	859	160	1,019	-
Long-term liabilities				
Due within one year:				
Bonds, Certificates of Participation	4,125	-	4,125	617
Claims payable	2,178	-	2,178	-
Compensated absences	2,079	369	2,448	17
Due more than one year:				
Bonds, Certificates of Participation	87,303	-	87,303	5,227
Total OPEB Liability	2,057	457	2,514	-
Net pension liability	44	-	44	-
Compensated absences	2,078	366	2,444	4
Total liabilities	119,757	6,654	126,411	6,550
DEFERRED INFLOWS OF RESOURCES				
Items related to OPEB	128	29	157	-
Property taxes	7,571	-	7,571	20,798
Total deferred inflows of resources	7,699	29	7,728	20,798
NET POSITION				
Net Investment in capital assets	362,678	319,340	682,018	-
Restricted for:				
Conservation Trust	1,072	-	1,072	-
Law Enforcement/Seizure	14,560	-	14,560	-
Emergencies	4,302	-	4,302	-
CDGB	3,151	-	3,151	-
Debt Service	625	-	625	-
Lands Dedicated	3,106	-	3,106	-
Adams County Open Space	115	-	115	-
Adams County Transportation	273	-	273	-
Park Development	1,675	-	1,675	-
Other	1,617	-	1,617	612
Unrestricted	109,809	129,422	239,231	436
Total Net Position	\$ 502,983	\$ 448,762	\$ 951,745	\$ 1,048

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



STATEMENT OF ACTIVITIES
Year Ended December 31, 2020
(in thousands)

		Program Revenues			
		Charges for	Operating	Capital	
	Expenses	Services	Grants and Contributions	Grants and Contributions	Total
FUNCTIONS/PROGRAM ACTIVITIES:					
Primary Government:					
Governmental activities:					
General government	\$ 43,114	\$ 4,806	\$ 10,214	\$ 5,860	\$ 20,880
Public safety	35,035	-	1,259	-	1,259
Public works	39,787	3,784	-	2,248	6,032
Parks and recreation	9,663	-	5,389	-	5,389
Culture	326	-	-	-	-
Human services	6,139	-	5,692	-	5,692
Interest expense	3,560	-	-	-	-
Total governmental activities	137,624	8,590	22,554	8,108	39,252
Business-type activities:					
Water	26,126	29,748	-	5,665	35,413
Wastewater	12,954	12,801	-	1,157	13,958
Stormwater	2,771	3,926	-	802	4,728
Golf	5,623	4,993	-	-	4,993
Food	1,388	277	-	-	277
Total business-type activities	48,862	51,745	-	7,624	59,369
Total primary government	\$ 186,486	\$ 60,335	\$ 22,554	\$ 15,732	\$ 98,621
Component Units:					
AURA	\$ 24,385	\$ 8	\$ -	\$ -	\$ 8
Total component units	\$ 24,385	\$ 8	\$ -	\$ -	\$ 8

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



STATEMENT OF ACTIVITIES
Year Ended December 31, 2020
(in thousands)

Net (Expense) Revenue and Changes in Net Position				
Primary Government - City of Arvada			Component	
Governmental Activities	Business-type Activities	Total	Unit AURA	
\$ (22,234)	\$ -	\$ (22,234)	\$ -	
(33,776)	-	(33,776)	-	
(33,755)	-	(33,755)	-	
(4,274)	-	(4,274)	-	
(326)	-	(326)	-	
(447)	-	(447)	-	
(3,560)	-	(3,560)	-	
(98,372)	-	(98,372)	-	
-	9,287	9,287	-	
-	1,004	1,004	-	
-	1,957	1,957	-	
-	(630)	(630)	-	
-	(1,111)	(1,111)	-	
-	10,507	10,507	-	
(98,372)	10,507	(87,865)	-	
\$ -	\$ -	\$ -	\$ (24,377)	
-	-	-	(24,377)	
General Revenues				
Taxes:				
Property	8,100	-	8,100	19,454
Sales and use	83,026	-	83,026	2,752
Transportation tax	4,704	-	4,704	-
Investment earnings	6,421	3,313	9,734	42
Miscellaneous	14,524	-	14,524	-
Transfers in (out)	374	(374)	-	-
Total general revenues	117,149	2,939	120,088	22,248
Change in net position	18,777	13,446	32,223	(2,129)
Net position, January 1, as previously reported	483,493	435,316	919,522	3,177
Restatement for accounting changes	713	-	713	-
Net position January 1, as restated	484,206	435,316	919,522	3,177
Net position, December 31	\$ 502,983	\$ 448,762	\$ 951,745	\$ 1,048

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



**GOVERNMENTAL FUNDS
BALANCE SHEET
December 31, 2020
(in thousands)**

	Primary Government						
	General Fund	Community Development Fund	Parks	General Capital Projects Fund	Construction Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and investments	\$ 48,687	3,405	\$ 5,410	\$ 36,975	\$ 72,936	\$ 16,670	\$ 184,083
Restricted cash	-	2,606	-	-	-	-	2,606
Taxes receivable	16,879	-	980	95	-	-	17,954
Accounts receivable, net of allowance for uncollectibles	1,744	244	8	1,993	-	1,596	5,585
Accrued interest	194	-	20	134	258	56	662
Interfund receivable	746	-	-	-	-	-	746
Inventories	366	-	7	-	-	-	373
Prepaid costs	197	-	21	-	-	8	226
Non-current notes receivable, net of allowance for uncollectibles	1,748	1,394	895	-	-	-	4,037
Total assets	<u>\$ 70,561</u>	<u>\$ 7,649</u>	<u>\$ 7,341</u>	<u>\$ 39,197</u>	<u>\$ 73,194</u>	<u>\$ 18,330</u>	<u>\$ 217,600</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	13,341	65	380	2,836	365	444	17,431
Unearned revenue	290	-	10	-	-	559	859
Total liabilities	<u>13,631</u>	<u>65</u>	<u>390</u>	<u>2,836</u>	<u>365</u>	<u>1,003</u>	<u>18,290</u>
DEFERRED INFLOW OF RESOURCES							
Property taxes	7,571	-	-	-	-	-	7,571
Grants	-	129	-	1,982	-	-	2,111
Notes receivable	1,748	1,394	895	6	-	-	4,043
Total deferred inflows of resources	<u>9,319</u>	<u>1,523</u>	<u>895</u>	<u>1,988</u>	<u>-</u>	<u>-</u>	<u>13,725</u>
FUND BALANCES							
Reserved for:							
Nonspendable	563	-	28	-	-	8	599
Restricted	3,273	2,646	172	7,037	72,829	17,319	103,276
Committed	-	-	-	24,752	-	-	24,752
Assigned	2,698	3,415	5,856	2,584	-	-	14,553
Unassigned	41,077	-	-	-	-	-	41,077
Total fund balances	<u>47,611</u>	<u>6,061</u>	<u>6,056</u>	<u>34,373</u>	<u>72,829</u>	<u>17,327</u>	<u>184,257</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 71,889</u>	<u>\$ 7,649</u>	<u>\$ 7,341</u>	<u>\$ 39,197</u>	<u>\$ 73,194</u>	<u>\$ 18,330</u>	<u>\$ 217,600</u>

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



**RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
December 31, 2020
(in thousands)**

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

Total fund balances - governmental funds		\$ 184,257
Capital assets net of accumulated depreciation used in governmental activities are not current financial resources. Therefore, they are not reported in the funds financial statements.		374,771
Internal service funds are used by management to charge the costs of certain activities to individual funds. A portion of the assets and liabilities of internal service funds are included in the governmental activities in the statement of net position.		35,341
Deferred outflow of resources are not financial resources, and therefore are not reported in the funds.		343
Deferred inflow of resources are not financial resources, and therefore are not reported in the funds.		(128)
Certain assets are not available to provide current year financial resources and therefore are deferred in the fund statements		
Notes Receivable - non-current	2,296	
Grants Receivable - non-current	2,111	
AURA and Arvada Center Notes Receivable	1,747	
Subtotal		6,154
Long-term liabilities and assets are not due and payable or available in the current period and accordingly are not reported in the fund financial statements		
Balances at December 31, 2019 are:		
Bonds payable	(75,368)	
Obligation under certificates of participation	(16,060)	
Interest accrual	(284)	
Net pension liability	(44)	
Total OPEB liability	(1,970)	
Compensated absences	(4,029)	
Subtotal		(97,755)
Net position of governmental activities		<u>\$ 502,983</u>

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



GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year Ended December 31, 2020
(in thousands)

	Primary Government						
	General Fund	Community Development Fund	Parks	General Capital Projects Fund	Construction Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Property and ownership taxes	\$ 8,100	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,100
Sales and use taxes	66,355	-	-	-	-	16,671	83,026
Franchise fees	4,412	-	-	-	-	-	4,412
Licenses & permits	3,492	-	-	-	-	-	3,492
Intergovernmental	14,295	325	5,389	2,248	-	6,288	28,545
Charges for services	783	-	-	-	-	-	783
Recovered costs	3,723	-	44	1,750	-	-	5,517
Fines & forfeitures	961	-	-	-	-	-	961
Investment earnings	1,758	26	180	1,269	1,643	515	5,391
Memberships, donations & dedications	-	-	-	2,879	-	-	2,879
Miscellaneous	1,489	1,015	130	220	-	907	3,761
Total Revenues	105,368	1,366	5,743	8,366	1,643	24,381	146,867
EXPENDITURES							
Current expenditures:							
General government	34,709	-	-	45	-	478	35,232
Public safety	25,059	-	-	-	-	10,949	36,008
Public works	31,020	-	-	-	-	-	31,020
Parks and recreation	-	-	9,325	-	-	-	9,325
Human services	-	833	-	-	-	5,333	6,166
Debt service							
Principal	-	-	-	-	-	3,960	3,960
Interest	-	-	-	-	-	3,522	3,522
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay	202	-	-	16,416	7,855	288	24,761
Total Expenditures	90,990	833	9,325	16,461	7,855	24,530	149,994
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	14,378	533	(3,582)	(8,095)	(6,212)	(149)	(3,127)
OTHER FINANCING SOURCES (USES)							
Transfers in	35	45	3,697	8,164	31	2,063	14,035
Transfers out	(12,647)	(35)	(160)	(1,231)	-	(117)	(14,190)
Total other financing sources (uses)	(12,612)	10	3,537	6,933	31	1,946	(155)
NET CHANGE IN FUND BALANCES	1,766	543	(45)	(1,162)	(6,181)	1,797	(3,282)
FUND BALANCE, AS PREVIOUSLY REPORTED	45,783	5,518	6,101	35,535	79,010	14,879	186,826
RESTATEMENT FOR ACCOUNTING CHANGES	62	-	-	-	-	651	713
FUND BALANCES, BEGINNING AS RESTATED	45,845	5,518	6,101	35,535	79,010	15,530	187,539
FUND BALANCES ENDING	\$ 47,611	\$ 6,061	\$ 6,056	\$ 34,373	\$ 72,829	\$ 17,327	\$ 184,257

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



**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF ACTIVITIES**
Year ended December 31, 2020
(in thousands)

Net change in fund balances - total government funds \$ (3,282)

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

Capital outlay	24,761	
Disposal of Capital Assets, net of internal service funds	(2,100)	
Depreciation expense	<u>(16,113)</u>	
Excess of depreciation expense over capital outlay		6,548

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the statement of net position. Issuing debt increases long-term liabilities and does not affect the statement of activities.

Repayment of principal	<u>3,960</u>	
Subtotal		3,960

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.

Developer Contributions	5,860	
Grants/notes receivable - current net of allowance	<u>1,812</u>	
Subtotal		7,672

Internal service funds are used by management to charge the costs of certain activities, such as risk management, vehicle replacement and maintenance, information technology replacement and the print shop services. A portion of the revenue (expense) of certain internal service funds is reported with governmental activities.

3,991

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Amortization of bond premium and deferred loss on refunding	408	
Pension	(47)	
OPEB	(91)	
Interest expense	12	
Compensated absences	<u>(394)</u>	
Subtotal		(112)

Change in net position of governmental activities		<u>\$ 18,777</u>
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The accompanying notes are an integral part of these financial statements.



GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Property and ownership taxes	\$ 7,395	\$ 7,395	\$ 8,100	\$ 705
Sales and use taxes	61,465	61,465	66,355	4,890
Franchise fees	4,542	4,542	4,412	(130)
Licenses and permits	2,757	2,757	3,492	735
Intergovernmental	5,321	14,776	14,295	(481)
Charges for services	896	896	783	(113)
Recovered costs	2,899	2,899	3,723	824
Fines and forfeitures	2,142	2,142	961	(1,181)
Investment earnings	833	833	1,758	925
Administrative services	3,841	3,841	3,690	(151)
Miscellaneous	179	1,429	1,489	60
Total revenues	<u>92,270</u>	<u>102,975</u>	<u>109,058</u>	<u>6,083</u>
EXPENDITURES				
Current expenditures:				
Community and Economic Development	5,574	5,705	5,129	576
Judicial	1,607	1,607	1,084	523
Management	4,252	4,718	3,721	997
Legal	2,205	2,348	2,295	53
Finance	9,033	20,389	20,070	319
Human resources	2,076	2,175	1,909	266
Public safety	26,259	25,867	25,059	808
Public works	26,907	32,019	31,020	999
Planning	639	680	573	107
Information technology	4,043	4,054	3,618	436
Total current expenditures	<u>82,595</u>	<u>99,562</u>	<u>94,478</u>	<u>5,084</u>
Capital outlay	<u>53</u>	<u>463</u>	<u>202</u>	<u>261</u>
Total expenditures	<u>82,648</u>	<u>100,025</u>	<u>94,680</u>	<u>5,345</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>9,622</u>	<u>2,950</u>	<u>14,378</u>	<u>11,428</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	35	35	35	-
Transfers out	(11,957)	(12,924)	(12,647)	277
Total other financing (uses)	<u>(11,922)</u>	<u>(12,889)</u>	<u>(12,612)</u>	<u>277</u>
NET CHANGE IN FUND BALANCE	<u>(2,300)</u>	<u>(9,939)</u>	<u>1,766</u>	<u>11,705</u>
FUND BALANCE, AS PREVIOUSLY REPORTED	<u>45,783</u>	<u>45,783</u>	<u>45,783</u>	<u>-</u>
RESTATEMENT FOR ACCOUNTING CHANGES	<u>62</u>	<u>62</u>	<u>62</u>	<u>-</u>
FUND BALANCE, BEGINNING AS RESTATED	<u>45,845</u>	<u>45,845</u>	<u>45,845</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 43,545</u>	<u>\$ 35,906</u>	<u>\$ 47,611</u>	<u>\$ 11,705</u>
Total expenditures as presented on budgetary basis			94,680	
less allocation of internal transfers			(3,690)	
Total expenditures as presented on GAAP basis			<u>90,990</u>	

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



COMMUNITY DEVELOPMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amount	With Final Budget Positive (Negative)
REVENUES				
Intergovernmental	\$ 668	\$ 668	\$ 325	\$ (343)
Investment earnings	34	34	26	(8)
Miscellaneous	115	157	1,015	858
Total revenues	817	859	1,366	507
EXPENDITURES				
Current expenditures:				
Program costs	938	958	833	125
Total expenditures	938	958	833	125
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(121)	(99)	533	632
OTHER FINANCING SOURCES (USES)				
Transfers in	45	45	45	-
Transfers out	(265)	(245)	(35)	210
Total other financing sources	(220)	(200)	10	210
NET CHANGE IN FUND BALANCE	(341)	(299)	543	842
FUND BALANCE, BEGINNING	5,518	5,518	5,518	-
FUND BALANCE, ENDING	\$ 5,177	\$ 5,219	\$ 6,061	\$ 842

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



PARKS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Licenses and permits				\$ -
Intergovernmental revenues				
Jefferson County-Open Space	4,919	4,919	5,389	470
Recovered costs	876	876	44	(832)
Investment earnings	56	56	180	124
Miscellaneous	266	266	130	(136)
Total revenues	<u>6,117</u>	<u>6,117</u>	<u>5,743</u>	<u>(374)</u>
EXPENDITURES				
Current expenditures:				
Park maintenance	9,905	9,902	9,075	827
Park design	299	299	250	49
Total current expenditures	<u>10,204</u>	<u>10,201</u>	<u>9,325</u>	<u>876</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(4,087)	(4,084)	(3,582)	502
OTHER FINANCING SOURCES (USES)				
Transfers in	3,675	3,675	3,697	22
Transfers out	<u>-</u>	<u>(123)</u>	<u>(160)</u>	<u>(37)</u>
Total other financing sources	<u>3,675</u>	<u>3,552</u>	<u>3,537</u>	<u>(15)</u>
NET CHANGE IN FUND BALANCE	(412)	(532)	(45)	487
FUND BALANCE, BEGINNING	<u>6,101</u>	<u>6,101</u>	<u>6,101</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 5,689</u>	<u>\$ 5,569</u>	<u>\$ 6,056</u>	<u>\$ 487</u>

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



**PROPRIETARY FUNDS
STATEMENT OF NET POSITION
December 31, 2020
(in thousands)**

	Business-Type Activities						Governmental Activities
	Major Funds				Nonmajor Fund	Total Business Type Activities	Internal Service Funds
	Water Fund	Waste-water fund	Storm-water Fund	Golf Course	Food Service		
ASSETS							
CURRENT ASSETS							
Cash and investments	\$ 72,068	\$ 1,348	\$ 7,079	\$ -	\$ -	\$ 80,495	\$ 30,719
Cash with fiscal agent	36,259	-	-	-	-	36,259	-
Accounts receivable, net of allowance for uncollectibles	2,658	2,358	603	54	-	5,673	349
Accrued interest	277	15	26	-	-	318	117
Inventories	261	-	-	184	-	445	298
Prepaid costs	91	6	-	7	2	106	246
Interfund receivable	-	121	-	-	-	121	-
Non-current notes receivable, net of allowance for uncollectibles	-	4,292	-	-	-	4,292	-
Total current assets	111,614	8,140	7,708	245	2	127,709	31,729
NONCURRENT ASSETS							
Advance to Golf Fund	-	1,533	-	-	-	1,533	-
Land, water rights & construction in progress	52,432	5,690	1,312	4,230	-	63,664	-
Property and equipment, net of accumulated depreciation	142,443	52,227	50,900	12,783	700	259,053	13,179
Total non-current assets	194,875	59,450	52,212	17,013	700	324,250	13,179
Total assets	306,489	67,590	59,920	17,258	702	451,959	44,908
DEFERRED OUTFLOWS OF RESOURCES							
Items related to OPEB	17	4	2	6	2	31	5
LIABILITIES							
CURRENT LIABILITIES							
Accounts payable	2,905	873	246	167	91	4,282	1,319
Accrued interest	-	-	-	-	-	-	-
Contracts payable	424	596	-	-	-	1,020	-
Accrued compensated absences	192	67	9	74	27	369	64
Serial bonds payable	-	-	-	-	-	-	-
Claims payable	-	-	-	-	-	-	2,178
Interfund payable	-	-	-	691	176	867	-
Unearned revenue	-	-	35	125	-	160	-
Total current liabilities	3,521	1,536	290	1,057	294	6,698	3,561
NONCURRENT LIABILITIES							
Accrued compensated absences	192	66	9	73	26	366	64
Total OPEB liability	258	64	27	80	28	457	87
Advance from Wastewater Fund	-	-	-	1,533	-	1,533	-
Total non-current liabilities	450	130	36	1,686	54	2,356	151
Total liabilities	3,971	1,666	326	2,743	348	9,054	3,712
DEFERRED INFLOWS OF RESOURCES							
Items related to OPEB liability	16	4	2	5	2	29	5
NET POSITION							
Net investment in capital assets	192,592	56,877	52,212	17,013	700	319,394	13,179
Unrestricted	109,927	9,047	7,382	(2,497)	(346)	123,513	28,017
Total net position	\$ 302,519	\$ 65,924	\$ 59,594	\$ 14,516	\$ 354	\$ 442,907	\$ 41,196
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds						5,855	
Net position of business-type activities (page 27)						\$ 448,762	

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



PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
Year Ended December 31, 2020
(in thousands)

	Business-Type Activities						Governmental Activities
	Major Funds				Nonmajor Fund	Total Business Type Activities	Internal Service Funds
	Water Fund	Waste-water fund	Storm-water Fund	Golf Course	Food Service		
OPERATING REVENUES							
Sales	\$ 27,031	\$ -	\$ -	\$ 1,312	\$ 243	\$ 28,586	\$ -
Service charges & fees	272	12,801	3,855	3,671	-	20,599	11,131
Recovered costs	-	-	71	-	-	71	380
Contributions							
Employer	-	-	-	-	-	-	8,588
Employee	-	-	-	-	-	-	2,514
Retirees and continued benefit individuals	-	-	-	-	-	-	334
Miscellaneous	2,445	-	-	10	34	2,489	1,319
Total revenues	29,748	12,801	3,926	4,993	277	51,745	24,266
EXPENSES							
Operating & maintenance	20,618	10,319	1,582	-	1,380	33,899	-
Administration	937	584	-	5,075	-	6,596	4,907
Insurance premiums	-	-	-	-	-	-	1,805
Uninsured damages & claims	-	-	-	-	-	-	8,584
Repair & maintenance	-	-	-	-	-	-	3,250
Depreciation	4,485	1,482	1,213	592	39	7,811	2,815
Total expenses	26,040	12,385	2,795	5,667	1,419	48,306	21,361
OPERATING INCOME (LOSS)	3,708	416	1,131	(674)	(1,142)	3,439	2,905
NON-OPERATING REVENUES (EXPENSES)							
Investment earnings	2,662	317	226	-	4	3,209	1,031
Gain (loss) on sale of assets	(374)	(662)	-	-	-	(1,036)	123
Interest expense	(72)	-	-	(45)	-	(117)	-
Amortization	104	-	-	-	-	104	-
Total non-operating revenues (expenses)	2,320	(345)	226	(45)	4	2,160	1,154
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	6,028	71	1,357	(719)	(1,138)	5,599	4,059
CAPITAL CONTRIBUTIONS	5,665	1,157	802	-	-	7,624	-
TRANSFERS IN	548	-	37	1,474	39	2,098	1,059
TRANSFERS OUT	(460)	(454)	(1,151)	(407)	-	(2,472)	(530)
CHANGE IN NET POSITION	11,781	774	1,045	348	(1,099)	12,849	4,588
NET POSITION, BEGINNING	290,738	65,150	58,549	14,168	1,453		36,608
NET POSITION, ENDING	\$ 302,519	\$ 65,924	\$ 59,594	\$ 14,516	\$ 354		\$ 41,196
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds						597	
Change in net position of business-type activities (page 29)						\$ 13,446	

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



**PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
Year Ended December 31, 2020
(in thousands)**

	Business-Type Activities						Governmental Activities
	Major Funds				Nonmajor Fund	Total Business Type Activities	Internal Service Funds
	Water Fund	Waste-water fund	Storm-water Fund	Golf Course	Food Service		
Cash flows from operating activities							
Cash received from external customers	\$ 29,571	\$ 13,191	\$ 3,883	\$ 5,062	\$ 396	\$ 52,103	\$ 2,268
Cash received from internal customers	-	-	-	-	7	7	22,233
Cash payments to external suppliers	(14,591)	(8,170)	(673)	(2,448)	(24)	(25,906)	(15,768)
Cash payments to internal suppliers	(1,127)	(449)	(86)	(408)	(102)	(2,172)	(504)
Cash payments to employees for services	(7,317)	(1,537)	(719)	(3,108)	(1,121)	(13,802)	(2,469)
Net cash provided (used) by operating activities	6,536	3,035	2,405	(902)	(844)	10,230	5,760
Cash flows from non-capital financing activities							
Transfers to other funds	(460)	(454)	(1,151)	(407)	-	(2,472)	(30)
Transfers from other funds	548	-	37	1,474	39	2,098	559
Net cash provided (used) by non-capital financing activities	88	(454)	(1,114)	1,067	39	(374)	529
Cash flows from capital & related financing activities							
Capital contributions	4,781	518	-	-	-	5,299	-
Purchase of capital assets	(11,404)	(6,385)	(1,129)	-	(7)	(18,925)	(5,702)
Principal paid on interfund payable	-	-	-	(118)	-	(118)	-
Principal paid on capital debt	(2,175)	-	-	-	-	(2,175)	-
Interest paid on capital debt	(88)	-	-	(45)	-	(133)	-
Receipts from principal paid on interfund payable	-	118	-	-	-	118	-
Receipts from interest paid on interfund payable	-	45	-	-	-	45	-
Proceeds from sale of assets	-	-	-	-	-	-	174
Net cash provided (used) by capital and related financing activities	(8,886)	(5,704)	(1,129)	(163)	(7)	(15,889)	(5,528)
Cash flows from investing activities							
Investment earnings (loss)	2,677	275	229	(2)	6	3,185	1,094
Net cash provided (used) by investing activities	2,677	275	229	(2)	6	3,185	1,094
Net increase (decrease) in cash and cash equivalents	415	(2,848)	391	-	(806)	(2,848)	1,855
Cash and cash equivalents January 1, 2020	107,912	4,196	6,688	-	806	119,602	28,864
Cash and cash equivalents December 31, 2020	108,327	1,348	7,079	-	-	116,754	30,719
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating income (loss)	3,708	416	1,131	(674)	(1,142)	3,439	2,905
Adjustments to reconcile operating income to net cash provided (used) by operating activities:							
Depreciation	4,485	1,482	1,213	592	39	7,811	2,815
(Increase) decrease in account receivable	(267)	(72)	(43)	12	147	(223)	88
(Increase) decrease in notes receivable	-	457	-	-	-	457	-
(Increase) decrease in inventories	-	-	-	8	31	39	(20)
(Increase) decrease in prepaid expenditures	3	-	-	-	-	3	(7)
(Decrease) increase in accrued payroll	(235)	(50)	(24)	(88)	(45)	(442)	-
(Decrease) increase in accounts payable	(1,134)	593	85	(54)	144	(366)	(101)
(Decrease) increase in interfund payable	-	-	-	(779)	-	(779)	-
(Decrease) increase in contracts payable	(21)	188	35	-	-	202	-
(Decrease) increase in claims payable	-	-	-	-	-	-	83
(Decrease) increase in OPEB	-	2	8	(2)	-	8	-
(Decrease) increase in deferred revenue	16	4	-	57	(21)	56	-
(Decrease) increase in accrued benefits	(19)	15	-	26	3	25	(3)
Net cash provided (used) by operating activities	\$ 6,536	\$ 3,035	\$ 2,405	\$ (902)	\$ (844)	\$ 10,230	\$ 5,760
Non-cash investing, capital and financing activities							
Developer contributions	\$ 884	\$ 639	\$ 802	\$ -	\$ -	\$ 2,325	\$ -
Amortization	\$ 104	\$ -	\$ -	\$ -	\$ -	\$ 104	\$ -
Capital assets accounts and contract payable outstanding	\$ 2,283	\$ 1,039	\$ 55	\$ -	\$ -	\$ 3,377	\$ -

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



FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
December 31, 2020
(in thousands)

	Defined Benefit Police Pension	Custodial Funds
Assets		
Pooled cash and investments	\$ 431	\$ 1,329
Money market	7	7
Accrued interest	2	5
Total current assets	<u>440</u>	<u>1,341</u>
Total Assets	<u><u>440</u></u>	<u><u>1,341</u></u>
Liabilities		
Current Liabilities		
Accounts Payable	<u>-</u>	<u>62</u>
Total current liabilities	<u>-</u>	<u>62</u>
Total liabilities	<u>-</u>	<u>62</u>
NET POSITION RESTRICTED FOR		
Pensions	440	-
Individuals, organizations, and other governments	<u>-</u>	<u>1,279</u>
Total net position	<u><u>\$ 440</u></u>	<u><u>\$ 1,279</u></u>

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



FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
Year Ended December 31, 2020
(in thousands)

	Defined Benefit Police Pension	Custodial Funds
ADDITIONS		
Investment income	\$ 14	\$ 43
Contribution	<u>12</u>	<u>2,093</u>
Total additions	<u>26</u>	<u>2,136</u>
DEDUCTIONS		
Program costs	-	1,986
Benefits paid	<u>29</u>	<u>-</u>
Total deductions	<u>29</u>	<u>1,986</u>
INCREASE (DECREASE) IN FIDUCIARY NET POSTION	(3)	150
Net position, January 1 as previously reported	443	-
Restatement for adoption of GASB 84	<u>-</u>	<u>1,129</u>
Net position, January 1 as restated	443	1,129
Net position, December 31	<u>\$ 440</u>	<u>\$ 1,279</u>

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

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Notes to the Financial Statements

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1. Summary of Significant Accounting Policies

This is a summary of significant accounting policies for the City of Arvada, Colorado 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.

A. Financial Reporting Entity

The City of Arvada is a political subdivision of the State of Colorado, located in Jefferson and Adams Counties in the northwest quadrant of the greater Denver, Colorado, metropolitan area. The population of the City is approximately 124,785. The City, incorporated in 1904, provides general government; police services; water; sewer, stormwater; golf; park maintenance; food service; and various trust and custodial functions in a fiduciary capacity. The City does not provide fire protection, public education, or solid waste services.

An elected mayor and six-member council govern the City. As required by accounting principles generally accepted in the United States of America (US GAAP) these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the City's operations and data from these units are combined with data of the City. The discretely presented component units, on the other hand, are reported in separate columns in the government-wide statements to emphasize they are legally separate from the City. Each blended and discretely presented component unit has a December 31 year-end.

Blended Component Units

Arvada Housing Authority (Special Revenue Fund) – The Authority administers funds received for rent subsidy to low/moderate income households under Section 8 of the U.S. Housing Assistance Payment Program. The City provides all administrative support to the Authority. The Authority, a legally separate entity, is governed by a Board of Directors, which consists of all current members of the Arvada City Council. Separate audited financial statements for the Arvada Housing Authority are not prepared.

Arvada Economic Development Association (AEDA) (Special Revenue Fund) - AEDA was established to encourage and stimulate all forms of economic development, commercial and industrial. The services provided by AEDA benefit both the City and citizens by providing information and services to existing and prospective businesses and industries. Funding for AEDA consists of compensation from the City for services it renders the City and its citizens. The City also has operational responsibility for AEDA. A Board of Directors appointed by City Council governs AEDA.

Police Defined Benefit Pension Plan (Fiduciary Fund) - The single employer defined benefit pension plan covers the uniformed police officers who did not elect to participate in the Defined Contribution Police Plan that became effective January 1, 1986. One fully vested participant remains in the Defined Benefit Plan as of December 31, 2020. Funding for the plan consists of contributions from the City and investment earnings. The City also has operational responsibility for the Plan.

Discrete Component Units

Arvada Urban Renewal Authority (AURA) – AURA is reported in a separate column as a discretely presented component unit to emphasize that it is legally separate from the City.

AURA was created by Ordinance No. 1717 under the Colorado Urban Renewal Law and was approved by the voters on March 3, 1981. Its purpose is to develop, redevelop or rehabilitate blighted areas of the City. AURA currently has five active project areas, Ralston Fields, Jefferson Center Metropolitan District (JCMD), Village Commons, Olde Town Station and Northwest Arvada. The governing body of the AURA is a commission of seven members, appointed by the Mayor and approved by City Council for staggered terms of five years. AURA's annual budget must be approved by the City Council and the City provides administrative support to AURA.

The City has implemented GASB Statement 61, *The Financial Statement Reporting Entity: Omnibus- An Amendment of GASB Statements No. 14 and No. 34*, and we believe that AURA is included as a discrete component unit in the City's financial statements because of the City's ability to appoint AURA's governing authority and approve the budget and its revision, however, the City does not have any responsibilities to fund AURA operating deficiencies or deficits.

Separate audited financial statements for AURA may be obtained from the City.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the non-fiduciary activities of the City and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the City is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and trust fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

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

Taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

C. Financial Statement Presentation

The accounts of the City are organized and operated on the basis of funds, each of which is considered a separate accounting entity. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets and deferred outflows of resources, liabilities and deferred inflows of resources, fund balance/net position, revenues and expenditures or expenses as appropriate. The various funds are summarized by type within the financial statements.

The City reports the following major governmental funds:

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

The Community Development Fund accounts for all entitlements, revenues and expenditures of the Community Development Block Grants (CDBG) program, the Home Rehabilitation program and Essential Home Repairs program and is a special revenue fund.

The Parks Fund accounts for costs associated with the acquisition, design, development, maintenance and beautification of parks, open space and trails within the City and is a special revenue fund. Revenues are derived from the City's General Fund, Grants Fund, Lands Dedicated Funds and Jefferson County Open Space funds.

The General Capital Projects Fund accounts for all major capital projects of the City. Appropriations are not restricted to a fiscal year. Sources of revenue to this fund are transfers from the General and other funds, interest earned, transfers from Jefferson County Open Space funds and contributions by developers and government grants.

The Construction Fund accounts for proceeds from the Series 2016 Certificates of Participation issue and the Sales and Use Tax Revenue Bonds Series 2019. The funds will be used for the reconstruction and widening of West 72nd Avenue and Indiana Street and to expand the existing West Woods Golf Clubhouse, reconstruction and widening of Ralston Road from Yukon Street to Garrison Street and the reconstruction and railroad underpass on West 72nd Avenue from Kipling Street to Simms Street.

The City reports the following major proprietary funds:

The Water Fund accounts for all activity within the scope of water utility operations. Water service is available within the City limits and is extended to some residents of the county and adjacent cities. All activities necessary to provide such service are accounted for in this fund, including administration, operations, capital water projects, maintenance, financing and related debt service, and billing and collection.

The Wastewater Fund accounts for all activities necessary in the collection, transmission, and disposal of sewage and wastewater. It includes administration, operations, capital maintenance, financing and billing and collection.

The Stormwater Fund accounts for all activities necessary to maintain a stormwater management plan. It includes administration, operations, capital maintenance and billing and collection.

The Golf Course Fund accounts for all the operation and maintenance of the City's two golf courses and restaurants at each location. Revenues are derived from golf sales and restaurant sales.

Government fund and proprietary fund types that do not meet the criteria of major funds have been summarized and presented as other governmental or proprietary funds within the fund financial statements.

Additionally, the City reports the following fund types:

Internal Service Funds are used to account for the City's fleet and information technology replacement, risk management insurance program, self-funded medical and dental insurance, printing services and building and fleet maintenance services.

The City reports the following fiduciary funds:

The Pension Trust Fund is used to account for the City's defined benefit police pension trust to provide retirement benefits for one retiree that did not elect to join the new plan formed in 1986.

Custodial Funds are used to account for monies held for the Ralston House, a local 501(c)(3) not-for-profit agency to which the City of Arvada provides accounting and investing services and monies held for Jefferson Parkway Public Highway Authority (JPPHA), a municipal corporation formed to facilitate the financing, construction, operation, and maintenance of a public highway located on the northern and western perimeters of the Denver metropolitan area which the City of Arvada provides accounting and investing services.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are the charges between the City's enterprise operations and various other functions. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

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

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position

1) Deposits and Investments

The City's cash and cash equivalents include amounts that are readily convertible to known cash and are not subject to significant risk from changes in interest.

The City pools cash resources of most funds to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as part of the City's investments.

Cash overdrafts from pooled cash and investments are reported as an interfund receivable/payable.

Colorado statutes require that the City use an eligible public depository as defined by the Public Deposit Protection Act (PDPA). Under the Act, the depository is required to pledge a pool of eligible collateral having a market value at all times equal to at least 102% of the aggregate public deposits held by the depository not insured by Federal Depository Insurance. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. Each institution designated as a public depository can be assessed a portion of the losses of a public entity's deposits in a failed public depository. Thus, all public deposits are fully collateralized. Eligible collateral as defined by the Act primarily includes obligations of, or guaranteed by, the U.S. Government, the State of Colorado or any subdivision thereof and obligations evidenced by notes received by first lien mortgages or deeds of trust on real property.

Investments in local government investment pools are reported at the net asset value per share which is determined based upon how the fund is valued (i.e. fair value or amortized cost). All other investments are reported at fair value. For cash and cash equivalents, the fair value approximates the carrying value. For long-term investments, fair value is determined via dealer quotes. The City considers all investments with original maturities at three months or less to be cash equivalents.

2) Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". On the Statement of Net Position, residual balances between governmental and business type activities are reflected as internal balances.

Receivables are shown net of an allowance for uncollectibles, where applicable.

Property taxes attach an enforceable lien on the property as of January 1 and are levied on the following January 1. Taxes are payable the following year in one installment made on or before April 30, or in two installments made on or before February 28 and June 15. The assessments and collections are made by Jefferson County and Adams County and are remitted monthly to the City. City property tax revenues certified in December are recorded as a receivable and an offsetting deferred inflow of resources.

The City records non-current receivables for interfund and other long-term notes on the Statement of Net Position of its Proprietary Fund Types. Within the governmental funds, all non-current receivables are fully offset by deferred inflow of resource if the payment resulting in the receivable was originally recorded as an expenditure. Non-current receivables and other long-term notes are shown on the statement of net position of the government-wide statements, net of allowance.

3) Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method with the exception of the City's central supply inventory which is valued at average cost. The cost of inventories is recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid costs in both government-wide and fund financial statements. The consumption method is used to recognize expense in the period service is provided.

4) Restricted Assets

The City first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available. Certain assets of the Community Development Block Grant special revenue fund are restricted because their use is completely restricted by grant agreements.

5) Capital Assets

Capital assets which include property, plant, equipment, and all infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements and in the Proprietary funds in the fund financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical costs or estimated historical cost if purchased or constructed. Donated assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value.

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

Capital assets other than land and water rights are depreciated. Depreciation is computed using the straight-line method with estimated useful lives as follows:

<u>Assets</u>	<u>Years</u>
Buildings	50
Road system infrastructure	25
Other improvements	20
Other infrastructure	8-50
Equipment	5-10
Vehicles	3-5

6) Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. No liability is reported for unpaid accumulated sick leave since benefits are not paid upon termination. Vacation pay is accrued when earned in the government-wide and proprietary fund financial statements. The compensated absences are only reported in governmental funds if they are due. Compensated absences of the governmental activities are expected to be liquidated primarily with revenues of the General Fund.

7) Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Debt premiums and discounts are deferred and amortized over the life of the debt using the straight line method. Debts payable are reported net of the applicable debt premium or discount.

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

8) Deferred Inflows and Outflows of Resources

A deferred inflow of resources is an acquisition of net position that is applicable to future reporting periods. A deferred outflow of resources is a consumption of net position that is applicable to future reporting periods. Deferred outflows of resources include items related to the Police Defined Benefit pension plan, items related to OPEB liability, and deferred loss on debt refunding and is included in the government wide statements but not in the fund statements.

Under the modified accrual basis of accounting, revenues and other fund financial resources are recognized in the period in which they become measurable and available. Assets recorded in the fund financial statements in which revenues are not available are recorded as a deferred inflow of resources. Property tax receivables are reported as a deferred inflow of resources when levied in both the government-wide and fund statements.

Deferred inflows of resources also include non-current grants and notes receivable that are unavailable in the fund statements but are recognized as revenue in the government-wide statements.

9) Fund Balance

The City previously adopted the standards of Governmental Accounting Standards Board Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54). This Statement defines the different types of fund balances that a governmental entity must use for financial reporting purposes. The classifications are designed based on the relative strength of the constraints that control how specific amounts can be spent, or the inability to be spent such as inventories and prepaids. When expenditures are incurred that use funds from more than one classification, the City will generally determine the order which the funds are used on a case-by-basis, taking into account any application requirements or grant agreements, contracts, business circumstances or other constraints. If no other constraints exist, the order of spending of resources will be restricted, committed, assigned and lastly, unassigned.

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

1. **Nonspendable** – fund balance associated with inventories, prepaids, long-term loans and notes receivable (unless the proceeds are restricted, committed or assigned).
2. **Restricted** – fund balance that can be spent only for specific purposes stipulated by constitution, external resource providers or through enabling legislation.
3. **Committed** – fund balance that is subject to a purpose constraint imposed by formal action of the City Council. The City Council is the highest level of decision-making authority for the City. Commitments may be established, modified or rescinded through resolutions and ordinances approved by the City Council, both require the same level of action to add or remove the constraint.
4. **Assigned** – fund balance that is intended for use established by the City, but are not considered restricted or committed. The financial policies and guidelines authorize the assignment of fund balances by informal action of City Council (no ordinance or resolution) or by the City Manager.
5. **Unassigned** – fund balance that is the residual classification that does not meet any of the other classifications and is used for the General Fund. The General Fund is the only fund that reports a positive unassigned fund balance. Other governmental funds do not show a positive unassigned fund balance, however if expenditures incurred for specific purposes exceed amounts that are restricted, committed, or assigned to those purposes it may be necessary to show a negative unassigned fund balance in governmental funds other than the General Fund.

The following table illustrates the current fund balance amounts associated with each major fund and the non-major funds in the aggregate:

Fund Balances:	General Fund	Community Development Fund	Parks Fund	Capital Projects Fund	Construction Fund	Other Governmental Funds	Total Governmental Funds
Nonspendable:							
Inventories	\$ 366	\$ -	\$ 7	\$ -	\$ -	\$ -	\$ 373
Prepaid	197	-	21	-	-	8	226
Total Nonspendable	563	-	28	-	-	8	599
Restricted:							
Conservation Trust	-	-	-	-	-	1,072	1,072
Voter restricted sales tax - police	-	-	-	-	-	14,028	14,028
Seizure Funds	-	-	-	-	-	532	532
Emergencies - Tabor	3,273	41	172	251	49	516	4,302
Community Development	-	2,605	-	-	-	546	3,151
Housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	625	625
Lands Dedicated	-	-	-	3,106	-	-	3,106
Adams County Open Space	-	-	-	115	-	-	115
Adams County Transportation	-	-	-	273	-	-	273
Park Development Fees	-	-	-	1,675	-	-	1,675
Capital - Parks	-	-	-	1,190	-	-	1,190
Capital - Streets	-	-	-	427	72,780	-	73,207
Capital - Traffic	-	-	-	-	-	-	-
Total Restricted	3,273	2,646	172	7,037	72,829	17,319	103,276
Committed							
Capital - General	-	-	-	3,637	-	-	3,637
Capital - Parks	-	-	-	602	-	-	602
Capital- Technology	-	-	-	84	-	-	84
Capital - Streets	-	-	-	2,726	-	-	2,726
Capital - Traffic	-	-	-	17,703	-	-	17,703
Total Committed	-	-	-	24,752	-	-	24,752
Assigned							
Capital - General	-	-	-	51	-	-	51
Capital - Parks	-	-	-	718	-	-	718
Capital - Streets	-	-	-	1,330	-	-	1,330
Capital - Traffic	-	-	-	395	-	-	395
Capital - Technology	-	-	-	90	-	-	90
Construction	-	-	-	-	-	-	-
Community Development	-	3,415	-	-	-	-	3,415
Parks	-	-	5,856	-	-	-	5,856
2021 Budget	2,565	-	-	-	-	-	2,565
Escrows	133	-	-	-	-	-	133
Total Assigned	2,698	3,415	5,856	2,584	-	-	14,553
Unassigned	41,077	-	-	-	-	-	41,077
Total Fund Balances	\$ 47,611	\$ 6,061	\$ 6,056	\$ 34,373	\$ 72,829	\$ 17,327	\$ 184,257

10) Net Position

Net position represents the difference between assets plus deferred outflows of resources, and liabilities plus deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or construction of improvements of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restriction imposed by creditors, grantors, laws, or regulations of other governments.

In November, 1992, Colorado voters passed Article X, Section 20 to the State Constitution, described in Note 2C. The Amendment requires that a percentage of fiscal year spending, excluding bonded debt service, be legally restricted to be used for declared emergencies only. This amount is reflected on the government-wide statement of net position as net position – restricted for emergencies. The amendment requires a three percent emergency reserve at December 31, 1995 and thereafter. An emergency is defined in the Amendment as an event, which excludes economic conditions, revenue shortfalls, salary or fringe benefit increases.

11) Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

2. Stewardship, Compliance and Accountability**A. Budgetary Information**

Annual budgets are adopted on a basis consistent with US GAAP for all governmental funds except the capital projects and construction funds. All other annual appropriations lapse at fiscal year-end. The General Fund expenditures are budgeted on a non-GAAP basis due to the allocation of internal transfers. Proprietary Funds are budgeted on a non-GAAP basis due to the budgeting of capital outlay and not depreciation. Budgetary financial statements do not include the Capital Projects Fund or Construction Fund because the projects accounted for in these funds often span multiple years. Budgets are also not adopted for the Fiduciary funds, the Arvada Medical internal service fund and the Arvada Economic Development Association Fund.

Not less than sixty days prior to the first day of the next fiscal year, Council adopts the City budget by resolution and the annual appropriation by ordinance. The City prepares a combination line item and program budget, but the level of control is at the fund level which is the amount approved by ordinance. For budgetary, appropriation and reporting purposes, interfund transfers are considered to be revenues or expenditures.

Both the adopted budget and the level of appropriation (by fund) can be amended during the budget year. This action requires Council approval in the form of a resolution for a budgetary amendment and by ordinance requiring a public hearing for an increase in appropriations. Intrafund budgetary transfers between departments within a fund can be accomplished with the approval of the Manager.

B. State Constitutional Amendment

On November 3, 1992, the voters of the State approved Article X, Section 20 to the State Constitution (the Amendment) limiting growth of public entities and their ability to borrow and tax.

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10% of its annual revenue in grants from all state and local governments combined, are excluded from the provisions of the Amendment. The City's management is of the opinion that its Water, Wastewater, Stormwater, Golf and Food Service operations qualify for this exclusion.

The initial revenue base is 1992 fiscal year spending. Future revenue limits are determined based upon the prior year's fiscal year spending adjusted for a growth factor based upon inflation and changes in the actual value of real property within its boundaries. Excluded revenues such as gifts and federal funds are not used to calculate the limit. Revenue in excess of the limit must be refunded unless the voters approve retention of such revenue.

On November 5, 1996, the qualified electors of the City approved Resolution R-96-127, which reads as follows:

Without creating any new tax or increasing any current taxes, shall the City of Arvada be permitted, in 1996 and each year thereafter, to retain and spend City revenues in excess of the spending, revenue raising, or other limits in Article X, Section 20 or the Colorado Constitution, utilizing such revenues for public safety, municipal services, transportation and other public improvements, parks and recreational facilities, and any other lawful public purpose?

The Amendment requires, with certain exceptions, voter approval prior to imposing new taxes, increasing a tax rate, imposing a mill levy that will produce property tax revenue in excess of the amount collected in the previous year adjusted by the growth factor, extending an expiring tax, or implementing a tax policy change which directly causes a net tax revenue gain.

Except for bond refinancing at lower interest rates or adding employees to existing pension plans, the Amendment specifically prohibits the creation of multiple fiscal year debt or other financial obligations without voter approval and without irrevocably pledging present cash reserves for all future payments.

The City believes it is in compliance with the requirements of the Amendment. However, due to the broad general terms of the Amendment, the City has been required to make certain interpretations of the Amendment's language in order to determine its compliance. Ultimately, the courts may be required to determine the appropriate interpretations of the Amendment's terms and provisions.

3. Detailed Notes on Funds and Account Balances

A. Deposits and Investments

As of December 31, 2020, the City's cash deposits had a carrying value of \$10,560,712. The bank balances were \$17,101,879 of which \$1,140,275 was covered by federal deposit insurance and \$15,961,604 was collateralized with securities held by the pledging financial institution's trust department or agent in the City's name. Cash with fiscal agent had a balance of \$36,258,693. These funds are held in escrow for the Gross Reservoir Enlargement project with Denver Water. These funds are invested in instruments which follow the City's investment policies and procedures.

Investment policies are governed by the City's investment policies and procedures and State Statutes. Investments of the City and AEDA may include:

- Local government investment pools authorized under the laws of the State of Colorado whose investment policy closely mirrors that of the City.
- Direct obligations of the United States government, including such instruments as Treasury Bills, Treasury Notes, Treasury Bonds, Export Import Bank issues, Farmers Home Administration Insured Notes, certain scaled discount notes, and certain relatively short-term securities issued by the Government National Mortgage Association.
- Obligations of certain U.S. Government agencies, including but not limited to such instruments as Federal Home Loan Bank debt, Federal National Mortgage Association debt, certain scaled discount notes, and/or certain short-term Federal Farm Credit debt.
- Purchases of the direct or agency securities mentioned above, under the terms of a repurchase agreement or in support of a City "Sweep Account" which meet the City's procedures for the delivery, possession and safekeeping of investment securities.
- Repurchase agreements
- Commercial paper and certificates of deposits
- AAA-rated money market funds

Interest Rate Risk

The City's investment policy does not specifically address Interest Rate Risk. The State Statutes require 3 or 5 years depending on the investment. In practice, the City does not purchase any investments with a maturity of longer than 5 years with all "money market instruments" having a maturity of one year or less. The City assumes its investments will be held to maturity and callable investments may or may not be called.

Credit Risk

The City's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The State Statutes specify rating requirements depending on the investment. All corporate bonds have AA or higher ratings.

Concentration of Credit Risk

As a means of limiting its exposure, the City's total investment in any specific money market or mutual fund shall not exceed 10% of the total assets of such fund class. At December 31, 2020, the City's investments in the Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC), Federal National Mortgage Association (FNMA), Federal Farm Credit Bank (FFCB), and Federal Agricultural Mortgage Corporation (FAMC) are 7.52%, 8.61%, 13.07%, 5.38% and 4.17% of total investments, respectively.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City's investment policy requires commercial banks and savings and loan associations to be eligible public depositories within the meaning of the Colorado Revised Statutes of PDPA and S&L PDPA. The depositories will also have to possess overall financial strength, capitalization and liquidity to ensure the safety and availability of such monies. The assessment of this overall financial strength shall be made applying generally accepted industry standards (i.e. capital requirements, asset quality, earnings and liquidity) using available public agency and private rating services as appropriate.

Local Government Investment Pools

The City utilizes three local government investment pools for investment, when a high degree of liquidity is prudent. The three pools are the Colorado Local Government Liquid Asset Trust (COLOTRUST), The Colorado Surplus Asset Fund Trust (CSAFE), and the Colorado Statewide Investment Program Trust (CSIP), collectively, the Trusts. COLOTRUST and CSIP are local government investment pools with a stable net asset value (NAV) and its NAV is measured at fair value per share. CSAFE is considered a qualifying external investment pool under GASB Statement No. 79, *Certain External Investment Pools and Pool Participants* and its NAV is measured at amortized cost per share. The State Securities Commissioner administers and enforces all State statutes governing the Trusts. The Trusts operate similarly to a money market fund and each share is equal in value to \$1.00, although not guaranteed. Investment objectives and strategies focus on safety, liquidity, transparency, and competitive yields through investment in a diversified portfolio of short-term marketable securities. The Trusts may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities, certain obligations of U.S. government agencies and highly rated commercial paper. A designated custodial bank serves as custodian of the Trusts' portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodians' internal records segregate investments owned by the Trusts. The Trusts do not have any limitations or restrictions on participant withdrawals.

Cash and Investments reported on the financial statements as of December 31, 2020 (in thousands):

Cash and Investments	\$ 295,297
Cash with Fiscal Agent – restricted cash	36,259
Restricted Cash	<u>2,606</u>
Total per Statement of Net Position	334,162
Custodial Funds	1,336
Police Pension Defined Benefit	<u>438</u>
Total Financial Statement Cash & Investments	<u>\$ 335,936</u>
Carrying value of cash	\$ 10,560
Cash with Fiscal Agent	36,259
Fair market value of investments	<u>289,117</u>
Total value cash and investments	<u>\$ 335,936</u>

AURA Investment Policy

AURA is required to comply with State statutes which specify instruments meeting defined rating, maturity, and concentration risk criteria in which units of local government may invest. In addition, AURA has an investment policy in which seeks to ensure the preservation of capital in the overall portfolio.

Per AURA's investment policy, funds of AURA may be invested in:

- U.S. Treasury Securities
- Obligations of the U.S. Government agencies (including FDIC and FSLIC insured transactions up to \$100,000)
- Certificates of deposit and other evidences of deposit or investment at banks, savings and loan associations and other state or federally regulated financial institutions subject to PDPA (5%) and a minimum net worth of any bank of \$10,000,000 and a minimum net worth of any savings and loan association of \$15,000,000
- Repurchase agreements made in compliance with Revised Colorado State Statute 24-36-113. Repurchase collateral will be perfected and delivered to the Trustee. Repurchase agreements must be collateralized at a minimum of 100% of the purchase price of the repurchase agreement and market-to-market on a weekly basis. All repurchase agreements shall be evidenced by a master repurchase agreement between AURA and securities dealer.
- Money market funds. Investments with any financial institutions which have appeared in any published watch list during a 12-month period preceding the investment date in an amount greater than \$100,000 is specifically prohibited.

AURA's investment policy follows State statutes, but places additional limits on investment maturities and custodial credit risk.

Interest Rate Risk – AURA's investment policy limits the maturity of investment instruments or fixed-income securities to a maximum of three years except for reserve funds which are invested subject to agreements tailored to bond indentures, when applicable.

Credit Risk – State statutes limit investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with Rule 2a-7, and either have assets of one billion

dollars or the highest rating issued by a nationally recognized organization that regularly rates such obligations. At December 31, 2020, AURA's investment in the Dreyfus Government Cash Management money market fund of \$358,219 was rated AAA by Moody's and have a weighted average maturity of less than one year.

Custodial Credit Risk – AURA's investment policy requires that investments be placed with two or more financial institutions and in such amounts or proportions of total investments or assets as may be reasonable and prudent.

Concentration of Credit Risk – State statutes generally do not limit the amount AURA may invest in one issuer.

At December 31, 2020, the Authority invested in CSIP's Term Portfolio \$1,055,579, an investment vehicle established for local government entities in Colorado pursuant to Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. CSIP operates similarly to a money market fund and each share is equal to \$1.00. The value of the position in the pool is the same as the value of the pool shares. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pool. The Authority's investment in CSIP is rated AA+ by Fitch Ratings. CSIP is routinely monitored by the Colorado Division of Securities with regard to operations and investments.

Fair Value of Investments

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

- Level 1: Quoted (unadjusted) prices in active markets or an identical asset or liability at the measurement date
- Level 2: The market approach technique is utilized using quoted prices of securities with similar characteristics or independent asset pricing services.
- Level 3: Unobservable inputs for an asset or liability

The City has the following fair value measurements as of December 31, 2020:

Investment by fair value level	Fair Value	Fair Value Measurements		
		Level 1	Level 2	Level 3
US Treasuries	\$ 65,096,533	\$ 65,096,533	\$ -	\$ -
US Agency Securities	112,013,569	-	112,013,569	-
Corporate Bonds	52,300,784	-	52,300,784	-
Municipal Bonds	20,128,665	-	20,128,665	-
Negotiable Certificates of Deposit	1,101,378	-	1,101,378	-
Total Investments by fair value level	250,640,929	65,096,533	185,544,396	-
Local Government Investment Pool - CSIP	24,441,007			
Local Government Investment Pool - COLOTRUST	14,016,392			
Local Government Investment Pool - CSAFE	18,626			
	38,476,025			
	<u>\$ 289,116,954</u>			

As of December 31, 2020, the City had the following investments and maturities:

Asset Category	Credit Quality	Fair Value	Investment Maturities					% of total
			<= 1 year	>1 yr and <= 2 yrs.	>2 yrs and <= 3 yrs.	>3 yrs and <= 4 yrs.	>4 yrs and <= 5 yrs.	
Local Government Investment Pool Trust Funds	AAA	\$ 38,476,025	\$ 38,476,025	\$ -	\$ -	\$ -	\$ -	13.31%
U.S. Treasuries		\$ 65,096,533	38,681,231	8,749,761	10,212,845	5,355,455	2,097,241	22.52%
U.S. Agencies								
FFCB		\$ 15,559,580	4,020,980	-	-	7,398,400	4,140,200	5.38%
FHLB		\$ 21,729,177	4,030,080	3,091,350	3,005,070	4,628,829	6,973,848	7.52%
FHLMC		\$ 24,880,465	-	860,232	7,206,203	5,997,750	10,816,280	8.61%
FNMA		\$ 37,777,537	-	7,214,310	2,676,333	5,036,745	22,850,149	13.07%
FAMC		\$ 12,066,810	9,061,290	-	-	-	3,005,520	4.17%
Subtotal for U.S. Agencies		112,013,569	17,112,350	11,165,892	12,887,606	23,061,724	47,785,997	
Negotiable Certificates of Deposit	AA	\$ 1,101,378	-	1,101,378	-	-	-	0.38%
Corporate Bonds	AA+	\$ 52,300,784	4,541,850	12,505,872	11,082,641	16,801,422	7,368,999	18.09%
Municipal Bonds	AA+	\$ 20,128,665	-	986,416	4,716,740	6,890,568	7,534,941	6.96%
Total for all Asset Categories		<u>\$ 289,116,954</u>	<u>\$ 98,811,456</u>	<u>\$ 34,509,319</u>	<u>\$ 38,899,832</u>	<u>\$ 52,109,169</u>	<u>\$ 64,787,178</u>	
			34.17%	11.94%	13.45%	18.02%	22.41%	100.00%

As of December 31, 2020 AURA's cash deposits and had carrying values of \$5,098,404. The bank balances were \$5,169,405 of which \$604,455 was covered by the federal deposit insurance and \$4,564,950 was collateralized with securities held by the pledging financial institution's trust department or agent in AURA's name.

B. Capital Assets

A summary of changes in capital asset activity for the year ended December 31, 2020 follows (in thousands):

	Balance January 1, 2020	Additions	Retirements	Transfers To (From) CIP	Balance December 31, 2020
Primary Government:					
Governmental activities					
Capital assets not being depreciated:					
Land	\$ 55,990	\$ -	\$ -	\$ -	\$ 55,990
Construction in progress	53,403	24,231	(2,058)	(44,654)	30,922
Total capital assets, not being depreciated	109,393	24,231	(2,058)	(44,654)	86,912
Capital assets, being depreciated:					
Buildings	50,810	-	(84)	-	50,726
Improvements other than buildings	126,903	188	-	44,601	171,692
Equipment & vehicles	37,077	6,003	(894)	53	42,239
Infrastructure	454,371	5,860	-	-	460,231
Total capital assets being depreciated	669,161	12,051	(978)	44,654	724,888
Less accumulated depreciation for:					
Buildings	(22,301)	(1,007)	84	-	(23,224)
Improvements other than buildings	(49,360)	(5,771)	-	-	(55,131)
Equipment & vehicles	(23,028)	(3,466)	779	-	(25,715)
Infrastructure	(311,096)	(8,684)	-	-	(319,780)
Total accumulated depreciation	(405,785)	(18,928)	863	-	(423,850)
Total capital assets, being depreciated, net	263,376	(6,877)	(115)	44,654	301,038
Governmental activities capital assets, net	\$ 372,769	\$ 17,354	\$ (2,173)	\$ -	\$ 387,950
Business-type activities					
Capital assets not being depreciated:					
Water rights	\$ 31,603	\$ -	\$ -	\$ -	\$ 31,603
Land	8,168	-	-	-	8,168
Construction in progress	11,472	14,889	-	(2,468)	23,893
Total capital assets, not being depreciated	51,243	14,889	-	(2,468)	63,664
Capital assets, being depreciated:					
Buildings	21,503	-	-	-	21,503
Improvements other than buildings	352,022	6,322	(2,046)	2,468	358,766
Equipment & vehicles	4,174	40	-	-	4,214
Infrastructure	7,155	-	-	-	7,155
Total capital assets being depreciated	384,854	6,362	(2,046)	2,468	391,638
Less accumulated depreciation for:					
Buildings	(9,735)	(432)	-	-	(10,167)
Improvements other than buildings	(111,526)	(7,074)	1,011	-	(117,589)
Equipment & vehicles	(3,183)	(162)	-	-	(3,345)
Infrastructure	(1,341)	(143)	-	-	(1,484)
Total accumulated depreciation	(125,785)	(7,811)	1,011	-	(132,585)
Total capital assets, being depreciated, net	259,069	(1,449)	(1,035)	2,468	259,053
Business-type activities capital assets, net	\$ 310,312	\$ 13,440	\$ (1,035)	\$ -	\$ 322,717

Depreciation expense was charged to functions/programs of the primary government as follows (in thousands):

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
General government	\$ 5,862	\$ -
Public safety – police & judicial	312	-
Public works	9,058	-
Parks	555	-
Culture	326	-
Internal Service	2,815	-
Water	-	4,485
Wastewater	-	1,482
Stormwater	-	1,213
Golf	-	592
Food	-	39
Total depreciation expense	<u>\$ 18,928</u>	<u>\$ 7,811</u>

C. Construction Commitments

The City has active construction projects as of December 31, 2020. The projects include streets, general construction and water, and wastewater system projects. At year end the City's commitments with contractors are as follows (in thousands):

	<u>Project Spent-to-Date</u>	<u>Remaining Commitment</u>
Streets construction	\$ 16,185	\$ 1,547
General Construction	8,039	731
Wastewater System	5,828	2,229
Water system	<u>5,078</u>	<u>10,092</u>
Total	<u>\$ 35,130</u>	<u>\$ 14,599</u>

D. Interfund Transactions

There were two “interfund receivable” and “interfund payable” balances and one “advance to” and “advance from” as of December 31, 2020. The Wastewater Fund loaned the Golf Fund \$2,000,000 for the construction of an irrigation system at Westwoods Golf Course. The loan is for 15 years at 2.5% interest with semi-annual interest and principal payments beginning in June, 2018. The balance as of December 31, 2020 was \$1,653,720. This transaction has been eliminated in the presentation of the Government-Wide financial statements but appears in the proprietary funds financial statements. The Golf Fund owes the General Fund \$570,046 and the Food Service Fund owes the General Fund \$176,167 for expenditures to be repaid, which accounts for the two “interfund receivable” and “interfund payable”.

Transfers to/from other funds for the year ended December 31, 2020 were as follows (in thousands):

Fund	Transfers In	Transfers Out
General Fund	\$ 35	\$ 12,647
Community Development Fund	45	35
Parks Fund	3,697	160
Capital Projects Fund	8,164	1,231
Construction Fund	31	-
Non-major Governmental Funds	2,063	117
Water Fund	548	460
Wastewater Fund	-	454
Stormwater Fund	37	1,151
Golf Course Fund	1,474	407
Food Service Fund	39	-
Internal Service Funds	1,059	530
Total	\$ 17,192	\$ 17,192

The General Fund transfers out include support transfers to Parks, Community Development, Food Service, Water, Stormwater, Golf Course Funds, and Buildings Fund. Capital transfer to the Capital Projects Fund, debt transfers to the COP Fund, and transfers to the Vehicles internal service for the purchase of vehicles.

The Community Development Fund transfer in is from the General Fund to support operations and the transfers out are to the Housing Fund to offset administrative costs.

The Parks Fund transfer in is from the General Fund to support operations. The transfer out is to the Vehicle Internal Service Fund to purchase vehicles.

This year the General, Gants, Vehicles, Stormwater and Water Funds made transfers into the Capital Projects Fund. The transfer out was to the Construction fund and Golf Course fund.

The Construction Fund transfer in was from the Capital Project fund for construction projects.

The Water Fund transfer out was to the Vehicle Fund for the purchase of vehicles and to the Capital Project fund for non-enterprise assets. The transfers in are from the General Fund, Wastewater and Stormwater Funds in support of administrative expenses.

The Wastewater Fund transfers out are to the Water Fund for administrative expenses and the Vehicle fund for vehicle purchases.

The Stormwater Fund transfers out are to the Water Fund for administrative expenses, the Bond Funds for debt service payment on the 2015 Certificates of Participation, and the Capital Projects Fund for non-enterprise assets. The transfer in is from the General Fund to support of administrative expenses.

The Golf Course Fund transfers in are from the General Fund to support administrative expenses. The transfers out are to the Bond fund for the payment of 2016 Certificates of Participation and to the Vehicle Fund for the purchase of a vehicle.

The Food Service Fund transfers in are from the General Fund to support operations.

The Internal Service Funds transfers in are in support of vehicle purchases and support for the emergency efficiency project in the Buildings fund. Transfers out are for Capital Projects Fund and to the Vehicles Fund for the purchase of a vehicle.

E. Long-Term Debt

Revenue Bonds

Governmental Activities

Series 2015A and 2015B Certificates of Participation- Direct Placement

On January 22, 2015 the City advance refunded \$11,300,000 of 2005 Certificates of Participation with the issuance of \$7,880,000 of Refunding Certificates of Participation Series 2015A and \$3,940,000 taxable Refunding Certificates of Participation Series 2015B in a direct placement transaction. The City entered into a Lease Purchase Agreement with the leased property consisting of 191,517 square foot City Hall Building, the City Hall Annex 12,700 square foot building and the 9.69 acre site where the building are located. In the event of default the City must vacate the leased property; no payment acceleration clause exists in the event of default. No outstanding in-substance defeased debt remains on the 2005 Certificates. The refunding resulted in a deferred loss on refunding of \$444,000. Series 2015B Certificates were paid in full December 1, 2018. Series 2015A Certificates have interest rate of 1.78%, payable semi-annually. The lease payments mature starting in 2018 and continue through 2024.

Annual lease payments for Series 2015A Certificates and outstanding balance at December 31, 2020 are as follows (in thousands):

Year Ending December 31	Principal	Interest	Total
2021	1,210	88	1,298
2022	1,225	67	1,292
2023	1,250	45	1,295
2024	1,270	22	1,292
Total	\$ 4,955	\$ 222	\$5,177

Governmental Activities

Series 2016 Certificates of Participation

On August 31, 2016 the City issued \$11,180,000 of Certificates of Participation Series 2016 dated September 15, 2016 for two projects, Westwoods Golf Clubhouse expansion and W 72nd Ave and Indiana Ave intersection improvements. The coupon rate ranges from 4.0% to 5.0% with interest payable semi-annually on June 1 and December 1. The lease payments mature beginning in 2016 and continue through 2036.

Year Ending December 31	Principal	Interest	Total
2021	420	408	828
2022	445	387	832
2023	465	364	829
2024	490	341	831
2025	515	317	832
2026-2030	2,920	1,229	4,149
2031-2035	3,550	597	4,147
2036	800	32	832
Total	\$9,605	\$ 3,675	\$ 13,280

Sales and Use Tax Revenue Bonds Series 2019

On February 13, 2019 the City issued \$72,570,000 of Sales and Use Tax Revenue Bonds Series 2019 for two projects, West 72nd Ave improvements and railroad underpass between Kipling Street and Simms Street and Ralston Road improvement between Yukon Street and Garrison Street. The coupon rate ranges from 3.375% to 5.0% with interest payable semi-annually on June 1 and December 1. The bonds mature beginning in 2019 and continue through 2038.

Year Ending December 31	Principal	Interest	Total
2021	2,495	2,867	5,362
2022	2,620	2,742	5,362
2023	2,750	2,611	5,361
2024	2,885	2,476	5,361
2025	3,030	2,329	5,359
2026-2030	17,580	9,215	26,795
2031-2035	22,035	4,760	26,795
2036-2038	15,055	1,021	16,076
Total	68,450	28,021	96,471

Changes in General Long-Term Liabilities – During the year ended December 31, 2020 the following changes occurred in liabilities reported in the governmental activities (including internal service funds), and business type activities (in thousands):

Governmental Activities	Balance 1/1/2020	Additions	Reductions	Balance 12/31/2020	Due in 1 year
Revenue Bonds	\$ 70,825	\$ -	\$ 2,375	\$ 68,450	\$ 2,495
Bond Premium	\$ 7,282	-	364	6,918	-
2016 Certificates of Participation	\$ 10,005	-	400	9,605	420
certificates of Participation Premium	\$ 1,594	-	94	1,500	-
Compensated Absences	\$ 3,767	2,690	2,300	4,157	2,079
Total Governmental	\$ 93,473	\$ 2,690	\$ 5,533	\$ 90,630	\$ 4,994

Governmental Activities - Direct Placement	Balance 1/1/2020	Additions	Reductions	Balance 12/31/2020	Due in 1 year
2015 Certificates of Participation	\$ 6,140	\$ -	\$ 1,185	\$ 4,955	\$ 1,210
Total Governmental- Direct Placement	\$ 6,140	\$ -	\$ 1,185	\$ 4,955	\$ 1,210

Business-Type Activities	Balance 1/1/2020	Additions	Reductions	Balance 12/31/2020	Due in 1 year
Revenue Bond	\$ 2,175	\$ -	\$ 2,175	\$ -	\$ -
Bond Premium	104	-	104	-	-
Compensated Absences	710	481	456	735	369
Total Business Type	\$ 2,989	\$ 481	\$ 2,735	\$ 735	\$ 369

4. Other Information

A. Risk Management

The City has established a risk management program for much of its insurance needs. It is self-insured for occurrences of general liability and auto liability claims, which are subject to the Colorado Governmental Immunity Act which caps recoveries at \$387,000 per person and \$1,093,000 per accident. Property damage is subject to a \$100,000 deductible except for wind and/or hail then it is \$100,000 minimum or 5% of the value of each location. Liability insurance a \$250,000 self-insured retention (SIR). Effective April 1, 2013 the Workers' Compensation program maintains a self-insured retention limit of \$500,000. There have been no settlements which exceed the Governmental Immunity Caps for general or auto liability in the last three years.

Premiums are paid by each department into the Insurance Fund (internal service) to pay claims, claim reserves, loss control and administrative costs of the program including premiums to commercial insurance companies for losses in excess of the self-insured amounts.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. The liability for claims and judgments is recorded in the internal service funds.

Changes in the balances of claims liabilities during the past two years are as follows (in thousands):

	Insurance Service
Unpaid Claims, January 1, 2019	\$ 1,716
Incurred Claims	1,102
Claim Payments	1,270
Unpaid Claims, December 31, 2019	1,548
Incurred Claims	461
Claim Payments	488
Unpaid Claims, December 31, 2020	\$ 1,521

Effective January 1, 2014, the City established a self-funded medical insurance program for employees who choose to participate in the program. The City utilizes a third party provider to administer the plan. Excess insurance coverage is maintained for claims greater than \$175,000 to limit the loss of any individual claim. The claim liability of \$657,000 as of December 31, 2020 represents an estimate of incurred but not reported (IBNR) claims.

	Medical Insurance
Unpaid Claims January 1, 2019	\$ 588
Incurred Claims	6,814
Claim Payments	6,855
Unpaid Claims, December 31, 2018	547
Incurred Claims	8,123
Claim Payments	8,013
Unpaid Claims, December 31, 2019	\$ 657

The City also provides dental insurance for employees. Dental claims are limited to \$1,500/year per person.

B. Commitments and Contingencies**1) Litigation**

The City is involved in pending litigation. The City anticipates no potential claims resulting from these cases which would materially affect the financial statements of the City.

2) Federal Grants

Federal grants are subject to audit which could result in disallowed costs, the amount which is undeterminable at December 31, 2020. If any costs are disallowed in the future, the City expects them to be insignificant.

3) Tax Abatements

The City enters into sales tax abatement agreements with local businesses for the purpose of attracting or retaining businesses within the City. Abatements are granted to businesses located within or promising to relocate to the City upon City Council approval.

For the fiscal year ended December, 31, 2020, the City abated sales taxes totaling \$1,180,842 under this program, including the following tax abatement agreements:

- A 50% sales tax abatement to a restaurant to improve and occupy an empty restaurant location. The abatement amounted to \$13,357.
- A 50% sales tax abatement to a retail store for construction including infrastructure and improvements of a retail store. The abatement amounted to \$32,520.
- A 75% sales tax abatement to a retail store to improve and occupy an empty store front. The abatement amounted to \$15,543.
- A \$76,486 annual sales tax abatement to a grocery store for retention and continued use of store front. The abatement amounted to \$76,486.
- A 50% sales tax abatement to a grocery store for construction including infrastructure and improvements of a grocery store. The abatement amounted to \$962,756.
- A 100% admission tax abatement after the first \$100,000 is retained by the City annually and a 100% use tax abatement on the building permit to reconstruct and modernize a public amenity. The abatement amounted to \$80,180.

4) AURA Commitments**Developer Agreements**

The Authority, under the Urban Renewal Law of the State of Colorado, has entered into various Disposition and Development Agreements (DDAs) with certain developers, the terms of which are scoped into the requirements of Governmental Accounting Standards Board Statement No. 77, Tax Abatements. These agreements generally stipulate that the Authority will sell property held for resale, typically at a discount, and provide certain types of property and sales tax rebates (in excess of a set “base” amount and up to a set maximum dollar threshold and/or maturity date), lodging tax rebates, public improvement fee (PIF) rebates and/or PIF in lieu of sales taxes in exchange for a commitment from the developer to purchase, develop and otherwise rehabilitate the related property within a specified period of time.

As of December 31, 2020, the Authority has entered into nine DDAs expiring from 2025 to 2035. During the year ended December 31, 2020, the Authority rebated property tax of \$17,146,523, PIF of \$991,426 and lodging tax of \$49,182.

C. Conduit Debt Obligation

From time to time, the City has issued Industrial/Mortgage Revenue Bonds, Mortgage Credit Certificates and Private Activity Bonds. Industrial Bonds are issued to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities. Mortgage Bonds are issued to provide financial assistance to low and moderate income persons and families in the purchase of a home. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of such property transfers to the person/family served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2020, there were 3 Industrial Revenue Bonds, 1,141 single and multi-family Mortgage Bonds, 247 Mortgage Credit Certificates and 3 Private Activity Bond and one Charter School Revenue Bond. The unpaid balance on the Industrial Revenue Bonds is \$21.5 million and on the multi-family Mortgage Bonds is \$21 million. The unpaid balance on the Mortgage Credit Certificates is \$36.4 million, and on the Private Activity Bonds is \$56.6 million. The balance on the Charter School Revenue Bond is \$6.1 million.

D. Retirement Commitments

The City has adopted one pension plan and three defined contribution plans (Plans) covering all employees, except those hired on a temporary basis.

Although it has not expressed any intention to do so, the City has the right under the Plans to discontinue its contribution or to terminate the Plans.

Should the Plans terminate at some future time; their net position will be used to provide participants' benefits. Upon such termination, the assets of the Plans are to be allocated for the benefit of each participant and the beneficiary in a manner approved by the Internal Revenue Service.

1) Defined Benefit Police Pension Plan

Governmental Accounting Standards Board Statement No. 67 *Financial Reporting for Pension Plans - an amendment of GASB Statement No. 25* (GASB 67) establishes the requirements for governmental pension plan financial statement reporting, including pension plan financial statements included as a pension trust fund of a government. Accordingly, GASB 67 applies to the City's reporting of statement of fiduciary net position, statement of changes in fiduciary net position, certain notes to the financial statements and certain required supplementary information (RSI).

Governmental Accounting Standards Board (GASB) Statement 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* sets forth the pension reporting requirements for the City in the statement of net position, statement of activities, certain notes to the financial statements and certain RSI. For purposes of measuring net pension liability, deferred outflows of resources and deferred inflows of resources related to the pension, pension expense, and information about the fiduciary net position of the Defined Benefit Police Pension (Plan) have been determined on the same basis as they are reported by the Plan. Benefit payments are recognized when due and payable. As no stand-alone financial report is issued, all required disclosures for both GASB 67 and GASB 68 are contained in this note.

Plan Description

The City has a single employer defined benefit pension plan that covers the uniformed police officers who did not elect to participate in the Defined Contribution Police Pension Plan that became effective January 1, 1986. In 1986, single premium group annuities were purchased for the benefit of retired employees, beneficiaries and terminated vested employees. After January 1, 1986, all new uniformed police officers are participants in the Defined Contribution Police Pension Plan.

The pension plan board consists of seven trustees, the Director of Finance (or designee), the Director of Human Resources (or designee), one resident citizen of the City of Arvada not employed by the City or affiliated with the retirement plan, four members of the retirement system elected by the members of the retirement system.

One fully vested participant remains in the Defined Benefit Plan as of December 31, 2020. The participant began receiving retirement benefits in 1997, as defined by City ordinance. The City does not issue a stand-alone financial report for the plan.

Lifetime retirement benefits are established in Chapter 86 of the City of Arvada City Code. A monthly benefit begins at the age of 55 and is based upon the members final base pay, allowing 2 ½ percent for each year of credited service to a maximum of 65 percent of final base pay. Final base pay is determined on the basis of the highest total salary received during any three consecutive years of service divided by the number of months for which pay was received.

No contributions were made by the participant for the year ended December 31, 2020. The City contributed \$20,000 per year to the plan from 2012 through 2015. During 2016 the City contributed \$170,000 to the plan, and a \$12,000 contribution in 2019 and 2020. The City did not make a contribution to the plan during 2017 or 2018.

Investments

The pension plan's investment policy follows the City's investment policy as summarized on pages 55-57. The December 31, 2020 plan asset allocation is shown below:

Asset Class	Allocation
Local Government Investment Pool	1.54%
Pooled cash and investments	98.46%
	<u>100.00%</u>

For the year ended December 31, 2020 the annual money-weighted rate of return on pension plan investments, net of pension plan expense, was 3.31 percent. The money-weighted rate of return considers the changing amounts actually invested during a period and weights the amount of pension plan investments by the proportion of them they are available to earn a return during that period. External cash flows are determined on a monthly basis and are assumed to occur at the beginning of each month. External cash inflows are netted with external cash outflows, resulting in a net external cash flow each month. The money-weighted rate of return is calculated net of investment expenses.

Net Pension Liability of the City

The components of the net pension liability of the City at December 31, 2020, were as follows:

Total pension liability	\$484,232
Plan fiduciary net position	<u>439,890</u>
City's net pension liability	\$44,342
Plan fiduciary net position as a percentage of the total pension liability	90.84%

Mortality rates were based on the Pub-2010 Safety Retiree Mortality (Participant) and Pub 2010 General Retiree Mortality (Spouse), with Generational Projection using MP2020.

The long-term expected rate of return is selected by the Plan Sponsor after review of expected inflation and long-term real-returns, reflecting volatility and correlation. The assumption currently selected is 2.5% per annum, net of investment expenses.

The discount rate used to measure the total pension liability was 2.5 percent. The projection of cash flows used to determine the discount rate assumed the City will not make additional contributions to the plan. Based on those assumptions, the pension plan's fiduciary net position was projected to make all projected future benefit payments. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

The following presents the net pension liability of the City, calculated using the discount rate of 2.5 percent, as well as what the City's net pension (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (1.5 percent) or 1-percentage-point higher (3.5 percent) than the current rate:

	1% Decrease (1.5%)	Current Discount Rate (2.5%)	1% Increase (3.5%)
Net pension liability (asset)	\$ 105,460	\$ 44,342	\$ (6,232)

Net Pension Liability of the City

The net pension liability was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2020, rolled forward to December 31, 2020 using standard actuarial methods.

Significant methods and assumptions included the following:

- Actuarial Valuation Date – January 1, 2020
- Measurement Date – December 31, 2020
- Actuarial Cost Method – Entry Age Normal
- Amortization Method – Level Dollar
- Rate of Investment Return – 2.5% per annum
- Remaining Closed Amortization Period – 11 years
- Asset Valuation Method – Market Value
- Inflation 2.2%

Changes in the Net Pension Liability (Asset)

	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balances as of December 31, 2019	\$ 445,226	\$ 442,564	\$ 2,662
Changes for the year:			
Service Cost	-	-	-
Interest on total pension liability	15,084	-	15,084
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	5,396	-	5,396
Effect of assumptions changes or inputs	47,345	-	47,345
Benefit payments	(28,819)	(28,819)	-
Administrative expenses	-	-	-
Member contributions	-	-	-
Employer contributions	-	12,000	(12,000)
Net investment income (loss)	-	14,145	(14,145)
Balances December 31, 2020	\$ 484,232	\$ 439,890	\$ 44,342

Information regarding pension plan fiduciary net position can be found on pages 40-41 of this report.

Pension Expense and Deferred Outflows of Resources Related to Pensions

For the year ended December 31, 2020 the City recognized pension expense of \$60,122. At December 31, 2020 the City reported deferred outflows of resources related to pensions from the following source:

	Deferred Outflows of Resources
Net difference between projected and actual earnings	\$ 9,527
Totals	\$ 9,527

Amounts reported as deferred outflows of resources will be recognized in pension expense as follows:

Year ended December 31:	
2020	\$ 5,174
2021	2,813
2022	1,331
2023	209
2024	-
Thereafter	-
Total	\$ 9,527

2) City of Arvada Retirement Plan – Defined Contribution Plan

Effective January 1, 1993, all eligible City employees participate in the City of Arvada Retirement Plan (CARP), a defined contribution plan.

All City full-time and part-time employees, except uniformed police officers, the City Manager, the City Attorney, the Municipal Judge and Department Heads are eligible to participate in CARP. 503 employees were participants in the plan as of December 31, 2020. Employer contributions vest with the employee according to the following:

<u>Years of Service</u>	<u>Vesting Percentage</u>
Less than 1 year	0%
1 year	20%
2 years	40%
3 years	60%
4 years	80%
5 or more years	100%

The plan requires covered employees to contribute 8% of their salary to the plan and the City to contribute 10% of the compensation of all participants hired after April 2, 2004. Employees hired on or before April 2, 2004 had a choice of receiving a flat rate 10% contribution or receiving an age weighted, graduated retirement contribution up to a maximum of 15%. The maximum permissible contribution is the lesser of \$51,000 or 100% of the participant's earnings for the plan year.

If a participant is less than one hundred percent vested at the time of termination of employment, the non-vested portion of the amount in his/her Employer Contribution account shall be credited to a suspense account. If the participant does not incur a break in service after termination, prior to re-employment the credit in the suspense account shall be transferred back to the reconstituted Employer Contribution Account. If a break in service occurs after termination the amount credited to the suspense account will be used first to offset expenses of the plan. If the value in the suspense account exceeds \$50,000 as of the last day of the plan year, the amounts in excess of \$50,000 shall be allocated to participants pro rata based upon each participant's months of continuous service with the City during which the participant participated in the City benefit plans.

Benefit payments are based upon the participant account balance as of the valuation date immediately preceding the date of distribution. The participant may elect to receive distribution in a lump sum; substantially equal annual, semi-annual, quarterly or monthly installments; through the purchase of an immediate or deferred single payment, non-transferable annuity contract; or a combination of the above.

The required City contribution of \$4,215,205 and the required employee contributions of \$3,082,910 were paid during 2020. Additional employee contributions, in the form of rollovers, of \$25,876 were also made in 2020. The required contributions represent 10.9% and 8% of total covered payroll, respectively. The plan investments are maintained and administered by Fidelity.

3) Defined Contribution Police Pension Plan

The City provides retirement benefits for all of its uniformed officers not covered in the Defined Benefit Police Pension Plan through a defined contribution plan named the Police Money Purchase Plan (PMPP). In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Participants are eligible to participate from the date of employment.

The Plan requires that the City and the participant each contribute 12% of the participant's compensation. Participants are fully vested after five years of continuous service. City contributions for, and interest forfeited by, employees who leave employment before five years of service are used to reduce the Plan's expenses.

186 employees were participants as of December 31, 2020. The required contributions for the City and PMPP employees amounted to \$2,176,726 each (12% of covered payroll). The plan allows voluntary and roll over contributions by employees. The plan investments are maintained and administered by Fidelity Investments.

4) Executive Retirement Plan

The City provides retirement benefits for the City Manager, the City Attorney, the Municipal Judge and Department Heads through separate defined contribution plans. The plans are administered by Fidelity Retirement Services. Qualified employees are eligible to participate from the date of employment. Under the plan, the City contributes an amount equal to 10.02% of the participant's base salary. The employees covered by this plan were required to make an 8% contribution in 2020.

Employees covered under these Plans are vested upon date of hire. Employees who leave employment with the City are entitled to all contributions and interest earnings. For the year ended December 31, 2020 the City contributed \$245,957 for the benefit of the 15 participants in the Plan and the employees contributed \$188,096, as required.

E. Postemployment Benefits Other than Pensions

Governmental Accounting Standards Board Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions* establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources and expenditures and certain note disclosure and required supplementary information.

Plan Description

The City has established a single employer-defined benefit post-employment healthcare plan for eligible retirees, their spouses and dependents.

All benefits are provided through the City's self-insured health plan. The two optional benefits levels High Deductible Health Plan (HDHP) and Traditional Open Access – IN Plan (OAP-IN), are the same for retirees as those afforded to active employees.

Benefits Provided

The City provides retiree health program coverage to current and future retirees of the City who qualify for retirement. Members who terminate prior to retirement eligibility are not eligible to participate in the program. The election to participate in the plan must occur upon retirement. The retirement eligibility is based on the following requirements:

Civilian employees (CARP retirement plan) must have completed 20 years of service, or must have completed five years of service and attained 59 ½ years of age.

Sworn police officers (PMPP retirement plan) must have completed 20 years of service.

Once a retiree reaches the age of 65, or becomes eligible for Medicare, the retiree is no longer eligible to receive benefits under the City's plan.

As of December 31, 2020, the following employees were covered by the benefit terms:

Retirees and beneficiaries receiving benefits	22
Active Employees	686
	<u>708</u>

Accounting Policy

An irrevocable trust has not been established that meets the criteria in paragraph 4 of GASB Statement No. 75. Therefore, the plan is not accounted for as a trust fund. The plan does not issue a stand-alone financial report for the plan.

Funding Policies

The contribution requirements of plan members and the City are established and may be amended by the City Council. The required contribution is based on projected pay-as-you-go financing requirements. For the year ended December 31, 2020, the City made \$116,196 in contributions to the plan. Plan members are required to contribute their share of the premiums.

Monthly retiree health coverage contribution rates for offered benefit levels are as follows:

	HDHP	OAP-IN
Retiree	\$ 675	\$ 785
Retiree plus one	\$ 1,349	\$ 1,572

Actuarial Methods and Assumptions

Actuarial cost method	Entry Age Normal Level Percent of Pay
Discount rate	2.12%
Inflation	2.50%
Salary increases	3.50%
Medical trend	0.00% for 2020, 5.8% for 2021, grading down to 4.0% in 2073
Mortality	Pub-2010 General Employee/Retiree Mortality Tables projected generationally using Scale MP 2020
Mortality Improvement Scale MP-2020 from 2010 base year, and projected forward using MP-2020 on a generational basis participation rates	All current retired participants are assumed to continue retiree health coverage. 20% of future eligible retired participants are assumed to elect retiree health coverage upon retirement. This assumption is based on historical participant behavior and expectations of future plan experience

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding funded status and contributions of the City's retiree health care plan are subject to continual revision as actual results are compared to past expectations and new

estimates are made about the future. The assumptions reflect the Bond Buyer 20-Year General Obligation Bond Index for the 2.12% discount rate.

Changes in assumptions

- Discount rate has been updated according to the 20-year tax-exempt municipal bond yield as of the measurement date to 2.14%
- Mortality assumption was updated to Pub-2010 General Employee/Retiree Mortality Tables projected generationally using Scale MP-2020
- Claims costs and contribution assumptions were updated to reflect 2020 and 2021 premiums
- The probability to spouse coverage assumption was lowered from 45% to 30% to better reflect anticipated experience

Total OPEB Liability

The total OPEB liability of \$2,514,432 was measured as of December 31, 2020, and was determined by an actuarial valuation as of January 1, 2020 and rolled forward to December 31, 2020.

The total OPEB liability and related information are as follows as of December 31, 2020:

	Total OPEB Liability
Balance as of January 1, 2020	\$ 2,408,364
Changes for the year:	
Service cost	173,158
Interest on Total OPEB Liability	69,153
Effect of changes to benefit terms	-
Effect of economic/demographic gains or losses	95,941
Effect of assumptions changes or inputs	(115,988)
Benefit payments	(116,196)
Balance as of December 31, 2020	<u>\$ 2,514,432</u>

OPEB Expense and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2020 the City recognized OPEB expense of \$241,631. As of December 31, 2020, the City reported deferred inflows of resources and deferred outflows of resources related to OPEB from the following

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ -	\$ 80,467
Changes of assumptions	(156,848)	89,646
Total at December 31, 2020	<u>\$ (156,848)</u>	<u>\$ 170,113</u>
Net deferred (Inflow) / Outflow of resources		\$ 13,265

Amounts currently reported as deferred inflows of resources related to other postemployment benefits will be recognized in OPEB expense as follows:

Year ended December 31	
2021	\$ (680)
2022	(680)
2023	(677)
2024	19,179
2025	(3,234)
Thereafter	(643)
Total	<u>\$ 13,265</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the City, calculated using the discount rate of 2.12 percent, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.12 percent) or 1 percentage point higher (3.12 percent) than the current rate:

	1% Decrease 1.12%	Current Discount Rate 2.12%	1% Increase 3.12%
Total OPEB liability	\$ 2,695,573	\$ 2,514,432	\$ 2,340,763

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the City, calculated using healthcare cost trend rates that are 1 percentage point lower or one percentage point higher than the current healthcare cost trend rate:

	1% Decrease	Current Healthcare Cost Trend Rates Assumption	1% Increase
Total OPEB liability	\$ 2,209,773	\$ 2,514,432	\$ 2,884,511

F. Related Party Notes

In February 2010, the City and AURA entered into a promissory note in which the City loaned AURA \$2,745,000 at a simple interest rate of 3.5% for 2 years. Interest payments are due monthly. The loan was due and payable in full on April 1, 2016. The loan was collateralized with a building and two parcels of land. During 2015, the property was sold and the note amended. Under the amended note, AURA made a lump sum payment to the City in the amount of \$500,000 at the time of sale and the remaining balance of \$2,245,000 is being paid in monthly installments beginning January 2016 and continuing through November 2023 at a simple interest rate of 1.5%. The balance as of December 31, 2020 is \$1,546,702. Though the note is not unsecured, the City shall be authorized to withhold payment to AURA derived from the incremental sales tax in the event of default.

In June, 2016, the City entered into a loan agreement with AURA in which the City's Wastewater Fund loaned AURA \$5,000,000 at a simple interest rate of 3% through June 2028. Interest payments are due monthly beginning in June 2017 through 2018. Principal and interest is being paid monthly thereafter until maturity. The balance as of December 31, 2020 is \$4,297,327. The loan is unsecured, though the City shall be authorized to withhold payment to AURA derived from incremental sales tax or public improvement fees in the event of default.

In June 2016, the City entered into a loan agreement with the newly formed stand-alone not for profit, Arvada Center for the Arts and Humanities for \$200,000. The loan was made interest-free as long as the not for profit is in compliance with all terms of the agreement. The agreement may be extended for four one-year terms. In June, 2020 this agreement was extended for one year.

G. Net Investment in Capital Assets

Net investment in capital assets is a component of net position, and consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of borrowing attributable to the acquisition, construction or improvement of those assets. The calculation of net investment in capital assets is shown below:

	Governmental Activities	Business-type Activities
Capital assets, net	\$ 387,950	\$ 322,717
Related debt	(91,428)	-
Unspent debt proceeds	69,163	-
Deferred loss on refunding	194	-
Outstanding related accounts and contracts payable	(3,201)	(3,377)
Net investment in capital assets	\$ 362,678	\$ 319,340

H. Change in Accounting Entity

The Arvada Economic Development Association (AEDA) was previously reported as a discrete component unit of the City and is currently reported as a blended component unit as funding is provided by the City. The City also has operational responsibility for AEDA. The change in accounting entity has resulted in a restatement of beginning net position for governmental funds in the fund statements and government wide statement of \$713,000.

I. GASB 84 and GASB 97

The City has adopted and implemented GASB Statement No. 84 *Fiduciary Activities* and GASB Statement No. 97 *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. GASB 84 provides guidance regarding the identification of fiduciary activities for accounting and financial reporting of fiduciary activities. Implementation resulted in moving certain escrow funds previously reported as agency funds with only assets and liabilities to the general fund with no impact to either beginning net positions and a restatement of beginning net position as of January 1, 2020 to include net position for the City's two custodial funds, Ralston House and Jefferson Parkway Public Highway Authority which were previously reported in the general fund as an asset and liability. The City has implemented this statement in Fiscal year 2020 and has restated beginning net position as shown below:

	Fiduciary Activities Custodial Funds
Net position January 1, 2020 prior to adoption of GASB 84	\$ -
Restatement for adoption of GASB 84	1,129
Net position January 1, 2020 as adjusted	\$ 1,129

GASB 97 modified the applicability of certain component unit criteria related to defined contribution plans, including 457 plans, and was considered in conjunction with the implementation of GASB 84 and based upon this guidance none of the City's defined contribution or 457 plans met the criteria to be reported as component units or fiduciary activities.

J. GASB 88

The City has adopted and implemented GASB Statement No. 88 *Certain Disclosures related to Debt, including Direct Borrowings and Direct Placements* which provides guidance to improve information disclosed in the notes to governmental financial statements related to debt including direct borrowings and direct placements. The City's Series 2015A Certificates of Participation are considered a direct placement transaction and has been identified as such in note E. Implementation of this standard did not result in a restatement of net position.

K. Subsequent Events

The worldwide pandemic, COVID19 started affecting all financial models in March, 2020 with non-essential businesses closed or operating under restrictions for much of 2020. The first quarter of 2021 has brought increased hope in the battle against COVID-19 with millions of individuals receiving their vaccines. Restrictions have been reduced with some areas being fully open and others with lessened restrictions and it is unknown what post pandemic spending habits of consumers will be. The City is actively monitoring all revenues and will make adjustments to 2021 revenues as needed.

In June, 2020 The Arvada City Council voted to add waste hauling and recycling services to the City's current service structure. A dedicated team of City employees have worked to implement these services and service to Arvada citizens will commence in July, 2021. A new enterprise fund has been created to capture the activity of these services.

The Food Service enterprise fund will cease operations in June, 2021. The 2015 agreement between the City and the Arvada Center Arts for the Humanities non-profit agreement indicated the entire building would be turned over to the Arvada Center by 2024 and Food Services would vacate the building. The Arvada City Council made the decision to close Food Service operations June 30, 2021 and vacate the building.

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Required Supplementary Information

Post-Employment Benefits Other Than Pensions



Schedule of Changes in Total OPEB Liability and Related Ratios

Last 10 Fiscal Years

Total OPEB Liability	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Service cost	\$ 173,158	\$ 132,977	\$ 140,410	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Interest on total OPEB liability	69,153	91,761	78,071	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of changes to benefit terms	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of economic/demographic (gains) or losses	95,941	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of assumption changes or inputs	(115,988)	134,468	(119,139)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit payments	(116,196)	(110,772)	(135,863)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net change in total OPEB liability	106,068	248,434	(36,521)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total OPEB liability, beginning	2,408,364	2,159,930	2,196,451	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total OPEB liability, ending	2,514,432	2,408,364	2,159,930	2,196,451	N/A	N/A	N/A	N/A	N/A	N/A
Covered payroll	55,899,049	53,649,127	50,439,938	49,581,247	N/A	N/A	N/A	N/A	N/A	N/A
Total OPEB liability as % of covered payroll	4.50%	4.49%	4.28%	4.43%	N/A	N/A	N/A	N/A	N/A	N/A

*Years prior to 2018 are not calculated using GASB 75 requirements and therefore are not shown.

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Police Defined Benefit Pension Plan



Police Defined Benefit Pension Plan
Schedule of Changes in the City's Net Pension Liability (Asset) and Related Ratios

	Fiscal Year Ending December 31									
	2020	2019	2018	2017	2016	2015	2014	2013*	2012*	2011*
Total pension liability										
Service Cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	N/A	N/A
Interest on total pension liability	15,084	15,416	15,663	16,108	16,538	17,200	17,597	N/A	N/A	N/A
Effect of plan changes	-	-	-	-	-	-	-	N/A	N/A	N/A
Effect of assumption changes or inputs	5,396	-	6,060	-	5,548	-	-	N/A	N/A	N/A
Effect of economic/demographic gains (losses)	47,345	3,922	-	-	(12,961)	-	-	N/A	N/A	N/A
Benefit payments	(28,819)	(28,819)	(28,818)	(28,819)	(28,819)	(28,819)	(28,819)	N/A	N/A	N/A
Net change in total pension liability	39,006	(9,481)	(7,095)	(12,711)	(19,694)	(11,619)	(11,222)	N/A	N/A	N/A
Total pension liability, beginning	445,226	454,707	461,802	474,513	494,207	505,826	517,048	N/A	N/A	N/A
Total pension liability, ending	484,232	445,226	454,707	461,802	474,513	494,207	505,826	N/A	N/A	N/A
Fiduciary Net Position										
Employer contributions	12,000	12,000	-	-	170,000	20,000	20,000	N/A	N/A	N/A
Member contributions	-	-	-	-	-	-	-	N/A	N/A	N/A
Investment income net of investment expenses	14,145	9,846	8,525	4,978	3,066	1,458	514	N/A	N/A	N/A
Benefit payments	(28,819)	(28,819)	(28,818)	(28,819)	(28,819)	(28,819)	(28,819)	N/A	N/A	N/A
Administrative payments	-	-	-	-	-	-	-	N/A	N/A	N/A
Net change in plan fiduciary net position	(2,674)	(6,973)	(20,293)	(23,841)	144,247	(7,361)	(8,305)	N/A	N/A	N/A
Fiduciary net position, beginning	442,564	449,537	469,830	493,671	349,424	356,785	365,090	N/A	N/A	N/A
Fiduciary net position, ending	439,890	442,564	449,537	469,830	493,671	349,424	356,785	N/A	N/A	N/A
Net pension liability (asset) ending	44,342	2,662	5,170	(8,028)	(19,158)	144,783	149,041	N/A	N/A	N/A
Fiduciary net position as a % of total pension liability	90.84%	99.40%	98.86%	101.74%	104.04%	70.70%	70.54%	N/A	N/A	N/A
Covered payroll **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net pension liability at a % of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

* Years prior to 2014 are not calculated using GASB Statement 67/68 requirements and therefore are not shown.

** Covered payroll is zero as plan covers one retired person; plan is not open to current or future employees.

*** Because this plan does not issue stand-alone financial statements, additional disclosures as required by GASB 67 are presented within this financial report.

Police Defined Benefit Pension Plan
Schedule of City Contributions
Last 10 Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially determined contribution	\$ 6,131	\$ -	\$ -	\$ 11,927	\$ 11,927	\$ 12,011	\$ 12,011	\$ 7,632	\$ 7,632	\$ 7,632
Contributions in relation to the Actuarially determined contribution	12,000	12,000	-	-	170,000	20,000	20,000	20,000	20,000	\$ -
Contribution deficiency (excess)	(5,869)	(12,000)	-	11,927	(158,073)	(7,989)	(7,989)	(12,368)	(12,368)	(7,632)
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions as a percentage of covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

* The City did not make contributions to the plan from 2010-2011 and 2017-2018.

Methods and assumptions used to determine contribution rates:

Actuarial valuation date: January 1, 2020
Actuarial cost method: Entry age normal
Amortization method: Level dollar
Closed, open or layered periods: Closed
Remaining amortization period: 11 years
Asset valuation method: Market value
Inflation: 2.20%
Rate of investment return: 2.50%
Mortality: Pub-2010 Safety Retiree Monthly (Participant) and Pub-2010 General Retiree Mortality (Spouse), with Generational Projection Using MP2020

Police Defined Benefit Pension Plan
Schedule of Money Weighted Returns
Last 10 Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Annual money-weighted rate of return net of investment expense	3.31%	2.26%	1.88%	1.04%	0.71%	0.43%	0.15%	N/A	N/A	N/A

* Years prior to 2014 are not calculated using GASB 67/68 requirements and therefore are not shown.

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Nonmajor Government Funds

Arvada Housing Authority

Police Seizure Fund

Police Tax Increment Funds

Grants Fund

Arvada Economic Development Association (AEDA)

Bond Fund

Debt Service Fund



NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Arvada Housing Authority Fund - The Section 8 Housing Assistance Payments Program is administered by the Arvada Housing Authority. The program is designed to provide rent subsidies to low or moderate income households.

Police Seizure Fund - Colorado statutes authorize local law enforcement agencies to seize cash and other assets belonging to persons convicted of public nuisance crimes. The statutes also specify that the courts may award the property to the agency that apprehended the criminal and that these resources must be used only for specific law enforcement purposes. This fund was established to account for these resources as they are awarded to and expended by the City's law enforcement agency.

Police Tax Increment Funds - The purpose of the tax increment funds is to account for the voter approved sales tax increases to fund expanded police services.

Grants Fund - To account for receipt of lottery monies through the Conservation Trust Fund. Also to account for the disbursement of monies through transfers to other funds for specific uses as dictated by the Conservation Trust Fund.

Arvada Economic Development Association (AEDA) - The purpose of the AEDA fund is to encourage and stimulate all forms of economic development, commercial and industrial. This fund accounts for this activity.

Debt Service Funds

Bond Fund – To account for transfers from the General Fund and Stormwater Fund for payments of principal and interest on the \$18,505,000 Series 2015 and 2016 COP Bonds.

Debt Service Fund – To account for the payment of revenue debt incurred through bond issues other than Water Bond Issues, which are accounted for in the Water Fund. Payments for the Limited Sales and Use Tax Revenue Bonds are included in this fund.



**NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
December 31, 2020
(in thousands)**

	Special Revenue Funds					
	Arvada Housing Authority Fund	Police Seizure Fund	Police Tax Increment (.21) Fund	Police Tax Increment (.25) Fund	Grants Fund	Arvada Economic Development Association
ASSETS						
Cash and investments	\$ 550	\$ 530	\$ 6,235	\$ 7,118	\$ 1,068	\$ 543
Accounts receivable (net)	79	-	739	764	-	14
Accrued interest	-	2	23	27	4	-
Prepaid costs	-	-	8	-	-	-
Total assets	<u>\$ 629</u>	<u>\$ 532</u>	<u>\$ 7,005</u>	<u>\$ 7,909</u>	<u>\$ 1,072</u>	<u>\$ 557</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE						
LIABILITIES						
Accounts payable	\$ 14	\$ -	\$ 218	\$ 212	\$ -	\$ -
Unearned revenue	488	-	16	55	-	-
Total liabilities	<u>502</u>	<u>-</u>	<u>234</u>	<u>267</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	8	-	-	-
Restricted	127	532	6,763	7,642	1,072	557
Total fund balance	<u>127</u>	<u>532</u>	<u>6,771</u>	<u>7,642</u>	<u>1,072</u>	<u>557</u>
Total liabilities and fund balances	<u>\$ 629</u>	<u>\$ 532</u>	<u>\$ 7,005</u>	<u>\$ 7,909</u>	<u>\$ 1,072</u>	<u>\$ 557</u>



Debt Service		
Bond Fund	Debt Service Fund	Total Non-major Governmental
\$ 179	\$ 447	16,670
-	-	1,596
-	-	56
-	-	8
<u>\$ 179</u>	<u>\$ 447</u>	<u>\$ 18,330</u>
\$ -	\$ -	\$ 444
-	-	\$ 559
-	-	1,003
-	-	8
<u>179</u>	<u>447</u>	<u>17,319</u>
<u>179</u>	<u>447</u>	<u>17,327</u>
<u>\$ 179</u>	<u>\$ 447</u>	<u>\$ 18,330</u>



NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2020
(in thousands)

	Special Revenue Funds					
	Arvada Housing Authority Fund	Police Seizure Fund	Police Tax Increment (.21) Fund	Police Tax Increment (.25) Fund	Grants Fund	Arvada Economic Development Association
REVENUES						
Taxes	\$ -	\$ -	\$ 5,117	\$ 6,219	\$ -	\$ -
Intergovernmental	5,367	-	298	-	623	-
Investment earnings	1	18	192	235	23	1
Miscellaneous	27	-	433	72	-	375
Total Revenues	5,395	18	6,040	6,526	646	376
EXPENDITURES						
Program costs	5,333	-	4,833	6,116	-	470
Debt Service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	-	-	288	-	-	-
Total expenditures	5,333	-	5,121	6,116	-	470
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	62	18	919	410	646	(94)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(117)	-
Total other financing sources (uses)	-	-	-	-	(117)	-
NET CHANGE IN FUND BALANCES	62	18	919	410	529	(94)
FUND BALANCES, AS PREVIOUSLY REPORTED	65	514	5,852	7,232	543	-
RESTATEMENT FOR ACCOUNTING CHANGE	-	-	-	-	-	651
FUND BALANCES, BEGINNING AS RESTATED	65	514	5,852	7,232	543	651
FUND BALANCES, ENDING	\$ 127	\$ 532	\$ 6,771	\$ 7,642	\$ 1,072	\$ 557



Debt Service

Bond Fund	Debt Service Fund	Total Non-major Governmental
\$ -	\$ 5,335	\$ 16,671
-	-	6,288
18	27	515
-	-	907
<u>18</u>	<u>5,362</u>	<u>24,381</u>
6	2	16,760
1,585	2,375	3,960
537	2,985	3,522
-	-	288
<u>2,128</u>	<u>5,362</u>	<u>24,530</u>
(2,110)	-	(149)
2,063	-	2,063
-	-	(117)
<u>2,063</u>	<u>-</u>	<u>1,946</u>
(47)	-	1,797
226	447	14,879
-	-	651
<u>226</u>	<u>447</u>	<u>15,530</u>
<u>\$ 179</u>	<u>\$ 447</u>	<u>\$ 17,327</u>



ARVADA HOUSING AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Intergovernmental				
Federal grants	\$ 3,959	\$ 5,292	\$ 5,367	\$ 75
Investment earnings	1	1	1	-
Miscellaneous	19	12	27	15
	<u>3,979</u>	<u>5,305</u>	<u>5,395</u>	<u>90</u>
EXPENDITURES				
Current expenditures:				
Personnel services	370	370	264	106
Services and charges	102	70	56	14
Supplies	35	26	50	(24)
Rents	3,592	5,133	4,963	170
	<u>4,099</u>	<u>5,599</u>	<u>5,333</u>	<u>266</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(120)	(294)	62	356
OTHER FINANCING SOURCES				
Transfers in	96	75	-	(75)
	<u>96</u>	<u>75</u>	<u>-</u>	<u>(75)</u>
NET CHANGE IN FUND BALANCE	(24)	(219)	62	281
FUND BALANCE, BEGINNING	65	65	65	-
FUND BALANCE, ENDING	\$ 41	\$ (154)	\$ 127	\$ 281



POLICE SEIZURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Seizure & forfeitures	\$ 25	\$ 25	\$ -	\$ (25)
Investment earnings	7	7	18	11
Total revenues	32	32	18	(14)
EXPENDITURES				
Supplies	29	29	-	29
NET CHANGE IN FUND BALANCE	3	3	18	15
FUND BALANCE, BEGINNING	514	514	514	-
FUND BALANCE, ENDING	\$ 517	\$ 517	\$ 532	\$ 15



POLICE TAX INCREMENT (.21) FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Sales and use taxes	\$ 4,741	\$ 4,741	\$ 5,117	\$ 376
Intergovernmental				
Federal grants	\$ 50	50	298	248
Investment earnings	100	100	192	92
Miscellaneous	20	20	433	413
Total revenues	4,911	4,911	6,040	1,129
EXPENDITURES				
Current expenditures:				
Personnel services	4,113	4,113	3,604	509
Services and charges	659	847	685	162
Supplies	470	546	544	2
Total current expenditures	5,242	5,506	4,833	673
Capital outlay	-	268	288	(20)
Total Expenditures	5,242	5,774	5,121	653
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	(331)	(863)	919	1,782
NET CHANGE IN FUND BALANCE	(331)	(863)	919	1,782
FUND BALANCE, BEGINNING	5,852	5,852	5,852	-
FUND BALANCE, ENDING	\$ 5,521	\$ 4,989	\$ 6,771	\$ 1,782



POLICE TAX INCREMENT (.25) FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Sales and use taxes	\$ 5,865	\$ 5,865	\$ 6,219	\$ 354
Investment earnings	130	130	235	\$ 105
Miscellaneous	20	20	72	52
Total Revenues	6,015	6,015	6,526	511
EXPENDITURES				
Current expenditures:				
Personnel services	5,342	5,364	5,109	255
Services and charges	468	468	441	27
Supplies	601	597	566	31
Total current expenditures	6,411	6,429	6,116	313
Capital outlay	1	1	-	1
Total Expenditures	6,412	6,430	6,116	314
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(397)	(415)	410	825
NET CHANGE IN FUND BALANCE	(397)	(415)	410	825
FUND BALANCE, BEGINNING	7,232	7,232	7,232	-
FUND BALANCE, ENDING	\$ 6,835	\$ 6,817	\$ 7,642	\$ 825



GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Intergovernmental revenues				
State grants	\$ 561	\$ 561	\$ 623	\$ 62
Investment earnings	13	13	23	10
Total revenues	574	574	646	72
OTHER FINANCING USES				
Transfers out	(469)	(469)	(117)	352
Total other financing uses	(469)	(469)	(117)	352
NET CHANGE IN FUND BALANCE	105	105	529	424
FUND BALANCE, BEGINNING	543	543	543	-
FUND BALANCE, ENDING	\$ 648	\$ 648	\$ 1,072	\$ 424



BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Investment earnings	\$ -	\$ -	\$ 18	\$ 18
Total revenues	-	-	18	18
EXPENDITURES				
Current expenditures:				
Professional Services	10	10	6	4
Debt Service				
Principal	1,585	1,585	1,585	-
Interest	537	537	537	-
Total expenditures	2,132	2,132	2,128	4
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,132)	(2,132)	(2,110)	22
OTHER FINANCING SOURCES				
Transfers in	2,123	2,123	2,063	(60)
Total other financing sources	2,123	2,123	2,063	(60)
NET CHANGE IN FUND BALANCE	(9)	(9)	(47)	(38)
FUND BALANCE, BEGINNING	226	226	226	-
FUND BALANCE, ENDING	\$ 217	\$ 217	\$ 179	\$ (38)



DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Sales and use taxes	\$ 5,360	\$ 5,360	\$ 5,335	\$ (25)
Investment earnings	3	3	27	24
Total revenues	5,363	5,363	5,362	(1)
EXPENDITURES				
Services and charges	3	3	2	1
Principal	2,375	2,375	2,375	-
Interest	2,985	2,985	2,985	-
Total expenditures	5,363	5,363	5,362	1
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, BEGINNING	447	447	447	-
FUND BALANCE, ENDING	\$ 447	\$ 447	\$ 447	\$ -

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Enterprise Funds

Water Fund
Wastewater Fund
Stormwater Fund
Golf Fund
Food Service Fund



ENTERPRISE FUNDS

Water Fund - This fund accounts for all activity within the scope of water utility operations. Water service is available to all areas within the City limits and is extended to some residents of the county and adjacent cities. All activities necessary to provide such service are accounted for in this fund, including administration, operations, capital water projects, maintenance, financing and related debt service, and billing and collection.

Wastewater Fund - This fund accounts for all activities necessary in the collection, transmission, and disposal of sewage and wastewater. It includes administration, operations, capital maintenance, financing and billing and collection.

Stormwater Fund - This fund accounts for all activities necessary to maintain a stormwater management plan. It includes administration, operations, capital maintenance and billing and collection.

Golf Course Fund - This fund accounts for all revenues and expenses of the Lake Arbor and West Woods Golf Courses, including food service operations. It includes administrative, operations, maintenance, financing and related debt service at Lake Arbor and West Woods Golf Courses. Food service activities include restaurant operations at the West Woods and Lake Arbor Golf Courses.

Food Services Fund – This fund accounts for all revenues and expenses associated with food service activities including the operation of banquet facilities at the Arvada Center for the Arts and Humanities and offsite catering.



WATER FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Sales	\$ 24,177	\$ 24,177	\$ 27,031	\$ 2,854
Service charges and fees	496	496	272	(224)
Investment earnings	562	562	2,662	2,100
Miscellaneous revenues	51	51	2,445	2,394
Water/tap	11,255	11,255	4,781	(6,474)
Developer contributions	-	-	884	884
Transfer in	392	392	548	156
Total revenues	<u>36,933</u>	<u>36,933</u>	<u>38,623</u>	<u>1,690</u>
EXPENDITURES				
Operating and maintenance	20,155	20,534	20,618	(84)
Administration	1,140	1,140	937	203
Capital outlay	20,483	32,893	11,404	21,489
Principal expense	3,780	3,780	2,175	1,605
Interest expense	87	87	72	15
Transfer out	370	518	460	58
Total expenditures	<u>46,015</u>	<u>58,952</u>	<u>35,666</u>	<u>23,286</u>
CHANGE IN NET POSITION	<u>\$ (9,082)</u>	<u>\$ (22,019)</u>	2,957	<u>\$ 24,976</u>
ADJUSTMENTS TO GAAP BASIS				
Principal			2,175	
Capital outlay			11,404	
Net book value of assets retired			(270)	
Depreciation and amortization			<u>(4,485)</u>	
CHANGE IN NET POSITION, GAAP BASIS			<u>\$ 11,781</u>	



WASTEWATER FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Service charges and fees	14,935	14,935	12,801	(2,134)
Investment earnings	288	288	317	29
Sewer/tap	854	854	518	(336)
Developer contributions	-	-	639	639
	<u>16,077</u>	<u>16,077</u>	<u>14,275</u>	<u>(1,802)</u>
EXPENDITURES				
Operating and maintenance	11,805	10,605	10,319	286
Administration	584	584	584	-
Capital outlay	2,860	10,540	6,385	4,155
Transfer out	344	454	454	-
	<u>15,593</u>	<u>22,183</u>	<u>17,742</u>	<u>4,441</u>
CHANGE IN NET POSITION	<u>\$ 484</u>	<u>\$ (6,106)</u>	(3,467)	<u>\$ 2,639</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			6,385	
Net book value of assets retired			(662)	
Depreciation			<u>(1,482)</u>	
CHANGE IN NET POSITION, GAAP BASIS			<u>\$ 774</u>	



STORMWATER FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Service charges and fees	\$ 3,773	\$ 3,773	\$ 3,855	\$ 82
Grants	12	12	71	59
Miscellaneous Revenues	-	-	-	-
Investment earnings	87	87	226	139
Transfer in	-	-	37	37
Developer contributions	-	-	802	802
	<u>3,872</u>	<u>3,872</u>	<u>4,991</u>	<u>1,119</u>
EXPENDITURES				
Operating and maintenance	2,245	2,215	1,582	633
Capital outlay	991	3,779	1,129	2,650
Transfer out	1,046	1,176	1,151	25
	<u>4,282</u>	<u>7,170</u>	<u>3,862</u>	<u>3,308</u>
CHANGE IN NET POSITION	<u>\$ (410)</u>	<u>\$ (3,298)</u>	1,129	<u>\$ 4,427</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			1,129	
Net book value of assets retired			-	
Depreciation			<u>(1,213)</u>	
CHANGE IN NET POSITION, GAAP BASIS			<u>\$ 1,045</u>	



GOLF COURSE FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Sales	\$ 2,291	\$ 2,291	\$ 1,312	\$ (979)
Service charges and fees	3,563	3,563	3,671	108
Investment earnings	9	9	-	(9)
Miscellaneous revenue	9	9	10	1
Transfer in	258	258	1,474	1,216
Total revenues	6,130	6,130	6,467	337
EXPENDITURES				
Operating and maintenance	6,071	6,064	5,075	989
Interfund principal expense	163	163	118	45
Interfund interest expense	-	-	45	(45)
Transfer out	411	419	407	12
Total expenditures	6,645	6,646	5,645	1,001
CHANGE IN NET POSITION	<u>\$ (515)</u>	<u>\$ (516)</u>	822	<u>\$ 1,338</u>
ADJUSTMENTS TO GAAP BASIS				
Interfund principal			118	
Depreciation			(592)	
CHANGE IN NET POSITION, GAAP BASIS			<u>\$ 348</u>	



FOOD SERVICES FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Sales	\$ 1,734	\$ 1,734	\$ 243	\$ (1,491)
Investment earnings	10	10	4	(6)
Miscellaneous revenue	39	39	34	(5)
Transfer In	17	17	39	22
	<u>1,800</u>	<u>1,800</u>	<u>320</u>	<u>(1,480)</u>
EXPENDITURES				
Operating and maintenance	1,757	1,757	1,380	377
Capital outlay	18	32	7	25
	<u>1,775</u>	<u>1,789</u>	<u>1,387</u>	<u>402</u>
CHANGE IN NET POSITION	<u>\$ 25</u>	<u>\$ 11</u>	(1,067)	<u>\$ (1,078)</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			7	
Depreciation			(39)	
CHANGE IN NET POSITION, GAAP BASIS			<u>\$ (1,099)</u>	

Internal Service Funds

Insurance Service Funds

Arvada Medical Fund

Computer Fund

Print Shop Fund

Vehicle Fund

Building Fund



INTERNAL SERVICE FUNDS

Insurance Service Fund - This fund accounts for the activities that are associated with the City's worker's compensation, unemployment and property and liability insurance activities. Premiums are paid by each department into this fund to pay claims, claim reserves and administrative costs of the program including premiums to commercial insurance companies for losses in excess of the self-insured amounts.

Arvada Medical Fund - This fund accounts for all of the activities associated with the self-insured medical plan for employees who choose to participate in the plan.

Computer Fund - This fund accounts for the accumulation of financial resources necessary for the timely and orderly replacement and maintenance of the City's computer equipment and software.

Print Shop Fund - This fund accounts for the accumulation of financial resources necessary for the operation of the City's print shop, copier maintenance and replacement.

Vehicle Fund - This fund accounts for the accumulation of financial resources necessary for the timely and orderly replacement and maintenance of the City's vehicles and equipment.

Building Fund - This fund accounts for the accumulation of financial resources used for non-routine building maintenance.



INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
December 31, 2020
(in thousands)

	Insurance Service Fund	Arvada Medical Fund	Computer Fund	Print Shop Fund	Vehicle Fund	Building Fund	Total Internal Service Funds
ASSETS							
CURRENT ASSETS							
Cash and investments	\$ 5,424	\$ 10,362	\$ 7,714	\$ 384	\$ 6,759	\$ 76	\$ 30,719
Accounts receivable (net)	-	348	-	1	-	-	349
Accrued interest	21	39	31	1	25	-	117
Inventories	-	-	-	4	294	-	298
Prepaid costs	2	-	235	2	7	-	246
Total current assets	5,447	10,749	7,980	392	7,085	76	31,729
NONCURRENT ASSETS							
Property and equipment, net of accumulated depreciation	68	-	589	37	8,603	3,882	13,179
Total assets	5,515	10,749	8,569	429	15,688	3,958	44,908
DEFERRED OUTFLOWS OF RESOURCES							
Items related to OPEB	1	-	-	-	4	-	5
LIABILITIES, DEFERRED INFLOWS OF RESOURCES							
CURRENT LIABILITIES							
Accounts payable	45	685	258	16	159	156	1,319
Deferred revenue	-	-	-	-	-	-	-
Claims payable	1,521	657	-	-	-	-	2,178
Accrued compensated absences	10	-	-	-	54	-	64
Total current liabilities	1,576	1,342	258	16	213	156	3,561
NONCURRENT LIABILITIES							
OPEB	11	-	4	7	61	4	87
Accrued compensated absences	10	-	-	-	54	-	64
Total non-current liabilities	21	-	4	7	115	4	151
Total liabilities	1,597	1,342	262	23	328	160	3,712
Deferred inflows of resources							
Items related to OPEB	1	-	-	-	4	-	5
NET POSITION							
Net investment in capital assets	68	-	589	37	8,603	3,882	13,179
Unrestricted	3,850	9,407	7,718	369	6,757	(84)	28,017
Total net position	\$ 3,918	\$ 9,407	\$ 8,307	\$ 406	\$ 15,360	\$ 3,798	\$ 41,196



INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
Year Ended December 31, 2020
(in thousands)

	Insurance Service Fund	Arvada Medical Fund	Computer Fund	Print Shop Fund	Vehicle Fund	Building Fund	Total Internal Service Funds
REVENUES							
Service charges	\$ 2,586	\$ -	\$ 2,381	\$ 318	\$ 5,392	\$ 454	\$ 11,131
Recovered costs	90	-	54	-	159	77	380
Contributions							-
Employer	-	8,588	-	-	-	-	8,588
Employee	-	2,514	-	-	-	-	2,514
Retirees and continued benefit individuals	-	334	-	-	-	-	334
Miscellaneous	-	1,282	37	-	-	-	1,319
Total revenues	2,676	12,718	2,472	318	5,551	531	24,266
EXPENSES							
Administration	655	1,555	101	305	2,288	3	4,907
Insurance premiums/ prescriptions	969	836	-	-	-	-	1,805
Uninsured damages and claims	461	8,123	-	-	-	-	8,584
Repair and maintenance	-	-	2,145	14	808	283	3,250
Depreciation	15	-	299	7	2,032	462	2,815
Total expenses	2,100	10,514	2,545	326	5,128	748	21,361
Operating income	576	2,204	(73)	(8)	423	(217)	2,905
NON-OPERATING REVENUES							
NON-OPERATING REVENUES (EXPENSES)							
Gain on sale of assets	-	-	-	-	123	-	123
Investment earnings	173	332	268	13	218	27	1,031
Interest expense	-	-	-	-	-	-	-
Total non-operating revenues	173	332	268	13	341	27	1,154
INCOME BEFORE TRANSFERS	749	2,536	195	5	764	(190)	4,059
TRANSFERS IN	-	-	-	-	559	500	1,059
TRANSFERS OUT	(30)	-	-	-	(500)	-	(530)
CHANGE IN NET POSITION	719	2,536	195	5	823	310	4,588
NET POSITION, BEGINNING	3,199	6,871	8,112	401	14,537	3,488	36,608
NET POSITION, ENDING	\$ 3,918	\$ 9,407	\$ 8,307	\$ 406	\$ 15,360	\$ 3,798	\$ 41,196



INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year Ended December 31, 2020
(in thousands)

	Insurance Service Fund	Arvada Medical Fund	Computer Fund	Print Shop Fund	Vehicle Fund	Building Fund	Total Internal Service
Cash Flows From Operating Activities							
Cash received from external customers	\$ 90	1,702	\$ 91	\$ -	\$ 160	\$ 225	\$ 2,268
Cash received from internal customers	2,586	11,102	\$ 2,381	318	5,392	454	\$ 22,233
Cash payments to external suppliers	(1,857)	(10,388)	(2,066)	(109)	(1,132)	(216)	\$ (15,768)
Cash payments to internal suppliers	(12)	-	(218)	(7)	(259)	(8)	\$ (504)
Cash payments to employees for services	(328)	-	(101)	(207)	(1,771)	(62)	(2,469)
Net cash provided (used) by operating activities	479	2,416	87	(5)	2,390	393	5,760
Cash Flows From Noncapital Financing Activities							
Transfers to other funds	(30)	-	-	-	(500)	500	(30)
Transfer from other funds	-	-	-	-	559	-	559
Net cash provided (used) by noncapital financing activities	(30)	-	-	-	59	500	529
Cash Flows From Capital and Related Financing Activities							
Purchases of capital assets	-	-	(50)	-	(1,403)	(4,249)	(5,702)
Proceeds from sale of assets	-	-	-	-	174	-	174
Net cash provided (used) by capital and related financing activities	-	-	(50)	-	(1,229)	(4,249)	(5,528)
Cash Flows From Investing Activities							
Investment earnings	173	323	267	13	276	42	1,094
Net cash provided (used) by investing activities	173	323	267	13	276	42	1,094
Net increase (decrease) in cash and cash equivalents	622	2,739	304	8	1,496	(3,314)	1,855
Cash and cash equivalents January 1, 2020	4,802	7,623	7,410	376	5,263	3,390	28,864
Cash and cash equivalents December 31, 2020	5,424	10,362	7,714	384	6,759	76	30,719
Reconciliation of operating income to net cash provided (used) by operating activities :							
Operating income	576	2,204	(73)	(8)	423	(217)	2,905
Adjustments to reconcile operating income to net cash provided by operating activities :							
Depreciation expense	15	-	299	7	2,032	462	2,815
(Increase) decrease in account receivable	-	86	-	-	2	-	88
(Increase) decrease in inventories	-	-	-	-	(20)	-	(20)
(Increase) decrease in prepaid expenditures	-	-	(10)	-	3	-	(7)
(Decrease) increase in accounts payable	(93)	16	(126)	(4)	(42)	148	(101)
(Decrease) increase in claims payable	(27)	110	-	-	-	-	83
(Decrease) increase in OPEB	-	-	(3)	-	3	-	-
(Decrease) increase in accrued benefits	8	-	-	-	(11)	-	(3)
Net cash provided (used) by operating activities	479	2,416	87	(5)	2,390	393	5,760



INSURANCE SERVICE FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Service charges	\$ 2,585	\$ 2,585	\$ 2,586	\$ 1
Recovered costs	-	-	90	90
Investment earnings	80	80	173	93
Transfer in	-	-	-	-
Total revenues	<u>2,665</u>	<u>2,665</u>	<u>2,849</u>	<u>184</u>
EXPENDITURES				
Administration	781	763	655	108
Insurance premiums	962	1,043	969	74
Uninsured damages and claims	579	552	461	91
Transfer out	-	30	30	-
Total expenditures	<u>2,322</u>	<u>2,388</u>	<u>2,115</u>	<u>273</u>
CHANGE IN NET POSITION	<u>\$ 343</u>	<u>\$ 277</u>	734	<u>\$ 457</u>
ADJUSTMENTS TO GAAP BASIS				
Depreciation			<u>(15)</u>	
CHANGE IN NET POSITION, GAAP BASIS			<u>\$ 719</u>	



COMPUTER FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Service charges	\$ 2,319	\$ 2,443	\$ 2,381	(62)
Recovered costs	61	61	54	(7)
Miscellaneous Costs	28	28	37	9
Investment earnings	-	-	268	268
Transfer In	-	-	-	-
Total revenues	<u>2,408</u>	<u>2,532</u>	<u>2,740</u>	<u>208</u>
EXPENDITURES				
Administration	134	134	101	33
Repair and maintenance	2,524	3,117	2,145	972
Capital Outlay	-	37	50	(13)
Total expenditures	<u>2,658</u>	<u>3,288</u>	<u>2,296</u>	<u>992</u>
CHANGE IN NET POSITION	<u>\$ (250)</u>	<u>\$ (756)</u>	444	<u>\$ 1,200</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			50	
Depreciation			<u>(299)</u>	
CHANGE IN NET POSITION, GAAP BASIS			<u>\$ 195</u>	



PRINT SHOP FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Service charges	\$ 353	\$ 353	\$ 318	\$ (35)
Investment earnings	-	-	13	13
Total revenues	<u>353</u>	<u>353</u>	<u>331</u>	<u>(22)</u>
EXPENDITURES				
Administration	321	321	305	16
Repair and maintenance	14	14	14	-
Capital outlay	<u>5</u>	<u>5</u>	<u>-</u>	<u>5</u>
Total expenditures	<u>340</u>	<u>340</u>	<u>319</u>	<u>21</u>
CHANGE IN NET POSITION	<u>\$ 13</u>	<u>\$ 13</u>	12	<u>\$ (1)</u>
ADJUSTMENTS TO GAAP BASIS				
Depreciation			<u>(7)</u>	
CHANGE IN NET POSITION, GAAP BASIS			<u>\$ 5</u>	



VEHICLE FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Service charges	\$ 5,459	\$ 5,459	\$ 5,392	\$ (67)
Recovered costs	100	100	159	59
Investment earnings	89	89	218	129
Miscellaneous revenues	-	-	-	-
Transfer in	-	-	559	559
Gain on sale of assets	75	75	123	48
Total revenues	<u>5,723</u>	<u>5,723</u>	<u>6,451</u>	<u>728</u>
EXPENDITURES				
Administration	2,184	2,050	2,288	(238)
Repair and maintenance	655	746	808	(62)
Capital outlay	2,030	2,704	1,403	1,301
Transfer out	-	-	500	(500)
Total expenditures	<u>4,869</u>	<u>5,500</u>	<u>4,999</u>	<u>501</u>
CHANGE IN NET POSITION	<u>\$ 854</u>	<u>\$ 223</u>	1,452	<u>\$ 1,229</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			1,403	
Depreciation			<u>(2,032)</u>	
CHANGE IN NET POSITION, GAAP BASIS			<u>\$ 823</u>	



BUILDING FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2020
(in thousands)

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget Positive (Negative)
REVENUES				
Service charges	\$ 562	\$ 562	\$ 454	\$ (108)
Investment earnings	46	46	27	(19)
Recovered Costs	-	-	77	77
Transfers in	-	-	500	500
Total revenues	<u>608</u>	<u>608</u>	<u>1,058</u>	<u>450</u>
EXPENDITURES				
Repair and maintenance	1,361	1,445	283	1,162
Administration	3	3	3	-
Capital outlay	-	4,551	4,249	302
Total expenditures	<u>1,364</u>	<u>5,999</u>	<u>4,535</u>	<u>1,464</u>
CHANGE IN NET POSITION	<u>\$ (756)</u>	<u>\$ (5,391)</u>	(3,477)	<u>\$ 1,914</u>
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			4,249	
Depreciation			<u>(462)</u>	
CHANGE IN NET POSITION, GAAP BASIS			<u>\$ 310</u>	

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Custodial Funds

Ralston House
Jefferson Parkway Public Highway Authority



CUSTODIAL FUNDS

Ralston House - Accounts for the monies held for the Ralston House, a local 501(c)(3) not for profit agency to which the City of Arvada provides accounting and investing services.

Jefferson Parkway Public Highway Authority (JPPHA) - Accounts for the monies held for JPPHA, a municipal corporation formed to facilitate the financing, construction, operation, and maintenance of a public highway located on the northern and western perimeters of the Denver metropolitan area which the City of Arvada provides accounting and investing services.

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CUSTODIAL FUNDS
STATEMENT OF CUSTODIAL NET POSITION
Year Ended December 31, 2020
(in thousands)

	Raston House	Jefferson Parkway Public Highway Authority	Total Custodial Funds
Assets			
Pooled cash and investments	\$ 1,328	\$ 1	\$ 1,329
Money market	-	7	7
Accrued interest	5	-	5
Total current assets	<u>1,333</u>	<u>8</u>	<u>1,341</u>
Total Assets	<u><u>1,333</u></u>	<u><u>8</u></u>	<u><u>1,341</u></u>
Liabilities			
Current Liabilities			
Accounts Payable	62	-	62
Total current liabilities	<u>62</u>	<u>-</u>	<u>62</u>
Total liabilities	<u><u>62</u></u>	<u><u>-</u></u>	<u><u>62</u></u>
NET POSITION RESTRICTED FOR			
Individuals, organizations, and other governments	1,271	8	1,279
Total net position	<u>\$ 1,271</u>	<u>\$ 8</u>	<u>\$ 1,279</u>



CUSTODIAL FUNDS
STATEMENT OF CHANGES IN CUSTODIAL NET POSITION
Year Ended December 31, 2020
(in thousands)

	<u>Raston House</u>	<u>Jefferson Parkway Public Highway Authority</u>	<u>Total Custodial Funds</u>
ADDITIONS			
Investment income	\$ 42	\$ 1	\$ 43
Contribution	1,961	132	2,093
Total additions	<u>2,003</u>	<u>133</u>	<u>2,136</u>
DEDUCTIONS			
Program costs	1,822	164	1,986
Total deductions	<u>1,822</u>	<u>164</u>	<u>1,986</u>
INCREASE (DECREASE) IN FIDUCIARY NET POSTION	181	(31)	150
Net position, January 1, as previously reported	-	-	-
Restatement for adoption of GASB 84	1,090	39	1,129
Net position, January 1, as restated	<u>1,090</u>	<u>39</u>	<u>1,129</u>
Net position, December 31	<u>\$ 1,271</u>	<u>\$ 8</u>	<u>\$ 1,279</u>

Financial Data Schedules



Arvada Housing Authority (CO050)

Arvada, CO

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2020

	14.MSC Mainstream CARES Act Funding	14.879 Mainstream Vouchers	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	Total
111 Cash - Unrestricted		\$0	\$0	\$0	\$0	\$0
112 Cash - Restricted - Modernization and Development		\$0	\$0	\$0	\$0	\$0
113 Cash - Other Restricted		\$0	\$0	\$0	\$0	\$0
114 Cash- Tenant Security Deposits		\$0	\$0	\$0	\$0	\$0
115 Cash - Restricted for Payment of Current Liabilities		\$0	\$0	\$0	\$0	\$0
100 Total Cash	\$0	\$0	\$0	\$0	\$0	\$0
121 Accounts Receivable - PHA Projects		\$0	\$0	\$0	\$0	\$0
122 Accounts Receivable - HUD Other Projects	\$0	\$0	\$0	\$0	\$0	\$0
124 Accounts Receivable - Other Government		\$0	\$0	\$0	\$0	\$0
125 Accounts Receivable - Miscellaneous	\$0	\$0	\$0	\$0	\$0	\$0
126 Accounts Receivable - Tenants		\$0	\$0	\$0	\$0	\$0
126.1 Allowance for Doubtful Accounts - Tenants		\$0	\$0	\$0	\$0	\$0
126.2 Allowance for Doubtful Accounts - Other		\$0	\$0	\$0	\$0	\$0
127 Notes, Loans, & Mortgages Receivable - Current		\$0	\$0	\$0	\$0	\$0
128 Fraud Recovery		\$0	\$81,860	\$0	\$81,860	\$81,860
128.1 Allowance for Doubtful Accounts - Fraud		\$0	-\$3,524	\$0	-\$3,524	-\$3,524
129 Accrued Interest Receivable		\$0	\$0	\$0	\$0	\$0
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$0	\$0	\$78,336	\$0	\$78,336	\$78,336
131 Investments - Unrestricted		\$0	\$0	\$0	\$0	\$0
132 Investments - Restricted		\$1,786	\$135,477	\$413,142	\$550,405	\$550,405
135 Investments - Restricted for Payment of Current Liability		\$0	\$0	\$0	\$0	\$0
142 Prepaid Expenses and Other Assets		\$0	\$0	\$0	\$0	\$0
143 Inventories		\$0	\$0	\$0	\$0	\$0
143.1 Allowance for Obsolete Inventories		\$0	\$0	\$0	\$0	\$0
144 Inter Program Due From	\$0	\$0	\$0	\$0	\$0	\$0
145 Assets Held for Sale		\$0	\$0	\$0	\$0	\$0
150 Total Current Assets	\$0	\$1,786	\$213,813	\$413,142	\$628,741	\$628,741
161 Land		\$0	\$0	\$0	\$0	\$0
162 Buildings		\$0	\$0	\$0	\$0	\$0
163 Furniture, Equipment & Machinery - Dwellings		\$0	\$0	\$0	\$0	\$0
164 Furniture, Equipment & Machinery - Administration		\$0	\$0	\$0	\$0	\$0
165 Leasehold Improvements		\$0	\$0	\$0	\$0	\$0
166 Accumulated Depreciation		\$0	\$0	\$0	\$0	\$0
167 Construction in Progress		\$0	\$0	\$0	\$0	\$0
168 Infrastructure		\$0	\$0	\$0	\$0	\$0
160 Total Capital Assets, Net of Accumulated Depreciation	\$0	\$0	\$0	\$0	\$0	\$0
171 Notes, Loans and Mortgages Receivable - Non-Current	\$0	\$0	\$0	\$0	\$0	\$0
172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due	\$0	\$0	\$0	\$0	\$0	\$0
173 Grants Receivable - Non Current		\$0	\$0	\$0	\$0	\$0
174 Other Assets	\$0	\$0	\$0	\$0	\$0	\$0
176 Investments in Joint Ventures	\$0	\$0	\$0	\$0	\$0	\$0
180 Total Non-Current Assets	\$0	\$0	\$0	\$0	\$0	\$0
200 Deferred Outflow of Resources		\$0	\$0	\$0	\$0	\$0
290 Total Assets and Deferred Outflow of Resources	\$0	\$1,786	\$213,813	\$413,142	\$628,741	\$628,741
311 Bank Overdraft		\$0	\$0	\$0	\$0	\$0
312 Accounts Payable <= 90 Days		\$0	\$4,897	\$0	\$4,897	\$4,897
313 Accounts Payable >90 Days Past Due		\$0	\$0	\$0	\$0	\$0
321 Accrued Wage/Payroll Taxes Payable		\$0	\$9,250	\$0	\$9,250	\$9,250
322 Accrued Compensated Absences - Current Portion		\$0	\$0	\$0	\$0	\$0
324 Accrued Contingency Liability		\$0	\$0	\$0	\$0	\$0
325 Accrued Interest Payable		\$0	\$0	\$0	\$0	\$0

331 Accounts Payable - HUD PHA Programs	\$0	\$0	\$14	\$0	\$14	\$14
332 Account Payable - PHA Projects		\$0	\$0	\$0	\$0	\$0
333 Accounts Payable - Other Government		\$0	\$0	\$0	\$0	\$0
341 Tenant Security Deposits		\$0	\$0	\$0	\$0	\$0
342 Unearned Revenue	\$0	\$0	\$0	\$413,142	\$413,142	\$413,142
343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue		\$0	\$0	\$0	\$0	\$0
344 Current Portion of Long-term Debt - Operating Borrowings		\$0	\$0	\$0	\$0	\$0
345 Other Current Liabilities		\$0	\$0	\$0	\$0	\$0
346 Accrued Liabilities - Other		\$0	\$0	\$0	\$0	\$0
347 Inter Program - Due To		\$0	\$0	\$0	\$0	\$0
348 Loan Liability - Current	\$0	\$0	\$0	\$0	\$0	\$0
310 Total Current Liabilities	\$0	\$0	\$14,161	\$413,142	\$427,303	\$427,303
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue	\$0	\$0	\$0	\$0	\$0	\$0
352 Long-term Debt, Net of Current - Operating Borrowings		\$0	\$0	\$0	\$0	\$0
353 Non-current Liabilities - Other		\$0	\$0	\$0	\$0	\$0
354 Accrued Compensated Absences - Non Current		\$0	\$0	\$0	\$0	\$0
355 Loan Liability - Non Current	\$0	\$0	\$0	\$0	\$0	\$0
356 FASB 5 Liabilities		\$0	\$0	\$0	\$0	\$0
357 Accrued Pension and OPEB Liabilities	\$0	\$0	\$0	\$0	\$0	\$0
350 Total Non-Current Liabilities	\$0	\$0	\$0	\$0	\$0	\$0
300 Total Liabilities	\$0	\$0	\$14,161	\$413,142	\$427,303	\$427,303
400 Deferred Inflow of Resources	\$0	\$0	\$74,905	\$0	\$74,905	\$74,905
508.3 Nonspendable Fund Balance		\$0	\$0	\$0	\$0	\$0
509.3 Restricted Fund Balance	\$0	\$1,786	\$124,747	\$0	\$126,533	\$126,533
510.3 Committed Fund Balance		\$0	\$0	\$0	\$0	\$0
511.3 Assigned Fund Balance		\$0	\$0	\$0	\$0	\$0
512.3 Unassigned Fund Balance		\$0	\$0	\$0	\$0	\$0
513 Total Equity - Net Assets / Position	\$0	\$1,786	\$124,747	\$0	\$126,533	\$126,533
600 Total Liabilities, Deferred Inflows of Resources and Equity - Net	\$0	\$1,786	\$213,813	\$413,142	\$628,741	\$628,741

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Arvada Housing Authority (CO050)
Arvada, CO
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2020

	14.MSC Mainstream CARES Act Funding	14.879 Mainstream Vouchers	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	Total
70300 Net Tenant Rental Revenue	\$0	\$0	\$0	\$0	\$0	\$0
70400 Tenant Revenue - Other	\$0	\$0	\$0	\$0	\$0	\$0
70500 Total Tenant Revenue	\$0	\$0	\$0	\$0	\$0	\$0
70600 HUD PHA Operating Grants	\$1,652	\$174,314	\$5,175,573	\$15,065	\$5,366,604	\$5,366,604
70610 Capital Grants	\$0	\$0	\$0	\$0	\$0	\$0
70710 Management Fee						
70720 Asset Management Fee						
70730 Book Keeping Fee						
70740 Front Line Service Fee						
70750 Other Fees						
70700 Total Fee Revenue						
70800 Other Government Grants	\$0	\$0	\$0	\$0	\$0	\$0
71100 Investment Income - Unrestricted	\$0	\$0	\$652	\$0	\$652	\$652
71200 Mortgage Interest Income	\$0	\$0	\$0	\$0	\$0	\$0
71300 Proceeds from Disposition of Assets Held for Sale	\$0	\$0	\$0	\$0	\$0	\$0
71310 Cost of Sale of Assets	\$0	\$0	\$0	\$0	\$0	\$0
71400 Fraud Recovery	\$0	\$0	\$21,294	\$0	\$21,294	\$21,294
71500 Other Revenue	\$0	\$0	\$0	\$0	\$0	\$0
71600 Gain or Loss on Sale of Capital Assets	\$0	\$0	\$0	\$0	\$0	\$0
72000 Investment Income - Restricted	\$0	\$0	\$0	\$0	\$0	\$0
70000 Total Revenue	\$1,652	\$174,314	\$5,197,519	\$15,065	\$5,388,550	\$5,388,550
91100 Administrative Salaries	\$416	\$3,535	\$163,264	\$4,082	\$171,297	\$171,297
91200 Auditing Fees	\$0	\$0	\$15,100	\$0	\$15,100	\$15,100
91300 Management Fee	\$0	\$0	\$0	\$0	\$0	\$0
91310 Book-keeping Fee	\$0	\$0	\$0	\$0	\$0	\$0
91400 Advertising and Marketing	\$0	\$0	\$0	\$0	\$0	\$0
91500 Employee Benefit contributions - Administrative	\$1,234	\$633	\$56,186	\$1,646	\$59,699	\$59,699
91600 Office Expenses	\$0	\$499	\$14,644	\$680	\$15,823	\$15,823
91700 Legal Expense	\$0	\$0	\$0	\$0	\$0	\$0
91800 Travel	\$0	\$0	\$1,139	\$0	\$1,139	\$1,139
91810 Allocated Overhead	\$0	\$978	\$61,889	\$8,640	\$71,507	\$71,507
91900 Other	\$0	\$0	\$0	\$0	\$0	\$0
91000 Total Operating - Administrative	\$1,650	\$5,645	\$312,222	\$15,048	\$334,565	\$334,565
92000 Asset Management Fee	\$0	\$0	\$0	\$0	\$0	\$0
92100 Tenant Services - Salaries	\$0	\$0	\$0	\$0	\$0	\$0
92200 Relocation Costs	\$0	\$0	\$0	\$0	\$0	\$0
92300 Employee Benefit Contributions - Tenant Services	\$0	\$0	\$0	\$0	\$0	\$0
92400 Tenant Services - Other	\$0	\$0	\$0	\$0	\$0	\$0
92500 Total Tenant Services	\$0	\$0	\$0	\$0	\$0	\$0
93100 Water	\$0	\$0	\$0	\$0	\$0	\$0
93200 Electricity	\$0	\$0	\$0	\$0	\$0	\$0
93300 Gas	\$0	\$0	\$0	\$0	\$0	\$0
93400 Fuel	\$0	\$0	\$0	\$0	\$0	\$0
93500 Labor	\$0	\$0	\$0	\$0	\$0	\$0
93600 Sewer	\$0	\$0	\$0	\$0	\$0	\$0
93700 Employee Benefit Contributions - Utilities	\$0	\$0	\$0	\$0	\$0	\$0
93800 Other Utilities Expense	\$0	\$0	\$0	\$0	\$0	\$0
93000 Total Utilities	\$0	\$0	\$0	\$0	\$0	\$0
94100 Ordinary Maintenance and Operations - Labor	\$0	\$0	\$0	\$0	\$0	\$0
94200 Ordinary Maintenance and Operations - Materials and Other	\$0	\$0	\$1,921	\$0	\$1,921	\$1,921
94300 Ordinary Maintenance and Operations Contracts	\$0	\$0	\$0	\$0	\$0	\$0
94500 Employee Benefit Contributions - Ordinary Maintenance	\$0	\$0	\$0	\$0	\$0	\$0

94000 Total Maintenance	\$0	\$0	\$1,921	\$0	\$1,921	\$1,921
95100 Protective Services - Labor	\$0	\$0	\$0	\$0	\$0	\$0
95200 Protective Services - Other Contract Costs	\$0	\$0	\$0	\$0	\$0	\$0
95300 Protective Services - Other	\$0	\$0	\$0	\$0	\$0	\$0
95500 Employee Benefit Contributions - Protective Services	\$0	\$0	\$0	\$0	\$0	\$0
95000 Total Protective Services	\$0	\$0	\$0	\$0	\$0	\$0
96110 Property Insurance	\$0	\$0	\$143	\$0	\$143	\$143
96120 Liability Insurance	\$0	\$0	\$2,516	\$0	\$2,516	\$2,516
96130 Workmen's Compensation	\$0	\$0	\$2,738	\$0	\$2,738	\$2,738
96140 All Other Insurance	\$2	\$16	\$2,639	\$17	\$2,674	\$2,674
96100 Total Insurance Premiums	\$2	\$16	\$8,036	\$17	\$8,071	\$8,071
96200 Other General Expenses	\$0	\$393	\$25,011	\$0	\$25,404	\$25,404
96210 Compensated Absences	\$0	\$0	\$0	\$0	\$0	\$0
96300 Payments in Lieu of Taxes	\$0	\$0	\$0	\$0	\$0	\$0
96400 Bad debt - Tenant Rents	\$0	\$0	\$0	\$0	\$0	\$0
96500 Bad debt - Mortgages	\$0	\$0	\$0	\$0	\$0	\$0
96600 Bad debt - Other	\$0	\$0	\$0	\$0	\$0	\$0
96800 Severance Expense	\$0	\$0	\$0	\$0	\$0	\$0
96000 Total Other General Expenses	\$0	\$393	\$25,011	\$0	\$25,404	\$25,404
96710 Interest of Mortgage (or Bonds) Payable	\$0	\$0	\$0	\$0	\$0	\$0
96720 Interest on Notes Payable (Short and Long Term)	\$0	\$0	\$0	\$0	\$0	\$0
96730 Amortization of Bond Issue Costs	\$0	\$0	\$0	\$0	\$0	\$0
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0	\$0	\$0	\$0
96900 Total Operating Expenses	\$1,652	\$8,054	\$347,190	\$15,065	\$369,961	\$369,961
97000 Excess of Operating Revenue over Operating Expenses	\$0	\$168,260	\$4,850,329	\$0	\$5,018,589	\$5,018,589
97100 Extraordinary Maintenance	\$0	\$0	\$0	\$0	\$0	\$0
97200 Casualty Losses - Non-capitalized	\$0	\$0	\$0	\$0	\$0	\$0
97300 Housing Assistance Payments	\$0	\$166,474	\$4,796,853	\$0	\$4,963,327	\$4,963,327
97350 HAP Portability-In	\$0	\$0	\$155,571	\$0	\$155,571	\$155,571
97400 Depreciation Expense	\$0	\$0	\$0	\$0	\$0	\$0
97500 Fraud Losses	\$0	\$0	\$0	\$0	\$0	\$0
97600 Capital Outlays - Governmental Funds	\$0	\$0	\$0	\$0	\$0	\$0
97700 Debt Principal Payment - Governmental Funds	\$0	\$0	\$0	\$0	\$0	\$0
97800 Dwelling Units Rent Expense	\$0	\$0	\$0	\$0	\$0	\$0
90000 Total Expenses	\$1,652	\$172,528	\$5,299,614	\$15,065	\$5,488,859	\$5,488,859
10010 Operating Transfer In	\$0	\$0	\$0	\$0	\$0	\$0
10020 Operating transfer Out	\$0	\$0	\$0	\$0	\$0	\$0
10030 Operating Transfers from/to Primary Government	\$0	\$0	\$161,623	\$0	\$161,623	\$161,623
10040 Operating Transfers from/to Component Unit	\$0	\$0	\$0	\$0	\$0	\$0
10050 Proceeds from Notes, Loans and Bonds	\$0	\$0	\$0	\$0	\$0	\$0
10060 Proceeds from Property Sales	\$0	\$0	\$0	\$0	\$0	\$0
10070 Extraordinary Items, Net Gain/Loss	\$0	\$0	\$0	\$0	\$0	\$0
10080 Special Items (Net Gain/Loss)	\$0	\$0	\$0	\$0	\$0	\$0
10091 Inter Project Excess Cash Transfer In						
10092 Inter Project Excess Cash Transfer Out						
10093 Transfers between Program and Project - In	\$0	\$0	\$0	\$0	\$0	\$0
10094 Transfers between Project and Program - Out	\$0	\$0	\$0	\$0	\$0	\$0
10100 Total Other financing Sources (Uses)	\$0	\$0	\$161,623	\$0	\$161,623	\$161,623
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	\$0	\$1,786	\$59,528	\$0	\$61,314	\$61,314
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0	\$0	\$0
11030 Beginning Equity	\$0	\$0	\$65,219	\$0	\$65,219	\$65,219
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors	\$0	\$0	\$0	\$0	\$0	\$0
11050 Changes in Compensated Absence Balance	\$0	\$0	\$0	\$0	\$0	\$0
11060 Changes in Contingent Liability Balance	\$0	\$0	\$0	\$0	\$0	\$0
11070 Changes in Unrecognized Pension Transition Liability	\$0	\$0	\$0	\$0	\$0	\$0
11080 Changes in Special Term/Severance Benefits Liability	\$0	\$0	\$0	\$0	\$0	\$0
11090 Changes in Allowance for Doubtful Accounts - Dwelling Rents	\$0	\$0	\$0	\$0	\$0	\$0



11100 Changes in Allowance for Doubtful Accounts - Other	\$0	\$0	\$0	\$0	\$0	\$0
11170 Administrative Fee Equity			\$102,133		\$102,133	\$102,133
11180 Housing Assistance Payments Equity			\$22,614		\$22,614	\$22,614
11190 Unit Months Available	0	384	6096	0	6480	6480
11210 Number of Unit Months Leased	0	174	5456	0	5630	5630
11270 Excess Cash						
11610 Land Purchases						
11620 Building Purchases						
11630 Furniture & Equipment - Dwelling Purchases						
11640 Furniture & Equipment - Administrative Purchases						
11650 Leasehold Improvements Purchases						
11660 Infrastructure Purchases						
13510 CFFP Debt Service Payments						
13901 Replacement Housing Factor Funds						

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Local Highway Finance Report



Local Highway Finance Report Year Ended December 31, 2019

Financial Planning 02/01
Form # 350-050-36

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Arvada
	YEAR ENDING : December 2020
This Information From The Records Of (example - City of or County of)	Prepared By: Christine Summitt Phone: 720-898-7138

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	56,498,357
3. Other local imposts (from page 2)	1,538,415
4. Miscellaneous local receipts (from page 2)	0
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	80,038,080
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	80,038,080
7. Total (1 through 6)	138,074,852
B. Private Contributions	
C. Receipts from State government (from page 2)	4,215,727
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	142,290,579

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	39,280,908
2. Maintenance:	6,922,753
3. Road and street services:	
a. Traffic control operations	4,019,212
b. Snow and ice removal	2,045,644
c. Other	
d. Total (a. through c.)	6,064,856
4. General administration & miscellaneous	3,984,143
5. Highway law enforcement and safety	8,840,131
6. Total (1 through 5)	65,092,791
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)	65,092,791

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	70,825,000		2,375,000	68,450,000
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
	77,197,788	142,290,579	65,092,791	154,395,576	0

Notes and Comments:



**Local Highway Finance Report
Year Ended December 31, 2019**

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2020	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	934,041	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	604,374	g. Other Misc. Receipts	
6. Total (1. through 5.)	1,538,415	h. Other	
c. Total (a. + b.)	1,538,415	i. Total (a. through h.)	0
(Carry forward to page 1)		(Carry forward to page 1)	
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	3,771,784	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	443,943	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	443,943	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	4,215,727	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		3,546,662	3,546,662
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements	2,303,161	6,712,283	9,015,444
(3). System Preservation		25,898,724	25,898,724
(4). System Enhancement & Operation		820,078	820,078
(5). Total Construction (1) + (2) + (3) + (4)	2,303,161	33,431,085	35,734,246
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	2,303,161	36,977,747	39,280,908
		(Carry forward to page 1)	
Notes and Comments:			

Statistical Section
(Unaudited)



Statistical Section

This part of the City of Arvada's Comprehensive Annual Financial Report represents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplemental information says about the City's overall financial health.

Contents	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
Net Position by Component	126
Changes in Net Position (expenses)	127
Changes in Net Position (revenues)	128
Fund Balances, Governmental Funds	139
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Revenue Capacity	
These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	
Direct and Overlapping Sales Tax Rates	131
Sales and Use Tax Revenue	132-133
Principal Property Tax Payers	134-135
Property Tax Levies and Collections	136
Assessed & Actual Values of Taxable Property	137
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
Ratios of Outstanding Debt by Type	138
Ratios of General Bonded Debt Outstanding	139
Direct and Overlapping Governmental Activities Debt	140
Legal Debt Margin Information	141
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Schedule of Debt Service Requirements - Governmental - Type Activities	143
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment wherein the City's financial activities take place and to help make comparisons over time and with other governments.	
Demographic and Economic Statistics	144
Principal Employers	145-146
Operating Information	
These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the service the City provides and the activities it performs.	
Full-time Equivalent City Government Employees by Function/Program	147
Operating Indicators by Function/Program	148
Capital Asset Statistics by Function/Program	149

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.



City of Arvada
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(in thousands)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental Activities										
Net investment in capital assets	\$ 234,874	\$ 252,120	\$ 262,131	\$ 292,888	\$ 314,529	\$ 346,609	\$ 344,826	\$ 354,428	\$ 352,675	\$ 362,678
Restricted	25,837	22,517	19,018	27,511	19,900	10,448	22,053	24,408	24,532	30,496
Unrestricted	95,365	90,637	92,089	82,945	90,610	90,156	89,367	89,866	106,286	109,809
Total governmental activities net position	<u>\$ 356,076</u>	<u>\$ 365,274</u>	<u>\$ 373,238</u>	<u>\$ 403,344</u>	<u>\$ 425,039</u>	<u>\$ 447,213</u>	<u>\$ 456,246</u>	<u>\$ 468,702</u>	<u>\$ 483,493</u>	<u>\$ 502,983</u>
Business-type Activities										
Net investment in capital assets	\$ 206,768	\$ 219,419	\$ 238,881	\$ 252,606	\$ 263,285	\$ 265,019	\$ 278,095	\$ 294,032	\$ 304,821	\$ 319,340
Restricted	1,866	1,706	1,536	1,805	1,964	1,915	2,114	2,090	2,279	-
Unrestricted	85,717	91,198	89,643	95,699	103,479	122,107	130,694	129,871	128,216	129,422
Total business-type activities net position	<u>\$ 294,351</u>	<u>\$ 312,323</u>	<u>\$ 330,060</u>	<u>\$ 350,110</u>	<u>\$ 368,728</u>	<u>\$ 389,041</u>	<u>\$ 410,903</u>	<u>\$ 425,993</u>	<u>\$ 435,316</u>	<u>\$ 448,762</u>
Primary Government										
Net investment in capital assets	\$ 441,642	\$ 471,539	\$ 501,012	\$ 545,494	\$ 577,814	\$ 611,628	\$ 622,921	\$ 648,460	\$ 657,496	\$ 682,018
Restricted	27,703	24,223	20,554	29,316	21,864	12,363	24,167	26,498	26,811	30,496
Unrestricted	181,082	181,835	181,732	178,644	194,089	212,263	220,061	219,737	234,502	239,231
Total primary government net position	<u>\$ 650,427</u>	<u>\$ 677,597</u>	<u>\$ 703,298</u>	<u>\$ 753,454</u>	<u>\$ 793,767</u>	<u>\$ 836,254</u>	<u>\$ 867,149</u>	<u>\$ 894,695</u>	<u>\$ 918,809</u>	<u>\$ 951,745</u>

Source: City of Arvada, Finance Department

Note:
 Government-wide financial statements have been prepared in accordance with the requirements of GASB 34.



City of Arvada
Changes in Net Position (Expenses)
Last Ten Fiscal Years
(accrual basis of accounting)
(in thousands)

Functions/Program Activities	2011	2012	2013	2014	Fiscal Year 2015	2016	2017	2018	2019	2020
Expenses										
Governmental activities:										
General government	\$ 14,280	\$ 16,245	\$ 22,193	\$ 17,485	\$ 20,939	\$ 25,627	\$ 27,429	\$ 28,941	\$ 35,055	\$ 43,114
Public safety	23,989	25,987	26,578	27,154	28,030	29,263	31,893	31,347	35,852	35,035
Public works	25,631	26,644	28,117	30,460	31,124	32,126	38,974	38,521	31,981	39,787
Parks and recreation	7,121	7,329	7,428	8,173	8,279	8,543	9,130	9,161	9,413	9,663
Culture	10,613	10,809	10,797	10,507	10,068	5,545	169	107	277	326
Human services	4,420	4,580	4,558	4,876	4,665	4,781	5,177	5,467	5,853	6,139
Interest	1,501	1,443	1,119	1,107	659	821	954	804	3,217	3,560
Total governmental activities expenses	<u>87,555</u>	<u>93,037</u>	<u>100,790</u>	<u>99,762</u>	<u>103,764</u>	<u>106,706</u>	<u>113,726</u>	<u>114,348</u>	<u>121,648</u>	<u>137,624</u>
Business-type activities:										
Water	19,544	19,634	20,609	21,071	21,632	22,688	22,662	23,794	25,235	26,126
Wastewater	9,883	10,553	11,536	11,677	12,620	12,127	13,049	12,489	13,470	12,954
Other	7,016	7,302	7,575	7,939	8,648	9,412	8,752	11,789	11,131	9,782
Total business-type activities expenses	<u>36,443</u>	<u>37,489</u>	<u>39,720</u>	<u>40,687</u>	<u>42,900</u>	<u>44,227</u>	<u>44,463</u>	<u>48,072</u>	<u>49,836</u>	<u>48,862</u>
Total primary government expenses	<u>\$ 123,998</u>	<u>\$ 130,526</u>	<u>\$ 140,510</u>	<u>\$ 140,449</u>	<u>\$ 146,664</u>	<u>\$ 150,933</u>	<u>\$ 158,189</u>	<u>\$ 162,420</u>	<u>\$ 171,484</u>	<u>\$ 186,486</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	5,333	5,159	5,726	6,212	5,397	5,694	5,495	5,515	5,206	4,806
Public works	2,038	2,623	2,870	4,761	5,170	6,094	6,383	3,794	2,552	3,784
Parks & recreation	1,799	961	902	967	958	965	46	1,035	1,000	-
Other activities	6,720	6,737	4,831	4,690	4,660	1,655	-	-	-	-
Operating grants and contributions	9,218	9,171	11,681	11,330	12,529	12,066	12,317	12,453	14,035	22,554
Capital grants and contributions	6,470	12,431	6,706	22,287	10,206	8,936	7,850	3,917	3,710	8,108
Total governmental activities program revenues	<u>31,578</u>	<u>37,082</u>	<u>32,716</u>	<u>50,247</u>	<u>38,920</u>	<u>35,410</u>	<u>32,091</u>	<u>26,714</u>	<u>26,503</u>	<u>39,252</u>
Business-type activities:										
Charges for services:										
Water	18,221	21,026	22,635	19,215	20,565	23,120	22,573	24,425	23,459	29,748
Wastewater	10,336	10,704	11,179	11,334	11,721	11,516	12,361	11,938	12,601	12,801
Other	8,497	9,544	8,527	9,239	9,324	9,295	8,252	10,128	10,847	9,196
Operating grants and contributions	200	-	-	-	-	-	-	-	-	-
Capital grants and contributions	6,519	12,240	17,633	21,326	20,578	20,912	14,922	14,177	10,823	7,624
Total business-type activities program revenues	<u>43,773</u>	<u>53,514</u>	<u>59,974</u>	<u>61,114</u>	<u>62,188</u>	<u>64,843</u>	<u>58,108</u>	<u>60,668</u>	<u>57,730</u>	<u>59,369</u>
Total primary government program revenues	<u>\$ 75,351</u>	<u>\$ 90,596</u>	<u>\$ 92,690</u>	<u>\$ 111,361</u>	<u>\$ 101,108</u>	<u>\$ 100,253</u>	<u>\$ 90,199</u>	<u>\$ 87,382</u>	<u>\$ 84,233</u>	<u>\$ 98,621</u>



City of Arvada
Changes in Net Position (Revenues)
Last Ten Fiscal Years
(accrual basis of accounting)
(in thousands)

Functions/Program Activities Net (Expense)/Revenue	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental activities	(55,977)	(55,955)	(68,074)	(49,515)	(64,844)	(71,296)	(81,635)	(87,634)	(95,145)	(98,372)
Business-type activities	7,330	16,025	20,254	20,427	19,288	20,616	13,645	12,596	7,894	10,507
Total primary government net expense	<u>(\$48,647)</u>	<u>(\$39,930)</u>	<u>(\$47,820)</u>	<u>(\$29,088)</u>	<u>(\$45,556)</u>	<u>(\$50,680)</u>	<u>(\$67,990)</u>	<u>(\$75,038)</u>	<u>(\$87,251)</u>	<u>(\$87,865)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 4,953	\$ 4,829	\$ 4,907	\$ 4,977	\$ 5,074	\$ 6,056	\$ 6,235	\$ 7,215	\$ 6,584	\$ 8,100
Franchise taxes	-	-	-	-	-	-	-	-	-	-
Sales and use taxes	50,996	54,298	58,519	64,429	69,744	74,083	78,564	76,357	76,062	83,026
Transportation taxes	4,648	4,787	4,646	4,757	5,400	4,923	5,061	6,108	5,162	4,704
Investment earnings	1,602	571	107	944	823	1,003	1,397	2,025	6,403	6,421
Miscellaneous	471	1,947	5,974	3,353	4,219	6,435	6,425	7,390	13,018	14,524
Transfers	931	(1,279)	2,418	1,161	1,412	957	(7,014)	(556)	2,707	374
Total governmental activities	<u>63,601</u>	<u>65,153</u>	<u>76,571</u>	<u>79,621</u>	<u>86,672</u>	<u>93,457</u>	<u>90,668</u>	<u>98,539</u>	<u>109,936</u>	<u>117,149</u>
Business-type activities										
Investment earnings	1,148	582	(56)	680	507	550	1,099	2,203	4,032	3,313
Miscellaneous	87	86	104	104	104	104	104	104	104	0
Transfers	(931)	1,279	(2,418)	(1,161)	(1,412)	(957)	7,014	556	(2,707)	(374)
Total business-type activities	<u>304</u>	<u>1,947</u>	<u>(2,370)</u>	<u>(377)</u>	<u>(801)</u>	<u>(303)</u>	<u>8,217</u>	<u>2,863</u>	<u>1,429</u>	<u>2,939</u>
Total primary government	<u>\$ 63,905</u>	<u>\$ 67,100</u>	<u>\$ 74,201</u>	<u>\$ 79,244</u>	<u>\$ 85,871</u>	<u>\$ 93,154</u>	<u>\$ 98,885</u>	<u>\$ 101,402</u>	<u>\$ 111,365</u>	<u>\$ 120,088</u>
Change in Net Position										
Governmental activities	7,624	9,198	8,497	30,106	21,828	22,161	9,033	10,905	14,791	18,777
Business-type activities	7,634	17,972	17,884	20,050	18,487	20,313	21,862	15,459	9,323	13,446
Total primary government	<u>\$ 15,258</u>	<u>\$ 27,170</u>	<u>\$ 26,381</u>	<u>\$ 50,156</u>	<u>\$ 40,315</u>	<u>\$ 42,474</u>	<u>\$ 30,895</u>	<u>\$ 26,364</u>	<u>\$ 24,114</u>	<u>\$ 32,223</u>

Source: City of Arvada, Finance Department

Note: General Government represents support and administrative divisions such as Legal, Finance, City Manager's Office, KATV, Human Resources, Planning, Code Enforcement, Information Services, Courts, and City Council.



City of Arvada
Fund Balances – Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in thousands)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund										
Reserve	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-	-	-	-	-	-
Nonspendable	607	603	640	705	664	589	570	518	423	563
Restricted	1,780	1,891	2,028	2,248	2,447	2,589	2,856	2,836	2,844	3,273
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	2,731	985	-	2,598	1,468	15,143	-	11	2,295	2,698
Unassigned	17,947	19,486	23,007	25,296	32,951	23,076	43,264	41,496	40,221	41,077
Total general fund	23,065	22,965	25,675	30,847	37,530	41,397	46,690	44,861	45,783	47,611
All Other Governmental Funds										
Reserve	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-	-	-
Capital project funds	-	-	-	-	-	-	-	-	-	-
Nonspendable	301	255	231	193	110	46	43	39	51	36
Restricted	24,098	20,654	16,120	16,937	17,453	19,796	19,189	21,572	100,636	100,003
Committed	24,279	17,768	14,953	22,764	17,330	7,693	11,393	14,842	23,192	24,752
Assigned	30,354	33,378	38,314	23,474	20,172	25,783	21,264	16,259	17,164	11,855
Unassigned	-	-	-	-	-	-	-	-	-	-
Subtotal All Other Governmental Funds	79,032	72,055	69,618	63,368	55,065	53,318	51,889	52,712	141,043	136,646
Governmental Funds	102,097	95,020	95,293	94,215	92,595	94,715	98,579	97,573	186,826	184,257
Total Governmental Funds										
Reserve	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Nonspendable	908	858	871	898	774	635	613	557	474	599
Restricted	25,878	22,545	18,148	19,185	19,900	22,385	22,045	24,408	103,480	103,276
Committed	24,279	17,768	14,953	22,764	17,330	7,693	11,393	14,842	23,192	24,752
Assigned	33,085	34,363	38,314	26,072	21,640	40,926	21,264	16,270	19,459	14,553
Unassigned	17,947	19,486	23,007	25,296	32,951	23,076	43,264	41,496	40,221	41,077
Total all other governmental funds	\$ 102,097	\$ 95,020	\$ 95,293	\$ 94,215	\$ 92,595	\$ 94,715	\$ 98,579	\$ 97,573	\$ 186,826	\$ 184,257

Source: City of Arvada Finance Department

Note: In Fiscal Year ending December 31, 2011, the City of Arvada implemented Government Accounting Standard Board Statement Financial Statement Number 54. The presentation of the different Fund Balance types are listed above with figures recorded in the applicable categories. A brief definition of these categories is defined on page 52 of the Notes to the Financial Statements section of the CAFR.



City of Arvada
Changes in Fund Balances-Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in thousands)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues:										
Taxes	\$ 60,232	\$ 63,274	\$ 67,846	\$ 73,917	\$ 79,169	\$ 84,443	\$ 89,199	\$ 88,004	\$ 88,808	\$ 95,538
Licenses and Permits	2,396	2,873	3,275	4,881	5,197	6,041	6,508	4,164	3,322	3,492
Intergovernmental	15,166	15,441	15,668	15,261	17,849	18,172	15,751	18,170	18,759	28,545
Charges for Services	8,116	5,628	5,537	5,546	5,684	2,878	1,063	841	1,019	783
Fines and Forfeits	1,261	1,681	1,710	1,609	1,846	1,732	4,317	1,558	1,282	961
Interest	1,231	425	167	684	635	801	1,187	1,668	5,506	5,391
Memberships and Donations	1,577	427	725	1,414	942	758	1,332	505	5,404	2,879
Miscellaneous	839	2,418	5,507	3,019	3,881	2,893	6,949	8,167	5,860	9,278
Total revenues	\$ 90,818	\$ 92,167	\$ 100,435	\$ 106,331	\$ 115,203	\$ 117,718	\$ 126,306	\$ 123,077	\$ 129,960	\$ 146,867
Expenditures:										
General Government	\$ 11,080	\$ 12,779	\$ 13,640	\$ 13,251	\$ 15,759	\$ 18,642	\$ 21,835	\$ 23,296	\$ 26,853	\$ 35,232
Public Safety	23,555	25,518	26,382	27,200	28,166	28,731	31,139	32,186	36,129	36,008
Public Works	18,188	19,266	20,498	21,443	22,577	23,174	29,958	29,887	23,104	31,020
Program Costs	21,300	21,870	22,060	22,683	22,460	17,623	13,899	14,463	15,115	15,491
Capital Outlay	14,551	12,986	16,468	18,428	23,305	34,949	12,162	15,740	15,126	24,761
Debt Service										
Principal	4,073	4,045	3,895	4,185	4,510	4,670	5,085	5,400	3,295	3,960
Interest	1,515	1,388	1,209	1,120	721	718	946	771	2,924	3,522
Total Expenditures	\$ 94,262	\$ 97,852	\$ 104,152	\$ 108,310	\$ 117,498	\$ 128,507	\$ 115,024	\$ 121,743	\$ 122,546	\$ 149,994
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,444)	(5,685)	(3,717)	(1,979)	(2,295)	(10,789)	11,282	1,334	7,413	(3,127)
Other Financing Sources (Uses)										
Bond Issuance costs	-	-	-	-	-	(162)	-	-	(350)	-
Proceeds from borrowing	-	-	7,527	-	11,820	13,083	-	-	80,171	-
Payments to escrow agent	-	-	(7,721)	-	(11,816)	-	-	-	-	-
Sale of Assets	-	-	-	-	-	-	-	-	-	-
Transfers in	14,955	19,350	20,110	16,812	18,410	21,735	18,477	17,994	21,102	14,035
Transfers out	(14,136)	(20,742)	(15,926)	(15,911)	(17,738)	(21,747)	(25,895)	(20,334)	(19,083)	(14,190)
Total Other Financing Sources (Uses)	819	(1,392)	3,990	901	676	12,909	(7,418)	(2,340)	81,840	(155)
Net Change in Fund Balances	\$ (2,625)	\$ (7,077)	\$ 273	\$ (1,078)	\$ (1,619)	\$ 2,120	\$ 3,864	\$ (1,006)	\$ 89,253	\$ (3,282)
Debt service as a % of Noncapital Expenditures	7%	6%	6%	6%	6%	6%	6%	6%	6%	6%

Source: City of Arvada, Finance Department



City of Arvada
Direct and Overlapping Sales Tax Rates
Last Ten Fiscal Years

City Direct Rates		Overlapping Rates					
Fiscal Year	Basic Rate	State of Colorado	Jefferson County	Adams County	Rapid Transit District RTD	Cultural Facilities District	Baseball Football Stadium District
2011	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.10%
2012	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2013	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2014	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2015	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2016	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2017	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2018	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2019	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2020	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%

Source: City of Arvada, Finance Department

The combined direct and overlapping rates for Jefferson and Adams counties are 7.96% and 8.21%, respectively.



**City of Arvada
Sales and Use Tax
Last Ten Fiscal Years**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Sales Tax:					
Grocery Chain Stores	\$ 7,483,405	\$ 8,273,428	\$ 8,967,965	\$ 9,535,244	\$ 10,007,863
Fast Food Restaurants	1,576,778	1,659,362	1,710,024	1,746,583	1,848,439
General Dept Stores	7,702,012	8,104,435	8,215,281	8,660,395	8,977,911
Public Utilities	3,901,682	3,786,645	4,094,148	4,184,426	4,034,612
Restaurant & Lounges	2,369,833	2,578,383	2,642,306	2,873,752	3,039,338
Telephone Equipment & Service	2,487,405	2,611,925	2,507,633	2,568,048	2,426,775
Misc. - Other	<u>22,440,904</u>	<u>16,901,224</u>	<u>18,371,506</u>	<u>20,413,304</u>	<u>23,507,566</u>
Total Sales Tax	47,962,019	43,915,402	46,508,863	49,981,752	53,842,504
Use Tax:					
Grocery Chain Stores	145,708	92,328	83,558	26,036	33,986
Fast Food Restaurants	45,810	33,141	52,869	33,509	87,669
General Dept Stores	28,893	21,726	35,809	48,068	36,868
Public Utilities	425,956	313,319	385,520	280,535	217,714
Restaurant & Lounges	45,491	32,201	37,678	36,234	32,264
Telephone Equipment & Service	1,670	3,238	1,819	8,460	5,820
Misc. - Other	<u>1,050,125</u>	<u>912,227</u>	<u>1,195,406</u>	<u>1,336,142</u>	<u>1,429,836</u>
Total Use Tax	1,743,653	1,408,180	1,792,659	1,768,986	1,844,157
Auto Use	5,006,383	5,539,267	6,205,601	6,899,840	8,042,434
Building Use	2,053,400	2,751,416	3,327,650	5,110,547	6,015,271
Total	<u>\$ 56,765,455</u>	<u>\$ 53,614,265</u>	<u>\$ 57,834,773</u>	<u>\$ 63,761,125</u>	<u>\$ 69,744,366</u>
City Direct Sales Tax Rate	3.46%	3.46%	3.46%	3.46%	3.46%

Source: City of Arvada, Finance Department.

Note: Figures include .46% Sales and Use Tax imposed for police and public safety purposes.

Note: Total sales taxes collected in 2020 showed strong growth coming in 9% over 2019. The Grocery Stores category, our largest individual category in terms of sales taxes generated, showed a 14% increase in 2020. The Telephone Equipment & Service category showed a large decrease of 46% compared to 2019. General use tax also showed a large decrease, 24% compared to 2019.



**City of Arvada
Sales and Use Tax
Last Ten Fiscal Years**

	2016	2017	2018	2019	2020
Sales Tax:					
Grocery Chain Stores	\$ 10,250,605	\$ 10,428,743	\$11,006,047	\$11,655,160	\$13,275,562
Fast Food Restaurants	1,904,774	1,988,556	1,961,776	2,061,043	3,532,779
General Dept Stores	9,712,663	10,323,021	10,717,989	11,325,604	10,618,820
Public Utilities	3,888,283	4,037,700	4,106,099	4,278,532	3,206,587
Restaurant & Lounges	3,175,973	3,355,016	3,506,679	3,799,181	2,806,889
Telephone Equipment & Service	2,367,071	2,487,706	2,129,580	1,952,427	1,048,674
Misc. - Other	25,167,368	26,447,292	26,573,880	26,424,700	32,577,797
Total Sales Tax	56,466,737	59,068,034	60,002,050	61,496,646	67,067,108
Use Tax:					
Grocery Chain Stores	32,944	37,529	20,359	15,557	11,796
Fast Food Restaurants	20,323	28,062	34,220	16,393	23,720
General Dept Stores	39,593	36,250	70,261	47,779	44,406
Public Utilities	180,360	432,564	276,330	110,992	111,375
Restaurant & Lounges	30,293	33,002	37,339	22,342	9,251
Telephone Equipment & Service	4,633	26,963	33,100	64,684	11,305
Misc. - Other	1,206,037	969,664	1,213,319	975,975	743,626
Total Use Tax	1,514,182	1,564,034	1,684,928	1,253,722	955,479
Auto Use	8,260,640	9,849,865	9,252,673	9,375,906	9,864,747
Building Use	7,841,134	8,082,067	4,715,298	3,839,795	4,353,953
Total	\$ 74,082,693	\$ 78,564,000	\$ 75,654,949	\$ 75,966,069	\$ 82,241,287
City Direct Sales Tax Rate	3.46%	3.46%	3.46%	3.46%	3.46%



**City of Arvada, Colorado
Principal Property Tax Payers
Last Ten Fiscal Years
(in thousands)**

Tax Remitter	2011			2012			2013			2014			2015		
	Taxable Assessed		Percentage of Total City Taxable Assessed Value	Taxable Assessed		Percentage of Total City Taxable Assessed Value	Taxable Assessed		Percentage of Total City Taxable Assessed Value	Taxable Assessed		Percentage of Total City Taxable Assessed Value	Taxable Assessed		Percentage of Total City Taxable Assessed Value
	Value	Rank		Value	Rank		Value	Rank		Value	Rank		Value	Rank	
ADLP 80th LLC				3,621	9	0.32%	3,495	9	0.31%	3,495	8	0.31%	3,568	6	0.31%
Arvada Hotel Investors LLC															
Arvada West 04, LLC	3,609	8	0.32%	3,707	8	0.33%									
Comcast of Colorado	3,364	10	0.30%												
Costco Wholesale Corp.															
Cub Square Centre LLC	4,372	5	0.39%	4,373	7	0.39%	4,290	7	0.38%	3,962	6	0.35%			0.00%
Dillon Companies LLC															
Gateway at Arvada Ridge LLC															
GP Retail I LLC										2,948	9	0.26%	2,983	9	0.26%
Inland Western Arvada LLC	6,979	4	0.62%	9,133	4	0.81%	8,905	4	0.79%	9,052	4	0.80%			0.00%
Livanova Inc															
Lowes HIW Inc															
Neodyne Industries													3,306	7	0.29%
Northridge Center 1703 LLC										3,822	7	0.34%			0.00%
Panorama AR LLP													3,005	8	0.27%
Plains End LLC	12,290	3	1.10%	9,951	3	0.89%	17,140	2	1.53%	18,885	2	1.67%	20,467	2	1.81%
Primestar Solar				8,063	5	0.72%	4,810	5	0.43%						
Public Service Co of Colorado	18,915	1	1.69%	16,722	2	1.49%	21,848	1	1.95%	21,923	1	1.93%	24,349	1	2.15%
Qwest Corp.	15,902	2	1.42%	18,772	1	1.67%	9,911	3	0.88%	10,196	3	0.90%	10,533	3	0.93%
R&M Western Partnership	4,160	6	0.37%	4,749	6	0.42%									
Seagate Panorama Assoc LLC															
Solana Olde Town Station LLC															
Sorin Group (Cobe Laboratories)	3,420	9	0.30%	3,420	10	0.30%	3,420	10	0.30%	4,431	5	0.39%	3,909	5	0.34%
Sundyne Corp.	3,839	7	0.34%				4,364	6	0.39%						
Target Corp.							3,584	8	0.32%	2,858	10	0.25%	2,858	10	0.25%
Union Pacific Railroad Co															
W PT Arvada VII LLC													7,031	4	0.62%
Walmart Real Estate Business Trust															
Total	\$ 76,850		6.85%	\$ 82,511		7.35%	\$ 81,767		7.29%	\$ 81,570		7.20%	\$ 82,007		7.24%

Source: Jefferson and Adams County Assessors Offices

Note: The top ten taxpayers represent roughly 10% of the total assessed valuation for the City of Arvada. The remaining 90% represents smaller business and residential customers.



**City of Arvada, Colorado
Principal Property Tax Payers
Last Ten Fiscal Years
(in thousands)**

	2016			2017			2018			2019			2020		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Tax Remitter															
ADLP 80th LLC	3,568	6	0.31%	3,531	9	0.31%									
Arvada Hotel Investors LLC							3,855	10	0.34%	4,021	10	0.35%			
Arvada West 04, LLC															
Comcast of Colorado										4,450	9	0.39%			
Costco Wholesale Corp.				4,011	7	0.35%	4,011	8	0.35%						
Cub Square Centre LLC															
Dillon Companies LLC										5,763	6	0.51%	5,763	5	0.51%
Gateway at Arvada Ridge LLC													5,714	6	0.50%
GP Retail I LLC	2,983	9	0.26%												
Inland Western Arvada LLC															
Livanova Inc				5,284	5	0.47%	5,020	5	0.44%	5,320	7	0.47%	5,320	7	0.47%
Lowes HIW Inc				3,903	8	0.34%	3,903	9	0.34%						
Neodyne Industries															
Northridge Center 1703 LLC															
Panorama AR LLP	3,005	8	0.27%												
Plains End LLC	18,554	2	1.64%	19,204	2	1.69%	16,926	2	1.49%						
Primestar Solar															
Public Service Co of Colorado	24,722	1	2.18%	29,413	1	2.60%	34,613	1	3.05%	50,380	1	4.45%	58,581	1	5.17%
Qwest Corp.	11,155	3	0.98%	11,623	3	1.03%	7,755	4	0.68%	6,218	5	0.55%	6,455	4	0.57%
R&M Western Partnership															
Seagate Panorama Assoc LLC				4,277	6	0.38%	4,277	6	0.38%	7,862	2	0.69%	4,908	9	0.43%
Solana Olde Town Station LLC							4,277	7	0.38%	6,795	4	0.60%	6,795	3	0.60%
Sorin Group (Cobe Laboratories)	3,909	5	0.34%												
Sundyne Corp.	3,463	7	0.31%										4,472	10	0.39%
Target Corp.				3,472	10	0.31%									
Union Pacific Railroad Co	2,925	10	0.26%												
W PT Arvada VII LLC	9,585	4	0.85%				10,715	4	0.95%				7,514	2	0.66%
Walmart Real Estate Business Trust										4,925	8	0.43%	4,925	8	0.43%
Total	\$ 83,869		7.40%	\$ 95,433		8.42%	\$ 95,352		8.41%	\$ 103,248		9.11%	\$ 110,447		9.75%



City of Arvada
Property Tax Levies and Collections
Last Ten Years
(modified accrual basis of accounting)

Levy/ Collection Year	Taxes Levied for the Fiscal Year (1)	Collection within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2010/2011	4,677,597	4,643,015	99.26%	1,750	4,644,765	99.30%
2011/2012	4,548,234	4,500,376	98.95%	3,307	4,503,683	99.02%
2012/2013	4,585,586	4,556,940	99.38%	8,650	4,565,590	99.56%
2013/2014	4,657,862	4,600,994	98.78%	5,564	4,606,558	98.90%
2014/2015	4,690,479	4,668,082	99.52%	3,457	4,671,539	99.60%
2015/2016	5,626,198	5,583,065	99.23%	107	5,583,172	99.24%
2016/2017	5,714,052	5,654,004	98.95%	784	5,654,789	98.96%
2017/2018	6,593,213	6,568,030	99.62%	2,622	6,570,652	99.66%
2018/2019	6,662,940	6,583,728	98.81%	14,736	6,598,464	99.03%
2019/2020	7,516,948	7,495,926	99.72%	7,524	7,503,450	99.82%

Source: Jefferson and Adams County Assessors Offices

Note: Excludes Specific Ownership Tax

(1) Taxes levied is for the tax year preceding the fiscal year.

The mill levy rate for 2020 is 4.31.



**City of Arvada
Assessed Value and Actual Value
of Taxable Property
Last Ten Years
(in thousands)**

	Levy/Collection Year				
	2011	2012	2013	2014	2015
Vacant property	\$ 20,501,926	\$ 20,001,930	\$ 23,271,345	\$ 24,280,248	\$ 52,087,362
Residential property	\$ 717,675,555	\$ 723,906,993	\$ 744,813,813	\$ 762,800,495	\$ 944,952,123
Commercial property	\$ 219,477,899	\$ 225,781,990	\$ 222,389,232	\$ 219,417,048	\$ 233,245,944
Industrial property	\$ 67,948,483	\$ 67,051,461	\$ 65,196,131	\$ 63,700,131	\$ 69,176,989
Agricultural property	\$ 2,076,911	\$ 2,062,898	\$ 1,944,906	\$ 1,946,455	\$ 1,651,435
Natural Resources	\$ 415	\$ 415	\$ 467	\$ 494	\$ 496
State assessed property	\$ 53,119,623	\$ 52,323,639	\$ 55,792,241	\$ 57,966,461	\$ 62,662,700
Personal property	\$ 3,245,250	\$ 3,101,790	\$ 3,080,440	\$ 3,066,830	\$ 3,429,310
Total taxable assessed value	\$ 1,084,046,062	\$ 1,094,231,116	\$ 1,116,488,575	\$ 1,133,178,162	\$ 1,367,206,359
Total direct tax rate	4.31	4.31	4.31	4.31	4.31
Estimated actual taxable value (in thousands)	\$ 10,157,393	\$ 10,236,790	\$ 10,493,112	\$ 10,714,249	\$ 13,187,691
Assessed value as a percentage of estimated actual value	10.7%	10.7%	10.6%	10.6%	10.4%

	2016	2017	2018	2019	2020
Vacant property	\$ 39,879,257	\$ 52,814,910	\$ 32,807,309	\$ 34,095,406	\$ 34,095,406
Residential property	\$ 971,097,836	\$ 1,112,005,105	\$ 1,146,929,524	\$ 1,324,987,688	\$ 1,324,988,638
Commercial property	\$ 277,903,562	\$ 351,310,400	\$ 354,064,947	\$ 343,468,354	\$ 343,394,594
Industrial property	\$ 23,620,892	\$ 33,189,278	\$ 32,388,439	\$ 34,073,436	\$ 33,647,026
Agricultural property	\$ 1,593,393	\$ 1,967,531	\$ 2,033,147	\$ 2,389,402	\$ 2,389,402
Natural Resources	\$ 495	\$ 502	\$ 516	\$ 557	\$ 557
State assessed property	\$ 62,171,458	\$ 66,236,214	\$ 64,238,210	\$ 8,655,208	\$ 8,574,968
Personal property	\$ 3,648,980	\$ 3,995,640	\$ 3,953,280	\$ 129,527,210	\$ 129,339,130
Total taxable assessed value	\$ 1,379,915,873	\$ 1,621,519,580	\$ 1,636,415,372	\$ 1,877,197,261	\$ 1,876,429,721
Total direct tax rate	4.31	4.31	4.31	4.31	4.31
Estimated actual taxable value (in thousands)	\$ 14,465,213	\$ 18,072,919	\$ 17,435,897	\$ 20,235,588	\$ 20,493,984
Assessed value as a percentage of estimated actual value	9.5%	9.0%	9.4%	9.3%	9.2%

Assessed values, as reported in this schedule, include certain tax-exempt properties
Assessed values included in this schedule include tax increment financing districts located within the City



City of Arvada
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(in thousands)

Fiscal Year	Governmental Activities				Business-Type Activities			Percentage of Personal Income	Per Capita
	General Obligation Bonds	Sales Tax Increment Bonds	Capital Lease	Certificates of Participation	Water Bonds	Capital Leases	Total Primary Government		
2011	-	25,378	534	13,935	17,962	647	58,456	1.82%	0.54
2012	-	22,076	432	13,090	16,178	513	52,289	1.58%	0.49
2013	-	18,755	324	12,210	14,343	373	46,005	1.39%	0.43
2014	-	14,360	211	11,300	12,480	228	38,579	1.14%	0.35
2015	-	11,583	98	10,685	10,571	77	33,014	0.87%	0.30
2016	-	7,837	0	22,556	8,606	0	38,999	0.97%	0.34
2017	-	3,976	0	20,992	6,587	0	31,555	0.74%	0.27
2018	-	0	0	19,383	4,473	0	23,856	0.50%	0.20
2019	-	78,107	0	17,739	2,279	0	98,125	1.89%	0.79
2020	-	75,368	0	16,060	0	0	91,428	1.72%	0.76

Source: City of Arvada Finance Department



City of Arvada
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Redevelopment Bonds	Total		
2011	\$0	\$0	\$0	0.00%	\$0.00
2012	\$0	\$0	\$0	0.00%	\$0.00
2013	\$0	\$0	\$0	0.00%	\$0.00
2014	\$0	\$0	\$0	0.00%	\$0.00
2015	\$0	\$0	\$0	0.00%	\$0.00
2016	\$0	\$0	\$0	0.00%	\$0.00
2017	\$0	\$0	\$0	0.00%	\$0.00
2018	\$0	\$0	\$0	0.00%	\$0.00
2019	\$0	\$0	\$0	0.00%	\$0.00
2020	\$0	\$0	\$0	0.00%	\$0.00

Source: City of Arvada Comprehensive Annual Financial Report (2011-2020), Jefferson and Adams County Assessors Offices, Denver Regional Council of Governments



City of Arvada
Direct and Overlapping Governmental Activities Debt
Last Fiscal Year

Jurisdiction	Debt Outstanding	2020 Percents Applicable To City of Arvada	Estimated Share of Overlapping Debt
Direct			
City of Arvada	\$ 91,427,779	100.00%	\$ 91,427,779
Overlapping			
Adams County Fire Protection District	\$ 955,000	5.21%	\$ 49,787
APEX (North Jeffco Park & Recreation)	22,160,000	84.38%	18,697,625
Arvada West Town Center Business Improvement District	2,045,000	100.00%	2,045,000
Boyd Ponds Metropolitan District No. 2	2,710,000	100.00%	2,710,000
Cimarron Metropolitan District	-	100.00%	-
Fairmount Fire Protection District	529,607	0.02%	106
Hometown Metropolitan District No. 2	665,000	100.00%	665,000
Hyland Hills Park & Recreation District	-	4.47%	-
Jefferson Center Metropolitan Dist. No. 1	127,240,000	37.59%	47,829,516
Jefferson County School District R-1	847,660,000	16.48%	139,718,274
Mountain Shadows Metropolitan District	20,410,000	100.00%	20,410,000
Ralston Valley Water and Sanitation Dist.	572,574	20.84%	119,324
Richards Farm Metropolitan Dist. No. 2	4,280,000	100.00%	4,280,000
Spring Mesa Metropolitan District	6,795,000	100.00%	6,795,000
Vauxmont Metropolitan District	66,355,000	98.92%	65,638,366
West Point Metropolitan District	4,315,000	100.00%	4,315,000
Westminster Public Schools FKA Adams County School District 50	45,675,000	7.29%	3,327,461
Subtotal, overlapping debt			\$ 316,600,460
Total, direct and overlapping debt			\$ 408,028,239

Source: Jefferson County School District, Adams County Schools District, Jefferson County Parks, and Recreation District, Hylands Hills Park Recreation District, Southwest Adams County Fire Protection District, and City of Arvada

Note: Overlapping governments listed above incorporate a portion of the City of Arvada. This percentage of the incorporated areas is used to calculate the estimated share of overlapping debt. This figure is taken into account to determine the City of Arvada's ability to issue and repay long-term debt.



**City of Arvada
Legal Debt Margin Information
Last Ten Fiscal Years**

	<u>Legal Debt Margin Calculation for Fiscal Year 2020</u>
Actual value	\$20,432,830,598
Debt limit (3% of actual value)	612,984,918
Debt applicable to limit:	
General obligation bonds	0
Less: Amount set aside for repayment of general obligation debt	<u>0</u>
Total net debt applicable to limit	<u>0</u>
Legal debt margin	<u>612,984,918</u>

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Debt Limit	308,381,134	311,138,661	319,157,837	325,802,555	399,819,207	408,283,168	516,043,854	528,523,769	613,064,018	612,984,918
Total net debt applicable to limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u>\$ 308,381,134</u>	<u>\$ 311,138,661</u>	<u>\$ 319,157,837</u>	<u>\$ 325,802,555</u>	<u>\$ 399,819,207</u>	<u>\$ 408,283,168</u>	<u>\$ 516,043,854</u>	<u>\$ 528,523,769</u>	<u>\$ 613,064,018</u>	<u>\$ 612,984,918</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: Jefferson and Adams County Assessors' Offices

Note: Chapter XI, Section 4 of the Charter of the City of Arvada: "The aggregate amount of bonds or other evidences of indebtedness shall not exceed three (3) percent of the actual value, as determined by the County Assessors of Jefferson County and Adams County, of the taxable property in the City of Arvada: provided, however, that in determining the amount of indebtedness, there shall not be included within the computation, bonds or other evidences of indebtedness outstanding or authorized to be issued for the acquisition, extension, or improvement of the municipal waterworks system or the municipal storm sewer, sanitary sewer, combined storm and sanitary sewers, or sewage disposal systems, short-term notes, local improvement securities, or securities payable solely from the revenues of an income-producing system, utility or other project."



**City of Arvada
Pledged-Revenue Coverage
Last Ten Fiscal Years**

Water Revenue Bonds							Sales and Use Tax Bonds			
Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	Sales & Use Tax Increment	Debt Service		Coverage
				Principal	Interest			Principal	Interest	
2011	21,461,000	14,849,000	6,612,000	1,630,000	626,495	2.93	43,485,458	3,250,434	935,309	10.39
2012	25,827,000	15,305,000	10,522,000	1,680,000	577,346	4.66	46,365,504	3,200,000	834,119	11.49
2013	30,531,000	16,050,000	14,481,000	1,730,000	529,565	6.41	50,023,809	3,015,000	612,292	13.79
2014	29,846,000	16,289,000	13,557,000	1,760,000	493,407	6.02	55,159,045	3,275,000	631,075	14.12
2015	31,511,000	17,096,000	14,415,000	1,805,000	447,725	6.40	59,690,397	3,375,000	542,500	15.24
2016	38,896,000	17,942,000	20,954,000	1,860,000	393,938	9.30	63,386,029	3,485,000	427,400	16.20
2017	33,675,000	17,997,000	15,678,000	1,915,000	330,704	6.98	68,346,419	3,615,000	294,050	17.48
2018	35,548,000	19,267,000	16,281,000	2,010,000	237,684	7.24	65,224,908	3,885,000	155,400	16.14
2019	32,637,000	20,405,000	12,232,000	2,090,000	156,432	5.45	65,496,205	1,745,000	2,347,072	16.01
2020	37,190,568	21,555,000	15,635,568	2,175,000	72,420	6.96	70,926,289	2,375,000	2,985,281	13.23

Source: City of Arvada, Finance Department

Note: Service charges include water sales, licenses and permit fees.
Operating expenses include operations, administration & maintenance, and tap fees.
Coverage represents the ratio of debt payments to net revenue available.

Sales and use tax bonds are backed by the generation of sales and use tax revenues.
Figures do not include .46% Sales and Use Tax imposed for police and public safety.



Schedule of Debt Service Requirements
Governmental- Type Activities
December 31, 2020

Sales & Use Tax Revenue Bonds - Series 2019

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payment</u>	<u>Principal Balance</u>
				70,825,000
2020	2,375,000	2,985,281	5,360,281	68,450,000
2021	2,495,000	2,866,531	5,361,531	65,955,000
2022	2,620,000	2,741,781	5,361,781	63,335,000
2023	2,750,000	2,610,781	5,360,781	60,585,000
2024	2,885,000	2,473,281	5,358,281	57,700,000
2025	3,030,000	2,329,031	5,359,031	54,670,000
2026	3,180,000	2,177,531	5,357,531	51,490,000
2027	3,340,000	2,018,531	5,358,531	48,150,000
2028	3,510,000	1,851,531	5,361,531	44,640,000
2029	3,685,000	1,676,031	5,361,031	40,955,000
2030	3,865,000	1,491,781	5,356,781	37,090,000
2031	4,060,000	1,298,531	5,358,531	33,030,000
2032	4,265,000	1,095,531	5,360,531	28,765,000
2033	4,435,000	924,931	5,359,931	24,330,000
2034	4,565,000	791,881	5,356,881	19,765,000
2035	4,710,000	649,225	5,359,225	15,055,000
2036	4,855,000	502,038	5,357,038	10,200,000
2037	5,015,000	344,250	5,359,250	5,185,000
2038	5,185,000	174,994	5,359,994	\$0
TOTALS	<u>\$70,825,000</u>	<u>\$31,003,475</u>	<u>\$101,828,475</u>	



**City of Arvada, Colorado
Demographic and Economic Statistics
Last Ten Calendar Years**

Year	Population	Personal Income (in thousands of dollars)	Per Capita Income	Median Age	School Enrollment	Unemployment Rate
2011	108,539	3,216,987	29,639	39.4	19,508	9.80%
2012	106,433	3,316,346	31,159	40.5	19,054	8.30%
2013	106,673	3,297,902	30,916	40.5	19,200	8.00%
2014	109,157	3,374,698	30,916	40.5	19,188	6.50%
2015	111,559	3,813,756	34,186	40.0	19,512	4.60%
2016	113,326	4,004,941	35,340	40.5	20,284	3.60%
2017	117,453	4,291,850	36,541	41.0	19,613	2.70%
2018	118,807	4,740,280	39,899	40.9	19,020	3.72%
2019	123,502	5,198,940	42,096	42.3	18,619	2.60%
2020	124,785	5,498,401	44,063	42.3	17,689	2.60%

Source: Denver Regional Council of Governments, Adams and Jefferson County School Districts, Arvada Economic Development Department, and Colorado Department of Labor & Employment

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**City of Arvada, Colorado
Principal Employers
Last Ten Fiscal Years**

Employer	2011			2012			2013			2014			2015		
	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment
Colorado Lutheran Home										185	10	0.31%	185	10	0.31%
Parker Personal Care Homes Inc										290	3	0.49%	324	3	0.54%
Sorin Group USA(formerly COBE Cardio)	351	3	0.62%	351	4	0.61%	294	5	0.53%	250	4	0.42%	290	4	0.48%
City of Arvada	706	1	1.24%	678	1	1.18%	672	1	1.20%	700	1	1.17%	705	1	1.17%
Sundyne Corporation	323	4	0.57%	353	3	0.62%	353	3	0.63%	200	9	0.34%	408	2	0.67%
Target (All locatons)	418	2	0.73%	418	2	0.73%	342	4	0.61%						
Pridemark Paramedic Serv. Inc.	268	5	0.47%	225	5	0.39%	370	2	0.66%	347	2	0.58%	202	9	0.33%
Home Depot	180	8	0.32%	200	7	0.35%	200	7	0.36%	221	6	0.37%	235	6	0.39%
Costco	225	6	0.39%	225	5	0.39%	234	6	0.42%	210	8	0.35%	240	5	0.40%
Sam's Club	155	10	0.27%	155	10	0.27%	156	9	0.28%						
King Soopers (All locations)	175	9	0.31%	175	9	0.31%	200	7	0.36%	218	7	0.37%	209	8	0.35%
Kohl's Dept. Store															
Mark VII Equipment	189	7	0.33%	189	8	0.33%	95	10	0.17%						
Xcel Energy										229	5	0.38%	220	7	0.36%
Wanco Inc															
Piper Electric															
Mc Donalds (all locations)															
Walmart															
Total Employed by Principal Employers	2,990		5.24%	2,969		5.18%	2,916		5.21%	2,850		4.78%	3,018		4.99%
Total Employed by Other Employers	<u>54,051</u>		<u>94.76%</u>	<u>54,356</u>		<u>94.82%</u>	<u>53,056</u>		<u>94.79%</u>	<u>56,804</u>		<u>95.22%</u>	<u>57,485</u>		<u>95.01%</u>
Total Employees	<u>57,041</u>		<u>100.00%</u>	<u>57,325</u>		<u>100.00%</u>	<u>55,972</u>		<u>100.00%</u>	<u>59,654</u>		<u>100.00%</u>	<u>60,503</u>		<u>100.00%</u>

Source: City of Arvada, CO Department of Labor & Employment and individual employers

Total Employees figure for 2015 constitutes annual average total of employed residents of Arvada (DoL&E stats are based on worker residency, not location of employment).

Starting Jan 1, 2016 we are using the City of Arvada's Sales Tax department's statistics to compile the top 10 employer's data.



**City of Arvada, Colorado
Principal Employers
Last Ten Fiscal Years**

Employer	2016			2017			2018			2019			2020		
	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment
Colorado Lutheran Home				185	10	0.29%									
Parker Personal Care Homes Inc	200	10	0.32%	346	4	0.54%	263	6	0.40%	273	5	0.40%	225	8	0.35%
Sorin Group USA(formerly COBE Cardio)	250	4	0.40%	250	6	0.39%	250	8	0.38%	250	7	0.37%	320	6	0.49%
City of Arvada	718	2	1.16%	689	2	1.07%	665	2	1.00%	665	2	0.98%	695	2	1.07%
Sundyne Corporation	200	9	0.32%	326	5	0.51%	325	4	0.49%	200	10	0.29%	328	5	0.51%
Target (All locatons)	300	3	0.48%				300	5	0.45%	300	4	0.44%	300	7	0.46%
Pridemark Paramedic Serv. Inc.															
Home Depot	221	5	0.36%	221	7	0.34%	221	9	0.33%	221	8	0.33%	221	10	0.34%
Costco	210	8	0.34%	210	9	0.33%	210	10	0.32%	210	9	0.31%	450	3	0.69%
Sam's Club												0.00%			
King Soopers (All locations)	909	1	1.47%	858	1	1.33%	1109	1	1.67%	1109	1	1.63%	1109	1	1.71%
Kohl's Dept. Store															
Mark VII Equipment			0.00%												
Xcel Energy	220	6	0.36%												
Wanco Inc															
Piper Electric															
Mc Donalds (all locations)	217	7	0.35%	217	8	0.34%	252	7	0.38%	252	6	0.37%	222	9	0.34%
Walmart				350	3	0.54%	350	3	0.53%	404	3	0.60%	350	4	0.54%
Total Employed by Principal Employers	3,445		5.56%	3,652		5.67%	3,945		5.96%	3,884		5.72%	4,220		6.51%
Total Employed by Other Employers	<u>58,489</u>		<u>94.44%</u>	<u>60,785</u>		<u>94.33%</u>	<u>62,275</u>		<u>94.04%</u>	<u>63,986</u>		<u>94.28%</u>	<u>60,628</u>		<u>93.49%</u>
Total Employees	<u>61,934</u>		<u>100.00%</u>	<u>64,437</u>		<u>100.00%</u>	<u>66,220</u>		<u>100.00%</u>	<u>67,870</u>		<u>100.00%</u>	<u>64,848</u>		<u>100.00%</u>



City of Arvada, Colorado
Full-time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Function/program										
City Manager's/Clerk's Office	16.75	17.75	18.95	21.95	20.95	20.95	22.10	21.10	20.10	20.10
Community Development	24.00	24.00	24.00	25.00	26.00	27.00	21.00	27.00	21.00	8.00
Cultural Services	38.75	38.75	39.25	39.25	39.25	41.25	0*	0*	0*	0*
Economic Development	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	0**
Parks, Golf, and Hospitality	70.00	70.00	69.00	73.00	73.00	75.00	80.64	77.64	82.64	83.64
Finance/ Risk Management	38.00	38.00	41.00	35.00	33.70	33.70	33.06	33.06	32.36	32.36
Judicial/Legal	23.00	22.00	20.00	22.00	24.00	24.00	25.00	25.00	25.00	25.00
Information Technology	29.00	29.00	27.00	27.00	29.00	29.00	27.00	27.00	29.00	29.00
Human Resources	9.00	9.00	9.00	9.00	9.00	9.00	10.00	10.00	11.00	11.00
Public Works	202.25	198.25	198.25	205.25	212.25	213.25	201.25	216.25	222.25	207.25
Public Safety	227.40	227.40	232.40	233.50	235.50	241.50	268.00	248.00	235.00	238.00
Community & Economic Development										36.00
Total	682.15	678.15	682.85	694.95	706.65	718.65	692.05	689.05	682.35	690.35

Source: City of Arvada 2021 -2022 Biennial Operating and Capital Budget Book

Note: Figures represents budgeted full and part-time benefited employees.

* The Arvada Center became a legally separate and stand-alone not for profit on June 30, 2016

** In 2020 the City of Arvada had some restructuring in the departments. Economic Development, part of the Community Development and part of Public Works formed a new department called Community & Economic Development.



City of Arvada, Colorado
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General government										
Building permits issued	5,019	5,718	5,293	9,002	9,957	8,695	13,669	7,704	6,119	6,603
Police										
Physical arrests	2,384	2,272	2,338	2,245	2,638	2,456	2,523	2,764	2,918	1,782
Parking violations	468	436	831	1,209	1,473	2,131	3,779	3,818	3,881	1,474
Traffic violations	8,776	12,351	12,451	11,222	12,215	11,484	11,689	9,018	8,396	6,144
Other public works										
Street resurfacing (miles)	42	43	28	32	23	23	137	40	29	50
Potholes repaired	1,547	2,175	2,866	4,931	9,404	6,337	5,911	4,768	8,409	4,709
Parks and recreation										
Athletic field permits issued	21,871	22,965	22,276	22,841	22,905	22,447	19,012	6,312	61	51
Water										
Consumers (Tap)	35,644	36,177	36,492	35,537	36,193	37,067	38,010	38,464	38,829	39,162
New connections	141	342	445	530	705	966	638	457	362	286
Leaks	39	47	47	49	25	29	47	43	43	26
Average daily consumption	15,805,112	18,561,650	14,984,589	12,773,725	13,080,428	14,440,172	13,359,897	14,294,415	13,256,739	15,043,088

Source: City of Arvada Building Department, Police Department, Street Department, Parks Department, and Water Department.

Note: In 2019 the City switched to a new permitting system and the number of athletic field permits issued in 2019 is down. A permit is now considered any single organizational contract or event held at a City of Arvada Park.



City of Arvada, Colorado
Capital Assets Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Police										
Stations	1	1	1	3	3	3	3	3	4	4
Patrol units	79	79	79	100	99	83	93	81	61	64
Fire Protection Districts	3	3	3	3	3	3	3	3	3	3
Other public works										
Streets (miles)	420	427	437	450	481	467	467	478	478	480
Parks and recreation										
Square Miles (City of Arvada)	38	39	39	39	39	39	39	40	40	40
Playgrounds	51	52	57	58	60	67	67	67	67	71
Tennis/basketball Courts	75	75	77	77	77	72	72	72	72	84
Baseball/softball diamonds	41	41	43	43	43	31	31	33	33	46
Soccer/football fields	27	32	32	32	35	27	28	30	30	40
Community centers/Sport complexes	19	19	19	19	19	18	18	18	18	18
Water										
Water mains (miles)	572	589	602	616	621	624	632	633	624	620
Fire hydrants	4,768	4,889	5,018	5,212	5,392	5,489	5,592	5,741	5,504	5,525
Wastewater										
Sanitary sewers (miles)	410	416	423	440	456	458	461	463	460	461
Storm sewers (miles)	148	151	151	166	169	178	174	179	221	221
Treatment capacity (millions of gallons)	3,548	3,387	3,750	3,640	3,760	3,474	3,200	3,047	3,081	3,114

Source: City of Arvada, Police, Parks & Rec, Public Works Departments

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Compliance Section

Single Audit Reports



City of Arvada
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2020

Federal Grantor/Pass-through Grantor/Cluster Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
U.S. Department of Housing and Urban Development				
Direct Award:				
Community Development Block Grants/Entitlement Grants Cluster:				
Community Development Block Grant	14.218	N/A	\$ 75,000	\$ 325,946
COVID-19 - Community Development Block Grant	14.218	N/A	126,000	126,000
Subtotal for Community Development Block Grants/Entitlement Grants Cluster			201,000	451,946
Housing Voucher Cluster:				
Section 8 Housing Choice Vouchers	14.871	N/A	-	5,175,573
COVID-19 - Section 8 Housing Choice Vouchers	14.871	N/A	-	15,065
Subtotal for Housing Voucher Cluster			-	5,190,638
Mainstream Voucher Program	14.879	N/A	-	174,314
COVID-19 - Mainstream Voucher Program	14.879	N/A	-	1,652
Subtotal for Mainstream Voucher Program			-	175,966
Total U.S. Department of Housing and Urban Development			201,000	5,818,550
U.S. Department of Justice				
Direct Award:				
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-0600	-	54,490
Public Safety Partnership and Community Policing Grants	16.738	2020 UMWX0090	-	27,454
Public Safety Partnership and Community Policing Grants	16.738	2017-DJ18-01-48-1	-	30,000
Public Safety Partnership and Community Policing Grants	16.738	2019-DJ-BX-0283	-	16,912
Public Safety Partnership and Community Policing Grants	16.738	2019-DJ-19-01-25-1	-	28,000
Passed through Colorado Department of Transportation Public Safety, Division of Criminal Justice				
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-0209	-	20,361
Total U.S. Department of Justice			-	177,217
U.S. Department of Transportation				
Passed through Colorado Department of Transportation				
National Priority Safety Programs	20.616	PO 411023408	-	5,721
Total U.S. Department of Transportation			-	5,721
U.S. Treasury Department				
Passed through Jefferson County, State of Colorado				
COVID-19 Coronavirus Aid, Relief, and Economic Security Act ("CARES Act")	21.019	N/A	1,851,132	9,211,753
Passed through Adams County, State of Colorado				
COVID-19 Coronavirus Aid, Relief, and Economic Security Act ("CARES Act")	21.019	N/A	234,000	242,993
Total U.S. Treasury Department			2,085,132	9,454,746



City of Arvada
Schedule of Expenditures of Federal Awards (continued)
Year Ended December 31, 2020

Federal Grantor/Pass-through Grantor/Cluster Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
U.S. Department of Health and Human Services				
Passed through Colorado Department of Human Services (CDHS) Public Health and Social Services Emergency Fund	93.003	21 IHJA 162680	-	68,837
Total U.S. Department of Health and Human Services			-	68,837
Executive Office of the President				
Passed through City of Lakewood High Intensity Drug Trafficking Areas Program	95.001	G16RM0025A	-	9,589
Total Executive Office of the President			-	9,589
U.S. Department of Homeland Security				
Passed through Colorado Department of Public Safety Emergency Management Performance Grants	97.042	20EM-21-59	-	48,601
Total U.S. Department of Homeland Security			-	48,601
Total Federal Financial Assistance			\$ 2,286,132	\$ 15,583,261

City of Arvada
Notes to Schedule of Expenditures of Federal Awards
Year Ended December 31, 2020

Notes to Schedule

1. This schedule includes the federal awards activity of the City of Arvada (the City). The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.
2. Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance or other applicable regulatory guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

3. Revolving Loan Funds – Not Subject to Compliance

The City has certain revolving loan funds, which were originally financed with federal financial assistance through the Community Development Block Grants/Entitlement Grants Cluster (CFDA No. 14.218). However, this program is not subject to any continuing compliance requirements other than required loan payments; therefore, the outstanding loan balances have not been included in the accompanying schedule of expenditures of federal awards. The outstanding balance of the revolving loan funds at December 31, 2020 is \$1,872,170.

**Report on Internal Control Over Financial Reporting and on
Compliance and Other Matters Based on an Audit of
Financial Statements Performed in Accordance with
Government Auditing Standards**

Independent Auditor's Report

Honorable Mayor and Members of City Council
City of Arvada
Arvada, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Arvada (the City), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, which contained emphasis of matters paragraphs regarding a change in reporting entity and the adoption of GASB Statements No. 84 and 97 and have issued our report thereon dated June 11, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Honorable Mayor and Members of City Council
City of Arvada

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BKD, LLP

Denver, Colorado
June 11, 2021

Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance

Independent Auditor's Report

Honorable Mayor and Members of City Council
City of Arvada
Arvada Colorado

Report on Compliance for Each Major Federal Program

We have audited the City of Arvada's (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on its major federal program for the year ended December 31, 2020. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, contracts and the terms and conditions of its federal awards applicable to its federal program.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the City's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the City's compliance.

Honorable Mayor and Members of City Council
City of Arvada

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2020.

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

BKD, LLP

Denver, Colorado
June 11, 2021

City of Arvada
Schedule of Findings and Questioned Costs
Year Ended December 31, 2020

Summary of Auditor's Results

Financial Statements

1. The type of report the auditor issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) was:

☒ Unmodified ☐ Qualified ☐ Adverse ☐ Disclaimer
2. The independent auditor's report on internal control over financial reporting disclosed:

Significant deficiency(ies)? ☐ Yes ☒ None Reported
Material weakness(es)? ☐ Yes ☒ No
3. Noncompliance considered material to the financial statements was disclosed by the audit? ☐ Yes ☒ No

Federal Awards

4. The independent auditor's report on internal control over compliance for major federal awards programs disclosed:

Significant deficiency(ies)? ☐ Yes ☒ None Reported
Material weakness(es)? ☐ Yes ☒ No
5. The opinion(s) expressed in the independent auditor's report on compliance for major federal awards was):

☒ Unmodified ☐ Qualified ☐ Adverse ☐ Disclaimer
6. The audit disclosed findings required to be reported by 2 CFR 200.516(a)? ☐ Yes ☒ No

City of Arvada
Schedule of Findings and Questioned Costs (continued)
Year Ended December 31, 2020

7. The City's major programs were:

Name of Federal Program or Cluster	CFDA Number
Coronavirus Relief Funds	21.019

8. Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

9. Auditee qualified as low-risk auditee? ☒ Yes ☐ No

City of Arvada
Schedule of Findings and Questioned Costs (continued)
Year Ended December 31, 2020

Findings Required to be Reported by *Government Auditing Standards*

Reference Number	Finding
	No matters are reportable.

City of Arvada
Schedule of Findings and Questioned Costs (continued)
Year Ended December 31, 2020

Findings Required to be Reported by the Uniform Guidance

Reference Number	Finding	Questioned Costs
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No matters are reportable.

City of Arvada
Summary Schedule of Prior Audit Findings
Year Ended December 31, 2020

Reference Number	Summary of Findings	Status
	No matters are reportable.	



**CITY OF ARVADA
8101 RALSTON ROAD
ARVADA, CO 80002**