

City of Glenwood Springs, Colorado Comprehensive Annual Financial Report



For the Year Ended December 31, 2020

**City of Glenwood Springs, Colorado
Comprehensive Annual Financial Report**

For the Year ended December 31, 2020



*Prepared by the Finance Department of the City of Glenwood Springs
Steve Boyd, Chief Operating Officer
Yvette Gustad, Finance Director*

**City of Glenwood Springs, Colorado
Comprehensive Annual Financial Report
December 31, 2020**

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INTRODUCTORY SECTION





101 W. 8th Street, Glenwood Springs, CO 81601

September 30, 2021

To the Honorable Mayor, members of the City Council,
City Manager and Citizens of the City of Glenwood Springs:

It is with great pleasure that we present the Comprehensive Annual Financial Report (CAFR) for the City of Glenwood Springs (the “City”) for the year ended December 31, 2020. The City Charter, in conjunction with State law, requires a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) to be published within six months of the close of each fiscal year (exception granted this year resulting from the COVID-19 crisis) and audited in accordance with generally accepted auditing standards by a firm of certified public accountants. This Comprehensive Annual Financial Report is hereby issued and submitted to you in accordance with these requirements.

The report consists of management’s representations concerning the finances of the City of Glenwood Springs. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management has established an internal control framework that is designed to both protect the assets of the City from loss, theft, or misuse and to allow for the compiling of sufficient reliable information for the preparation of the City’s financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City’s internal control procedures have been designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement. To the best of management’s knowledge and belief, this financial report is complete and reliable in all material respects.

McMahan and Associates, L.L.C., a firm of certified public accountants, performed the annually required independent audit of the City’s annual financial report. This independent audit provides reasonable assurance that the financial statements of the City of Glenwood Springs for the fiscal year ended December 31, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Glenwood Springs’ financial statements for the fiscal year ended December 31, 2020, are fairly presented in conformity with GAAP. The independent auditor’s report is presented on page A1 & A2 in the financial section of this report.

Generally accepted accounting principles require that management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). The City of Glenwood Springs’ MD&A can be found immediately following the report of the independent auditors. This letter of transmittal and the MD&A are designed to complement each other and should be read in that context.

Profile of the City of Glenwood Springs

The City of Glenwood Springs was incorporated as a home rule City under provisions of the Constitution of Colorado. The City is located in the Western Slope of Colorado, situated within the Rocky Mountains, approximately 170 miles west of Denver and is the county seat of Garfield County. The estimated current population of the City is 9,963.

The City has all the powers granted to municipal corporations and to cities by the constitution and general laws of the State of Colorado, including the power to acquire property within or outside its corporate limits for any City purpose, to sell, lease, mortgage, hold, manage, and control such property as its interests may require, except as prohibited by the state constitution or the City Charter.

Policy-making and legislative authority are vested in a City Council consisting of seven members, one of which is a Mayor selected by Council. The Council is responsible, among other things, for passing ordinances, adopting the budget, appointing boards and commissions, and hiring the City Manager and City Attorney. The City Manager is responsible for carrying out the policies and ordinances of the Council, for overseeing the day-to-day operations of the City, and for appointing the heads of the various departments. The Council is elected on a non-partisan basis. Council members serve four-year staggered terms. The Mayor's term is two years.

While the City Council exercises the legislative power of the City, other City officials oversee the daily operation of the City. Glenwood Springs is a Council-Manager form of City government and provides full-service municipal services. As noted above, the City Council appoints the City Manager and City Attorney, both of whom serve at the pleasure of the Council.

The City has approximately 192 full-time equivalent employees. General Government Services provided include police, parks and recreation, public transportation, public works, community and economic development, city clerk, financial management, information technology, street maintenance, capital project management, a municipal court and engineering. Fire protection and emergency medical services, water, wastewater, electric service and broadband service are provided to City residents. The City also operates a landfill facility and airport.

Financial Management and Factors Affecting General Conditions

The City of Glenwood Springs' economy experienced a downturn starting in 2008 and transitioned into recovery in 2010. Since then the local economy has experienced sustained improvements. However, indicators include a decrease in sales tax in 2017 when compared to the prior year of 1.9% primarily due to the interruption the local economy experienced from the replacement of the Grand Avenue Bridge. In 2018 the City did see a recovery of sales tax revenue with an increase of 5.9% over 2017 and 3.8% over the pre-bridge construction revenue of 2016. The City's sales tax revenue grew 4.5% in 2019 from 2018 but the COVID pandemic caused a 7% decrease in 2020 tax revenues.

Additional, and more complete information regarding the City's overall financial condition and changes in net position, can be found in the Management's Discussion and Analysis, found on page B1 of this report.

From a financial management standpoint, the City has maintained strong controls, both in the areas of internal controls and budgetary controls. The City's reliance on consumption-based tax revenues for ongoing operations requires recognition that contraction of the local retail economy will result in a

decrease in revenues to support operations. These controls create an environment that permits the City to quickly adapt to changes in revenue forecasts, modifying spending plans accordingly.

The Finance Director oversees a set of City-wide internal controls that provide reasonable assurances that financial activity transacted by and among City departments is managed in a way that results in complete, accurate, and timely accounting for all financial transactions. All bank statements and accounts are closed and reconciled monthly. The objective of the City's budgetary controls is twofold: to ensure compliance with legal provisions embodied in the annually appropriated budget approved by the City Council, and to provide funding allocations to City departments sufficient to permit them to effectively and efficiently deliver services to their customers, the citizens, and Glenwood Springs visitors.

Activities of the general fund, special revenue funds, capital project funds, business-type funds, and internal service funds are included in the annually appropriated budget resolution. Appropriations for all funds lapse at year end. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level. Even though the budget enacted by the City Council is at the fund level, the City prepares a program-based budget by department for control at the departmental level in its General Fund, referred to as each department's operating budget. Department heads have the authority to reallocate the distribution of budget amounts within and among programs within their department as necessary to accomplish priority goals and achieve their departmental mission.

The City utilizes a fund balance policy as another form of budgetary control. This policy ensures sufficient cash is on hand (typically 60 to 90 days of annual appropriations in the General Fund) to cover all current cash flow and budgetary requirements, and sets targets for fund balances sufficient to permit the City to absorb an economic downturn without having to significantly reduce services or ask Glenwood's citizens for emergency funding to cover the cost of necessary operating costs. As noted above, budget-to-actual comparisons are provided in this report for each major individual governmental fund for which an appropriated annual budget has been adopted.

Long-term Financial Planning

Management's long-term financial plans for each major City fund assume reasonable growth rates for revenues, based upon historical results and current economic conditions, and pragmatic expenditure estimates that account for increasing cost pressures in the energy, construction and transportation sectors of the economy, and the reality of increasing health care and wage costs for City employees. Apart from that, conservative budgets are still in place to ensure sufficient reserves in the case of another shift in the economy. Please see the Management Discussion and Analysis for more complete information regarding the City's multi-year financial planning process and the predicted future financial condition of all budgeted funds.

Compliance with the Taxpayer Bill of Rights (TABOR)

The Colorado Constitutional Amendment passed in November 1992 known as TABOR restricts growth in governmental revenues and property tax revenues to amounts adjusted for inflation and a local growth factor. Glenwood Springs has historically complied with TABOR requirements and has done so again in 2019.

Major Initiatives and Accomplishments

The City completed its replacement of its 27th Street Bridge in 2020. The project includes a pedestrian bridge in addition to the vehicular bridge, significant street improvements at each end and the installation of a roundabout on the east side.

The City also designed a re-build of a section of South Midland, the major thoroughfare to the south end of town and accessing the turn-off to 4-mile road. This project was bid in 2019, construction began in 2020 and will be completed in 2022. The City applied for and was awarded a Build America grant of approximately \$7 million to offset a portion of the project cost.

The City completed a shoreline renovation of Two Rivers Park in 2020 that includes a retaining wall, restrooms, beach area and shoreline work. During 2020 the City also completed or progressed on a number of construction projects including streets and water infrastructure underneath.


On March 1, 2019 the City went live with the financial module of a new Enterprise Resource Planning (ERP) software called Munis and will go live with Phase 2, HR and payroll, on January 1, 2020. COVID caused the Revenue (Accounts Receivable/Cash Receipting/Utility Billing) module implementation to be pushed into 2021 and EnerGov (community development) is now scheduled to kick off in 2022.

The City established a Broadband enterprise fund and made substantial progress in 2020 in building services out on a city-wide basis. We believe the entire project will be completed sometime in 2022 at which point all City residents will have access to reliable, ultrafast broadband.

The timely preparation of this report was accomplished through the efficient and dedicated services of the entire City of Glenwood Springs' Finance Department staff. I would like to express my appreciation of all members of the Department who assisted and contributed to its preparation. It should be noted, that staff from other departments provide great assistance in the preparation of the report and their work is also appreciated. On behalf of the administration, I would also like to thank the Mayor and City Council for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

The City's external auditors, McMahan and Associates, L.L.C., are also commended for their comprehensive and efficient examination of the various funds of the City for the fiscal year ended December 31, 2020.

Respectfully submitted,



Yvette Gustad
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Glenwood Springs
Colorado**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

December 31, 2019

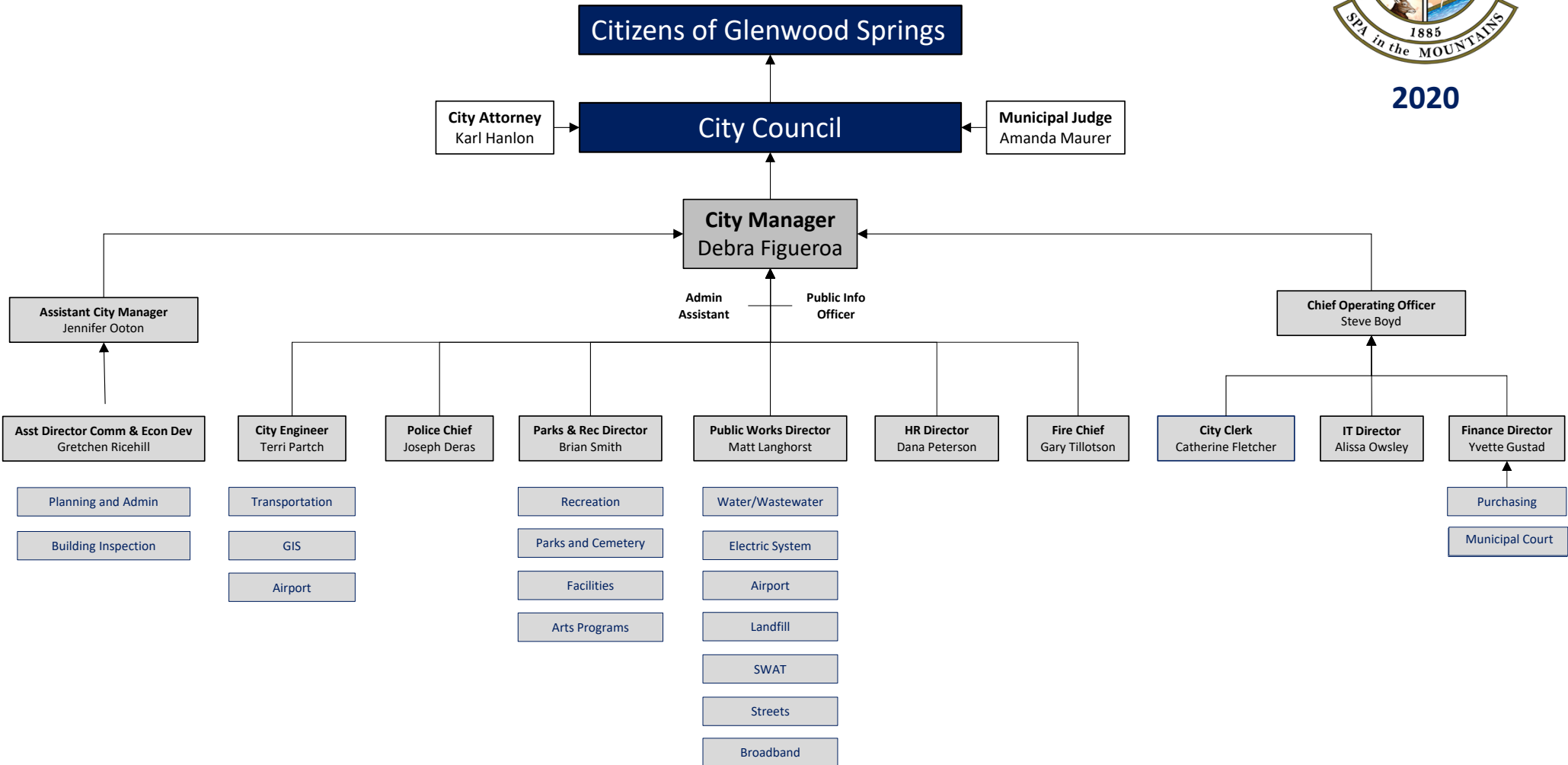
Christopher P. Morill

Executive Director/CEO

City of Glenwood Springs Organizational Chart



2020



CITY OF GLENWOOD SPRINGS, COLORADO
LIST OF ELECTED AND ADMINISTRATIVE OFFICIALS
December 31, 2020

Elected Officials

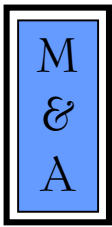
Mayor	Jonathan Godes
Mayor Pre-tem	Shelley Kaup
Council Members	Steve Davis
	Ingrid Wussow
	Charlie Willman
	Paula Stepp
	Tony Hershey

Administrative Officials

City Manager	Debra Figueroa
Chief Operating Officer	Steve Boyd
Asst City Mgr/Community Dev Director	Jennifer Ooton
City Clerk	Ryan Muse
Finance Director	Yvette Gustad
IT Director	Alissa Owsley
Police Chief	Joseph Deras
Public Works Director	Matthew Langhorst Brian
Parks and Recreation Director	Smith
City Engineer	Terri Partch
Municipal Court Administrator	Robin Bustad
City Attorney	Karl Hanlon

FINANCIAL SECTION





MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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245 CHAPEL PLACE, SUITE 300
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FACSIMILE: (970) 845-8108
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INDEPENDENT AUDITOR'S REPORT

**To the Members of City Council
City of Glenwood Springs
Glenwood Springs, Colorado**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Glenwood Springs, Colorado (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 an opinion 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 includes 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 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 City'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 City's internal control. Accordingly, we express no such opinion. An audit also includes evaluation of the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation.

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

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
MICHAEL N. JENKINS, CA, CPA, CGMA
DANIEL R. CUDAHY, CPA, CGMA

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**To the Members of City Council
Glenwood Springs, Colorado**

Opinions

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

Other Matters

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis in Section B and the Schedule of Employer's Proportionate Share of the Net Pension Asset / Liability and the Schedule of City Contributions in Section E 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.

The budgetary comparison information is not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the 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 financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements taken as a whole. The introductory section, combining fund financial statements, individual fund budgetary information, the Local Highway Finance Report, and the statistical section listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the City's financial statements. The combining fund financial statements, the individual fund budgetary information, and the Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 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 express no opinion on them.

**To the Members of City Council
Glenwood Springs, Colorado**

Additionally, the Schedule of Expenditures of Federal Awards included in the Single Audit section are presented for the purpose of additional analysis, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (“Uniform Guidance”), and are not a required part of the City’s financial statements. Such information has been subjected to the auditing procedures applied audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2021 on our consideration of the City’s internal control over financial reporting and on our tests of its compliance with provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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.

McMahan and Associates, L.L.C.

**McMahan and Associates, L.L.C.
September 30, 2021**

MANAGEMENT'S DISCUSSION AND ANALYSIS



City of Glenwood Springs, Colorado

Management's Discussion and Analysis
December 31, 2020

As management of the City of Glenwood Springs (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2020.

Overview of the 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 are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements: The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the City include general government, transportation, public safety, community development, public works and culture and recreation. The business-type activities of the City include water and sewer operations, electric distribution operation, airport and landfill operations.

The government-wide financial statements can be found in Section C of this report.

Fund Financial Statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The City's major governmental funds include the General Fund, Fire and Ambulance Fund, Downtown Development Authority, Capital Projects Fund, Street Tax Fund, and the Acquisition and Improvement Fund. The City also reports a number of non-major governmental funds.

Overview of the Financial Statements (continued)

Governmental Funds (continued): Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. The Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

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

The basic major governmental fund financial statements can be found in Section C.

Proprietary Funds: The City reports two categories of proprietary funds - Internal Service and Enterprise. The Fleet Service Fund, an internal service fund created in 2007, provides vehicle and equipment replacement and maintenance services to the City's governmental and enterprise activities. 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 and Sewer, Electric Distribution, Airport and Landfill Operations.

Proprietary Funds provide the same type of information as the government-wide financial statements, only in more detail. The Proprietary Fund financial statements provide separate information for each of the business-type services provided by the City, each of which is considered to be a major fund of the City.

The basic Proprietary Fund financial statements can be found in Section C of this report.

Fiduciary Funds: Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for Fiduciary Funds is much like that used for Proprietary Funds. The Fiduciary Fund used by the City is the Cemetery Reserve.

The basic Fiduciary Fund financial statements can be found in Section C of this report.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found in Section D of this report.

Government-wide Financial Analysis:

City of Glenwood Spring's Net Position

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2020</u>	<u>2019</u> (restated)	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Assets:						
Current and other assets	40,560,465	45,915,620	23,881,532	20,709,969	64,441,997	66,625,589
Capital assets, net	107,126,206	104,131,247	74,908,827	69,833,276	182,035,033	173,964,523
Total Assets	<u>147,686,671</u>	<u>150,046,867</u>	<u>98,790,359</u>	<u>90,543,245</u>	<u>246,477,030</u>	<u>240,590,112</u>
Deferred Outflows of Resources:	<u>34,643</u>	<u>56,259</u>	<u>-</u>	<u>-</u>	<u>34,643</u>	<u>56,259</u>
Liabilities:						
Other liabilities	5,230,503	10,389,358	5,604,900	4,478,233	10,835,403	14,867,591
Long-term liabilities	22,164,440	23,829,571	29,301,839	21,086,847	51,466,279	44,916,418
Total Liabilities	<u>27,394,943</u>	<u>34,218,929</u>	<u>34,906,739</u>	<u>25,565,080</u>	<u>62,301,682</u>	<u>59,784,009</u>
Deferred Inflows of Resources:	<u>2,327,976</u>	<u>2,337,864</u>	<u>-</u>	<u>-</u>	<u>2,327,976</u>	<u>2,337,864</u>
Net Position:						
Net investment in capital assets	88,653,549	84,475,343	56,113,082	48,786,026	144,766,631	133,261,369
Restricted	1,410,970	12,673,537	-	-	1,410,970	12,673,537
Unrestricted	27,933,876	16,397,453	7,770,538	16,192,139	35,704,414	32,589,592
Total Net Position	<u>117,998,395</u>	<u>113,546,333</u>	<u>63,883,620</u>	<u>64,978,165</u>	<u>181,882,015</u>	<u>178,524,498</u>

Government-wide Net Position and Activities:

Traditionally, the largest portion of any municipality's investments is in its capital assets. Land, buildings, equipment, machinery, and specialized tools are necessary in order to deliver and/or provide services to the City's residents and visitors. The City's capital assets account for 80% of its net position; these assets are not an available source for payment of future spending. Of the remaining \$37,115,384 in net position, \$1,000,000 is restricted for TABOR reserve, \$69,965 is restricted for police asset forfeitures, and \$341,005 is restricted by enabling legislation.

At the end of the 2020 fiscal year, the City is able to report positive balances in all three categories of net position, first for the government as a whole, and then as separate governmental and business-type activities.

The City's net position increased by \$3,357,517 during the current fiscal year from \$178,524,498 to \$181,882,015. Governmental activities continued to increase as the City contributed to ongoing downtown projects. The decrease in business-type activities can primarily be attributed to the City's Electric operations.

Government-wide Financial Analysis (continued):

	City of Glenwood Spring's Changes in Net Position					
	Governmental Activities		Business-type Activities		Total	
	2020	(restated) 2019	2020	2019	2020	2019
Revenues:						
Program revenues:						
Charges for services	5,577,001	7,558,365	24,590,471	25,127,544	30,167,472	32,685,909
Grants and contributions	3,447,304	2,225,727	471,883	206,551	3,919,187	2,432,278
General revenue:						
Sales and use taxes	20,524,445	20,795,147	-	-	20,524,445	20,795,147
Property taxes	2,318,200	2,088,955	-	-	2,318,200	2,088,955
Other taxes	1,262,273	1,624,850	-	-	1,262,273	1,624,850
Interest and other revenues	1,435,620	1,028,548	147,733	301,462	1,583,353	1,330,010
Total Revenues	34,564,843	35,321,592	25,210,087	25,635,557	59,774,930	60,957,149
Expenses:						
General government	6,675,439	5,817,361	-	-	6,675,439	5,817,361
Transportation	1,850,028	1,977,200	-	-	1,850,028	1,977,200
Public safety	7,948,086	8,168,163	-	-	7,948,086	8,168,163
Community development	1,863,719	2,349,002	-	-	1,863,719	2,349,002
Public works	8,681,277	3,189,680	-	-	8,681,277	3,189,680
Culture and recreation	4,034,359	5,525,717	-	-	4,034,359	5,525,717
Interest on long-term debt	766,040	714,643	-	-	766,040	714,643
Water and sewer	-	-	6,129,405	6,750,295	6,129,405	6,750,295
Electric system	-	-	15,652,988	14,069,521	15,652,988	14,069,521
Airport operations	-	-	174,994	176,025	174,994	176,025
Landfill	-	-	2,641,078	2,685,913	2,641,078	2,685,913
Total Expenses	31,818,948	27,741,766	24,598,465	23,681,754	56,417,413	51,423,520
Change in Net Position						
Before Transfers	2,745,895	7,579,826	611,622	1,953,803	3,357,517	9,533,629
Transfers	1,706,167	2,661,724	(1,706,167)	(2,661,724)	-	-
Change in Net Position	4,452,062	10,241,550	(1,094,545)	(707,921)	3,357,517	9,533,629
Net Position - Beginning	113,546,333	103,304,783	64,978,165	65,686,086	178,524,498	168,990,869
Net Position - Ending	117,998,395	113,546,333	63,883,620	64,978,165	181,882,015	178,524,498

Governmental Activities: Governmental activities increased the City's net position by \$2,745,895 before transfers. Significantly impacting the 2020 results was a general increase in grants and contributions, much of which related to COVID-19 pandemic funding.

Business-type Activities: Business-type activities increased the City's net position by \$611,622 before transfers. Key elements of this increase are as follows:

- The Water and Sewer Fund's net position increased by \$874,568, before transfers. Consumer usage has increased and overall user fees have been increased routinely by the City to help pay for the debt associated with construction of the new wastewater facility. During 2020 the City had decreased operational costs due to budget cuts from pandemic related uncertainty. The loan agreement is in the amount of \$31,460,100 and will require principal and interest payments until 2032. For the year ended December 31, 2020 principal and interest expenses totaled \$1,940,061.
- The Electric Fund's net position decreased by \$734,413 before transfers. This decrease can be attributable to usage decreases as a result of business closures downtown during COVID-19.

Government-wide Financial Analysis (continued):

Business-type Activities (continued):

- The Airport Operations Fund's net position increased by \$139,443 before transfers. This increase can be attributable to usage increases and facility rentals.
- The Landfill Fund's net position increased by \$232,979 before transfers. This increase is a direct result of intergovernmental awards.

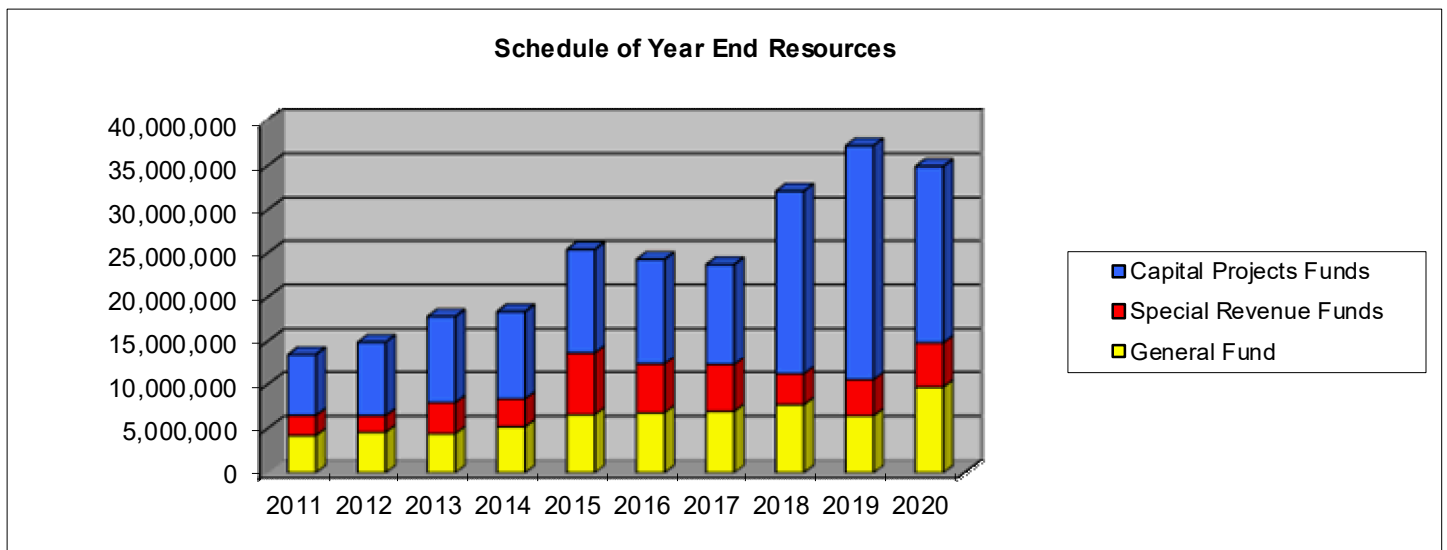
In 2007, the Landfill Fund advanced \$435,767 to the Downtown Development Authority for the purchase of property, which is being repaid in installments. In 2012, the Landfill advanced an additional \$1,000,000 to the Downtown Development Authority for the construction of the Cooper Street parking structure. There are annual principal and interest payments through August 2027 required on these advances.

Financial Analysis of the City's Funds

As mentioned earlier, 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, unreserved fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$34,973,905, a decrease of \$489,038 from the prior year ending fund balances. The following graph provides a view of the City's ending fund balances:



Financial Analysis of the City's Funds (continued)

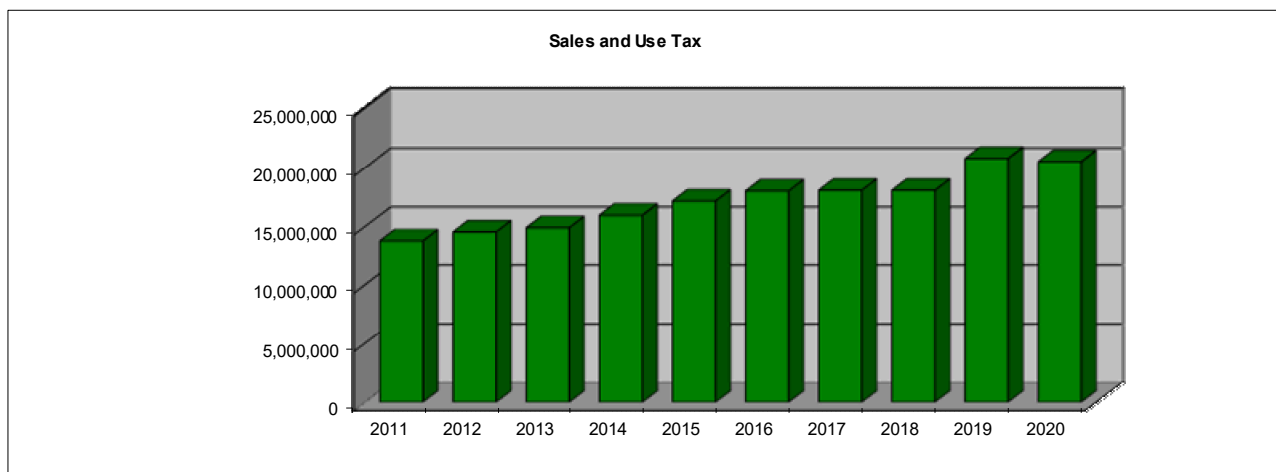
The increase of \$3,262,513 in the fund balance for the General Fund was as a result of decreased expenditures in response to the uncertainty of sales tax collections during the COVID-19 pandemic.

The increase of \$1,035,819 in the fund balance for the Special Revenue Funds is primarily as a result of an increase in the Bus Tax Fund due to an increase in intergovernmental activity as a result of new programs in response to the COVID-19 pandemic as well as the collection of Tobacco tax, which began in January of 2020. The Downtown Development Authority also had conservative expenditures in 2020.

The decrease of \$4,015,091 is as a result of the Capital Projects Fund and Acquisition and Improvement Fund spending down previous years bond money on various projects.

Governmental Funds (continued):

The City's primary funding of governmental activities is sales and use tax. The following chart represents changes in the City's sales and use tax revenue:



Sales and use tax in 2020 decreased 1% over 2019 results.

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 City's proprietary funds ending net position was \$63,883,620, which is a decrease of \$1,094,545, which is broken down by fund as follows: Water and Sewer - \$36,318,498, Electric - \$23,748,425, Airport - \$644,265 and Landfill - \$3,172,432. The net position includes each fund's net investment of capital assets. Unrestricted net position available at year-end broken down by fund is: Water and Sewer - \$1,879,137, Electric System - \$5,015,532, Airport - \$337,428, and Landfill Operations - \$538,441.

The approved budget for 2020 included transfers from the Enterprise funds only for debt requirements and the funding of capital costs.

Financial Analysis of the City's Funds (continued)

Original to Final Budget Variances in the General Fund: The following significant budgetary variances between the original budget and the final amended budget were noted in the General Fund:

<u>Account</u>	<u>Increase (Decrease)</u>	<u>Reason</u>
Expenses:		
Intergovernmental - Grants	\$ 763,500	CARES funding and other grants not originally anticipated by the City.
General Government - Non-departmental	1,149,636	Increased expenditures related to pandemic spending which is as a result of increased revenues

Budget Variances in the General Fund: The following significant variances were noted in the General Fund:

<u>Account</u>	<u>Variance Positive (Negative)</u>	<u>Reason</u>
Revenues:		
General sales tax	\$ 997,184	Increased sales tax revenue due to re-allocation of sales tax originally allocated to Capital Projects Fund
Charges and fees	(1,361,553)	Due to COVID-19 the recreation center was closed and many programs did not occur.
Expenses:		
Culture and Recreation - Parks and cemetery	294,061	Significant decrease in employee salaries and benefits due to COVID-19 uncertainty
Public Safety - Police department	1,052,472	Significant decrease in employee salaries and benefits due to COVID-19 uncertainty
Culture and Recreation - Recreation	903,108	Significant decrease in employee salaries and benefits due to COVID-19 uncertainty, recreation center closure, and savings of supplies due to closure.

Financial Analysis of the City's Funds (continued)

Capital Assets: The City's capitalization policy pertains to assets with a purchase value of \$5,000 or greater. Assets of lesser value are treated as operational expenditures. As of December 31, 2020, the City's investment in capital assets (less accumulated depreciation) for governmental activities was \$107,126,206. The investment in capital assets (less accumulated depreciation) for business-type activities was \$74,908,827.

During 2020, the major capital expenditures included:

- Street Tax Fund:
 - Cedar Crest, totaling \$2,162,740
 - 22nd Street Construction continued, totaling \$63,954
- Capital Projects Fund:
 - Municipal Operations Center improvements, totaling \$467,994
 - Implementation of the City enterprise resource planning system was ongoing, totaling \$486,865
 - 6th Street connection continued, totaling \$282,579
- Acquisition and Improvement Fund:
 - 27th Street Bridge construction began, totaling \$1,422,640
 - South Bridge Improvements continued, totaling \$2,215,907
 - Two rivers construction continued, totaling \$3,389,642
 - South Midland construction continued, totaling \$532,773
- Water and Sewer Fund:
 - Water treatment system upgrades continued, totaling \$4,834,739
- Electric Fund:
 - Upgrades to distribution systems totaled \$3,419,989
- Landfill Fund:
 - Land purchase of \$249,986
 - Recycle center improvements of \$190,867
 - Compost project of \$495,099
- Fleet Service Fund:
 - Purchased a tandem dump truck for \$148,916
 - Fuel depot project \$251,016
 - Purchased a ram 5500 for \$129,739

For the year ended December 31, 2020, the City had governmental activities depreciation of \$5,072,777 and business-type activities depreciation of \$2,907,037.

Additional information as well as a detailed classification of the City's net capital assets can be found in the Notes to the Financial Statement in section D.

Long-term Debts: As of the end of the current fiscal year, the City's long-term liabilities totaled \$55,043,167. During 2020, the City issued Enterprise loans of \$9,122,000 for broadband improvements. During 2020 the City governmental funds had principal payments totaling \$1,802,000. The City enterprise funds had principal payments totaling \$1,329,300. In addition to City bond activity, the City compensated absence liabilities decreased \$12,370 and the landfill closure and post closure liability increased \$455,945.

Additional information as well as a detailed classification of the City's total long-term liabilities can be found in the Notes to the Financial Statements in section D of this report.

Next Year's Budget and Rates: The City's General Fund balance at the end of fiscal year 2020 totaled \$5,975,416. The original 2021 budget anticipates decreasing this balance by approximately \$24,578.

Request for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Glenwood Springs, City Finance Director, 101 W. 8th Street, Glenwood Springs, CO 81601.

GOVERNMENT-WIDE FINANCIAL STATEMENTS



City of Glenwood Springs, Colorado
Statement of Net Position
December 31, 2020

	Governmental Activities	Business Type Activities	Total
Assets:			
Current Assets:			
Cash and investments - unrestricted	28,387,174	8,317,998	36,705,172
Cash and investments - restricted	4,197,343	10,740,541	14,937,884
Accounts, taxes, and interest receivable	6,237,843	3,775,940	10,013,783
Due from other governments	1,975,290	-	1,975,290
Prepaid items	3,411	-	3,411
Internal balances	(248,678)	248,678	-
Inventary	8,082	798,375	806,457
Total current assets	<u>40,560,465</u>	<u>23,881,532</u>	<u>64,441,997</u>
Capital assets not being depreciated:			
Land and water rights	14,149,612	1,584,843	15,734,455
Construction in progress	35,144,175	3,762,159	38,906,334
Capital assets being depreciated:			
Buildings and improvements	110,926,580	116,377,173	227,303,753
Equipment and vehicles	16,891,569	4,632,651	21,524,220
Less accumulated depreciation	<u>(69,985,730)</u>	<u>(51,447,999)</u>	<u>(121,433,729)</u>
Total capital assets (net)	<u>107,126,206</u>	<u>74,908,827</u>	<u>182,035,033</u>
Total Assets	<u>147,686,671</u>	<u>98,790,359</u>	<u>246,477,030</u>
Deferred Outflows of Resources:			
Deferred pension expenses	34,643	-	34,643
Total Deferred Outflows of Resources	<u>34,643</u>	<u>-</u>	<u>34,643</u>
Liabilities:			
Current Liabilities:			
Accounts, retainage, arbitrage & deposits payable	2,429,681	3,384,986	5,814,667
Accrued compensation	326,455	105,847	432,302
Interest payable	56,906	243,542	300,448
Unearned revenue	9,900	79,067	88,967
Deposits	397,473	224,658	622,131
Compensated absences - Due within one year	395,088	184,750	579,838
Long-term debt - Due within one year	1,615,000	1,382,050	2,997,050
Total current liabilities	<u>5,230,503</u>	<u>5,604,900</u>	<u>10,835,403</u>
Noncurrent liabilities:			
Compensated absences	603,113	277,125	880,238
Long-term debt	21,055,000	29,024,714	50,079,714
Net pension liability	506,327	-	506,327
Total noncurrent liabilities	<u>22,164,440</u>	<u>29,301,839</u>	<u>51,466,279</u>
Total Liabilities	<u>27,394,943</u>	<u>34,906,739</u>	<u>62,301,682</u>
Deferred Inflows of Resources:			
Property taxes	2,310,811	-	2,310,811
Deferred pension expenses	17,165	-	17,165
Total Deferred Inflows of Resources	<u>2,327,976</u>	<u>-</u>	<u>2,327,976</u>
Net Position:			
Net investment in capital assets	88,653,549	56,113,082	144,766,631
Restricted for:			
Emergencies	1,000,000	-	1,000,000
Asset forfeiture	69,965	-	69,965
Conservation trust fund	341,005	-	341,005
Unrestricted	27,933,876	7,770,538	35,704,414
Total Net Position	<u>117,998,395</u>	<u>63,883,620</u>	<u>181,882,015</u>

The notes to the financial statements are an integral part of this statement.

City of Glenwood Springs, Colorado
Statement of Activities
For the Year Ended December 31, 2020

	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental	Business-type	Total
					Activities	Activities	
Functions/Programs:							
Governmental Activities:							
General government	6,675,439	2,746,307	270,041	-	(3,659,091)	-	(3,659,091)
Public transportation	1,850,028	43,037	1,216,453	-	(590,538)	-	(590,538)
Public safety	7,948,086	1,570,422	1,323,444	-	(5,054,220)	-	(5,054,220)
Community and economic development	1,863,719	341,630	-	-	(1,522,089)	-	(1,522,089)
Public works	8,681,277	29,919	470,091	-	(8,181,267)	-	(8,181,267)
Culture and recreation	4,034,359	845,686	35	167,240	(3,021,398)	-	(3,021,398)
Interest on long-term debt	766,040	-	-	-	(766,040)	-	(766,040)
Total Governmental Activities	<u>31,818,948</u>	<u>5,577,001</u>	<u>3,280,064</u>	<u>167,240</u>	<u>(22,794,643)</u>	<u>-</u>	<u>(22,794,643)</u>
Business-type Activities:							
Water and sewer	6,129,405	6,755,337	-	198,278	-	824,210	824,210
Electric system	15,652,988	14,848,967	-	126,045	-	(677,976)	(677,976)
Airport operations	174,994	314,437	-	-	-	139,443	139,443
Landfill operations	2,641,078	2,671,730	6,190	141,370	-	178,212	178,212
Total Business-type Activities	<u>24,598,465</u>	<u>24,590,471</u>	<u>6,190</u>	<u>465,693</u>	<u>-</u>	<u>463,889</u>	<u>463,889</u>
Total	<u>56,417,413</u>	<u>30,167,472</u>	<u>3,286,254</u>	<u>632,933</u>	<u>(22,794,643)</u>	<u>463,889</u>	<u>(22,330,754)</u>
General Revenues:							
Taxes:							
Property tax, levied for general purposes					2,318,200	-	2,318,200
Specific ownership tax					146,836	-	146,836
Sales and use tax					20,524,445	-	20,524,445
Severance tax					68,193	-	68,193
Franchise tax					165,025	-	165,025
Accommodations tax					846,111	-	846,111
Other miscellaneous taxes					36,108	-	36,108
Unrestricted investment earnings					246,752	147,733	394,485
Grants, contributions and miscellaneous income not restricted for specific purposes					1,188,868	-	1,188,868
Transfers					1,706,167	(1,706,167)	-
Total General Revenues and Transfers					<u>27,246,705</u>	<u>(1,558,434)</u>	<u>25,688,271</u>
Change in Net Position					4,452,062	(1,094,545)	3,357,517
Net Position - Beginning (as restated)					113,546,333	64,978,165	178,524,498
Net Position - Ending					<u>117,998,395</u>	<u>63,883,620</u>	<u>181,882,015</u>

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

FUND FINANCIAL STATEMENTS



City of Glenwood Springs, Colorado
Balance Sheet
Governmental Funds
December 31, 2020

	General	Fire and Ambulance Fund	Downtown Development Authority	Street Tax Fund	Capital Projects Fund	Acquisition and Improvement	Non-major Governmental Funds	Total
Assets:								
Cash and investments	8,356,577	48,801	1,290,327	1,629,111	3,280,130	8,347,883	5,293,883	28,246,712
Cash and investments - restricted	-	-	-	-	-	4,197,343	-	4,197,343
Taxes receivable	3,506,230	-	97,332	286,230	-	-	344,674	4,234,466
Accounts receivable, net	934,360	254,350	-	-	-	572,460	234,313	1,995,483
Interest receivable	5,038	-	-	-	2,801	-	55	7,894
Due from other governments	-	-	-	-	-	1,975,290	-	1,975,290
Due from other funds	204,957	-	-	-	-	-	-	204,957
Prepaid items	-	-	-	-	-	-	3,411	3,411
Total Assets	13,007,162	303,151	1,387,659	1,915,341	3,282,931	15,092,976	5,876,336	40,865,556
Liabilities:								
Accounts/vouchers payable	475,636	18,610	549	135,838	162,335	265,760	1,343,229	2,401,957
Other liabilities	397,473	-	-	-	-	-	-	397,473
Accrued payroll and related liabilities	217,914	90,170	-	-	9,791	-	-	317,875
Due to other funds	-	194,371	259,264	-	-	-	-	453,635
Unearned revenue	7,400	-	-	2,500	-	-	-	9,900
Total Liabilities	1,098,423	303,151	259,813	138,338	172,126	265,760	1,343,229	3,580,840
Deferred Inflows of Resources:								
Unavailable property taxes	2,170,810	-	97,332	-	-	-	42,669	2,310,811
Total Deferred Inflows of Resources	2,170,810	-	97,332	-	-	-	42,669	2,310,811
Fund Balances:								
Nonspendable	562,101	-	-	-	-	-	3,411	565,512
Restricted	1,069,965	-	-	-	-	4,197,343	341,005	5,608,313
Committed	1,906,018	-	1,030,514	1,777,003	951,067	-	1,984,320	7,648,922
Assigned	-	-	-	-	2,159,738	10,629,873	2,161,702	14,951,313
Unassigned	6,199,845	-	-	-	-	-	-	6,199,845
Total Fund Balance	9,737,929	-	1,030,514	1,777,003	3,110,805	14,827,216	4,490,438	34,973,905
Total Liabilities, Deferred Inflows and Fund Balances	13,007,162	303,151	1,387,659	1,915,341	3,282,931	15,092,976	5,876,336	40,865,556

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

City of Glenwood Springs, Colorado
Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position
December 31, 2020

Governmental Funds Total Fund Balance	34,973,905
Add:	
Capital assets used in governmental activities are not considered current financial resources and, therefore, not reported in the governmental funds.	102,680,896
Internal Service Funds are used by the City to account for the repair and replacement costs of the City's heavy equipment and vehicles. The assets and liabilities of the Internal Service Fund are included in governmental activities in the Statement of Activities.	4,547,075
Less:	
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. This is the amount of City long-term liabilities, including accrued interest, accrued compensation, and deferred costs.	(23,714,632)
Long-term liabilities, including net pension obligations, are not due and payable in the current period and therefore are not reported in the funds. This is the amount of the City's net pension liability, adjusted for changes in pension related actuarial assumptions, proportion of collective pension amounts, differences between actual and expected experience and investments earnings, and differences between actual and annualized contributions to the pension plan, that are amortized over the average remaining service life of all active and inactive plan participants.	<u>(488,849)</u>
Governmental Activities Net Position	<u><u>117,998,395</u></u>

The notes to the financial statements are an integral part of this statement.

City of Glenwood Springs, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2020

	<u>General</u>	<u>Fire and Ambulance Fund</u>	<u>Downtown Development Authority</u>	<u>Street Tax Fund</u>	<u>Capital Projects Fund</u>	<u>Acquisition and Improvement</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:								
Taxes	11,472,157	-	919,112	2,511,729	1,079,480	5,023,458	3,311,386	24,317,322
Permits and licenses	328,625	-	-	-	-	-	-	328,625
Intergovernmental revenue	1,782,518	202,782	-	-	-	2,400,384	1,437,081	5,822,765
Charges for services	829,447	1,419,204	-	-	24,777	-	55,010	2,328,438
Investment income (loss)	153,345	-	8,634	25,760	47,871	200,578	6,194	442,382
Miscellaneous	2,886,710	-	3,050	248,276	38,351	128,482	1,078,313	4,383,182
Total Revenues	<u>17,452,802</u>	<u>1,621,986</u>	<u>930,796</u>	<u>2,785,765</u>	<u>1,190,479</u>	<u>7,752,902</u>	<u>5,887,984</u>	<u>37,622,714</u>
Expenditures:								
General government	5,621,627	-	355,077	-	825,440	706,736	43,795	7,552,675
Transportation	-	-	-	3,141,680	-	-	1,984,380	5,126,060
Public safety	3,450,251	4,107,446	-	-	-	-	1,340,046	8,897,743
Community and economic development	786,589	-	-	-	-	-	1,127,323	1,913,912
Public works	1,732,603	-	-	-	1,280,351	4,795,039	-	7,807,993
Culture and recreation	3,335,191	-	-	-	126,787	2,634,930	-	6,096,908
Debt service:								
Principal	250,000	-	-	275,000	-	1,295,000	-	1,820,000
Interest	-	-	8,617	46,512	-	682,440	-	737,569
Total Expenditures	<u>15,176,261</u>	<u>4,107,446</u>	<u>363,694</u>	<u>3,463,192</u>	<u>2,232,578</u>	<u>10,114,145</u>	<u>4,495,544</u>	<u>39,952,860</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,276,541</u>	<u>(2,485,460)</u>	<u>567,102</u>	<u>(677,427)</u>	<u>(1,042,099)</u>	<u>(2,361,243)</u>	<u>1,392,440</u>	<u>(2,330,146)</u>
Other Financing Sources (Uses):								
Sale of assets	-	-	-	-	-	1,206,813	-	1,206,813
Transfers in	3,942,067	2,485,460	-	-	100,000	268,000	370,635	7,166,162
Transfers (out)	(2,956,095)	-	(100,000)	-	(909,500)	(1,540,000)	(1,026,272)	(6,531,867)
Total Other Financing Sources (Uses)	<u>985,972</u>	<u>2,485,460</u>	<u>(100,000)</u>	<u>-</u>	<u>(809,500)</u>	<u>(65,187)</u>	<u>(655,637)</u>	<u>1,841,108</u>
Net Change in Fund Balance	3,262,513	-	467,102	(677,427)	(1,851,599)	(2,426,430)	736,803	(489,038)
Fund Balance - Beginning of Year	<u>6,475,416</u>	<u>-</u>	<u>563,412</u>	<u>2,454,430</u>	<u>4,962,404</u>	<u>17,253,646</u>	<u>3,753,635</u>	<u>35,462,943</u>
Fund Balance - End of Year	<u>9,737,929</u>	<u>-</u>	<u>1,030,514</u>	<u>1,777,003</u>	<u>3,110,805</u>	<u>14,827,216</u>	<u>4,490,438</u>	<u>34,973,905</u>

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

City of Glenwood Springs, Colorado
Reconciliation of Revenues, Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2020

Net Change in Fund Balances of Governmental Funds (489,038)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of by which depreciation exceeded capital outlay expenses for the year. 7,638,622

The City has sold assets which are shown at their sales price on governmental funds but are shown as a gain or loss on the sale of assets based upon the sale price less the asset's book value. (4,349,128)

Repayment of bond principal and leases are expenditures in the governmental funds, but the repayment reduces long term liabilities in the Statement of Net Position. This represents the total principal repayments, the change in accrued interest at year end and amortization of debt-related deferrals. 1,797,004

Changes in the City employees' accrued compensated absences are considered changes in long-term liabilities. This is the amount that accrued compensated absences increased. 49,036

Internal service funds are used by management to charge costs of various activities to the general and other funds. The net income or loss of the internal service funds are included in the governmental activities statement of activities. (181,107)

Changes in the City's net pension obligation 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. This is the change in City's net pension obligation during the year, including differences between employer contributions to the pension plan and amortization of pension-related deferrals. (13,327)

Governmental Activities Change in Net Position 4,452,062

The notes to the financial statements are an integral part of this statement.

City of Glenwood Springs, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2020

	Water and Sewer	Electric System	Airport Operations	Landfill Operations	Totals	Governmental Activities Internal Service Fund
Assets:						
Current:						
Cash and equivalents - Unrestricted	22,663	4,462,347	301,455	93,603	4,880,068	140,462
Cash and equivalents - Restricted	2,649,018	7,395,187	-	696,336	10,740,541	-
Investments - Unrestricted	1,413,216	1,061,859	-	962,855	3,437,930	-
Accounts receivable - Trade (net of allowance for doubtful accounts)	904,738	2,389,256	11,732	470,214	3,775,940	-
Inventory	399,131	368,338	30,906	-	798,375	8,082
Due from other funds	-	-	-	259,264	259,264	-
Total Current Assets	5,388,766	15,676,987	344,093	2,482,272	23,892,118	148,544
Property and Equipment:						
Land	-	1,305,057	-	249,986	1,555,043	-
Construction in progress	936,728	2,324,699	-	500,732	3,762,159	-
Building, plant and system	80,246,094	33,952,770	391,225	1,787,084	116,377,173	833,125
Water rights	29,800	-	-	-	29,800	-
Equipment	1,156,443	2,751,560	90,388	597,723	4,596,114	3,906,382
Vehicles	-	13,693	-	22,844	36,537	4,600,524
Total	82,369,065	40,347,779	481,613	3,158,369	126,356,826	9,340,031
Less accumulated depreciation	<u>(30,860,772)</u>	<u>(19,888,073)</u>	<u>(174,776)</u>	<u>(524,378)</u>	<u>(51,447,999)</u>	<u>(4,894,721)</u>
Net Property and Equipment	51,508,293	20,459,706	306,837	2,633,991	74,908,827	4,445,310
Total Assets	56,897,059	36,136,693	650,930	5,116,263	98,800,945	4,593,854
Liabilities and Fund Equity:						
Current Liabilities:						
Accounts payable	432,405	2,648,785	6,643	297,153	3,384,986	27,724
Deposits	-	224,658	-	-	224,658	-
Accrued interest	241,695	1,847	-	-	243,542	-
Accrued payroll and taxes	39,133	42,648	22	24,044	105,847	8,580
Accrued vacation and sick pay	100,668	315,187	-	46,020	461,875	10,475
Due to other funds	10,586	-	-	-	10,586	-
Unearned revenue	36,124	33,143	-	9,800	79,067	-
Current portion of long-term debt	1,382,050	-	-	-	1,382,050	-
Total Current Liabilities	2,242,661	3,266,268	6,665	377,017	5,892,611	46,779
Long-term Liabilities:						
Long-term debt - net of current portion	18,335,900	9,122,000	-	-	27,457,900	-
Landfill closure liability	-	-	-	1,566,814	1,566,814	-
Total Long-term Liabilities	18,335,900	9,122,000	-	1,566,814	29,024,714	-
Total Liabilities	20,578,561	12,388,268	6,665	1,943,831	34,917,325	46,779
Net Position:						
Net investment in capital assets	34,439,361	18,732,893	306,837	2,633,991	56,113,082	4,445,310
Unrestricted	1,879,137	5,015,532	337,428	538,441	7,770,538	101,765
Total Net Position	36,318,498	23,748,425	644,265	3,172,432	63,883,620	4,547,075

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

City of Glenwood Springs, Colorado
Statement of Revenues, Expenditures and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2020

	<u>Water and Sewer</u>	<u>Electric System</u>	<u>Airport Operations</u>	<u>Landfill Operations</u>	<u>Totals</u>	<u>Governmental Activities Internal Service Funds Totals</u>
Operating Revenues:						
Rentals	-	-	126,650	-	126,650	-
Charges and fees	6,740,518	14,042,964	187,787	2,634,322	23,605,591	496,220
Other	14,819	806,003	-	37,408	858,230	21,967
Total Operating Revenues	<u>6,755,337</u>	<u>14,848,967</u>	<u>314,437</u>	<u>2,671,730</u>	<u>24,590,471</u>	<u>518,187</u>
Operating Expenses:						
Purchased power	-	9,813,427	-	-	9,813,427	-
Operations and maintenance	2,512,920	2,406,503	138,000	1,588,216	6,645,639	860,365
General and administrative	1,245,774	878,380	27,895	943,936	3,095,985	-
Improvements	-	38,414	-	-	38,414	-
Depreciation	1,761,533	1,027,479	9,099	108,926	2,907,037	924,356
Total Operating Expenses	<u>5,520,227</u>	<u>14,164,203</u>	<u>174,994</u>	<u>2,641,078</u>	<u>22,500,502</u>	<u>1,784,721</u>
Operating Income (Loss)	<u>1,235,110</u>	<u>684,764</u>	<u>139,443</u>	<u>30,652</u>	<u>2,089,969</u>	<u>(1,266,534)</u>
Non-Operating Revenues (Expenses):						
Disposition of assets	-	(1,407,602)	-	-	(1,407,602)	9,000
Investment income	50,358	42,608	-	54,767	147,733	4,555
Intergovernmental awards	198,278	27,000	-	141,370	366,648	-
Other	-	-	-	6,190	6,190	-
Interest expense	(609,178)	(81,183)	-	-	(690,361)	-
Total Non-Operating Revenues (Expenses)	<u>(360,542)</u>	<u>(1,419,177)</u>	<u>-</u>	<u>202,327</u>	<u>(1,577,392)</u>	<u>13,555</u>
Income (Loss) Before Transfers and Capital Contributions	874,568	(734,413)	139,443	232,979	512,577	(1,252,979)
Transfer (out)	(489,381)	(1,166,786)	-	(50,000)	(1,706,167)	-
Transfer in	-	-	-	-	-	1,071,872
Capital contributions	-	99,045	-	-	99,045	-
Change in Net Position	385,187	(1,802,154)	139,443	182,979	(1,094,545)	(181,107)
Net Position - Beginning of Year	<u>35,933,311</u>	<u>25,550,579</u>	<u>504,822</u>	<u>2,989,453</u>	<u>64,978,165</u>	<u>4,728,182</u>
Net Position - End of Year	<u>36,318,498</u>	<u>23,748,425</u>	<u>644,265</u>	<u>3,172,432</u>	<u>63,883,620</u>	<u>4,547,075</u>

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

City of Glenwood Springs, Colorado
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

	Water and Sewer	Electric System	Airport Operations	Landfill Operations	Totals	Governmental Activities Internal Service Funds Totals
Cash Flows From Operating Activities:						
Cash received from customers	6,366,010	13,675,077	311,774	2,465,151	22,818,012	-
Cash received from interfund services	-	-	-	-	-	499,843
Cash paid to suppliers and employees	(3,306,572)	(12,410,612)	(158,487)	(1,988,223)	(17,863,894)	(884,723)
Cash paid for interfund services used	(83,615)	(36,031)	(2,813)	(26,914)	(149,373)	-
Other operating revenues	-	806,003	-	39,003	845,006	21,967
Net Cash Provided (Used) by Operating Activities	2,975,823	2,034,437	150,474	489,017	5,649,751	(362,913)
Cash Flows From Non-Capital Financing Activities:						
Net refunds of customer deposits	-	10,089	-	-	10,089	-
Transfers from other funds	-	-	-	-	-	1,071,872
Transfers (to) other funds	(478,795)	(1,166,786)	-	(50,000)	(1,695,581)	-
Intergovernmental awards	-	27,000	-	-	27,000	-
Net Cash (Used) by Non-Capital Financing Activities	(478,795)	(1,129,697)	-	(50,000)	(1,658,492)	1,071,872
Cash Flows From Capital and Related Financing Activities:						
Sale of assets	-	(693,840)	-	-	(693,840)	8,999
Intergovernmental awards	198,278	-	-	141,370	339,648	-
Insurance proceeds	-	-	-	6,190	6,190	-
Loan proceeds	-	9,122,000	-	-	9,122,000	-
Repayments from other funds	-	-	-	90,180	90,180	-
Interest paid on bonds and equipment contracts	(609,178)	(80,716)	-	-	(689,894)	-
Principal paid on bonds and equipment contracts	(1,329,300)	-	-	-	(1,329,300)	-
Acquisition and construction of capital assets	(4,986,790)	(2,621,910)	-	(988,605)	(8,597,305)	(629,816)
Net Cash Provided (Used) by Capital and Related Financing Activities	(6,726,990)	5,725,534	-	(750,865)	(10,874,321)	(620,817)
Cash Flows From Investing Activities:						
Interest income received	6,694	21,950	-	54,071	82,715	4,555
Proceeds from sales and maturities of investments	1,535,738	2,487,838	-	809,197	4,832,773	47,765
Purchase of investments	-	(245,000)	-	-	(245,000)	-
Net Cash Provided by Investing Activities	1,542,432	2,264,788	-	863,268	4,670,488	52,320
Net Change in Cash and Cash Equivalents	(2,687,530)	8,895,062	150,474	551,420	6,909,426	140,462
Cash and Cash Equivalents - Beginning of Year	5,359,211	2,962,472	150,981	238,519	8,711,183	-
Cash and Cash Equivalents - End of Year	2,671,681	11,857,534	301,455	789,939	15,620,609	140,462
Cash and Cash Equivalents Consists of the Following:						
Cash in bank - Unrestricted	22,663	4,462,347	301,455	93,603	4,880,068	140,462
Cash in bank - Restricted	2,649,018	7,395,187	-	696,336	10,740,541	-
Total	2,671,681	11,857,534	301,455	789,939	15,620,609	140,462
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Operating income (loss)	1,235,110	684,764	139,443	30,652	2,089,969	(1,266,534)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	1,761,533	1,027,479	9,099	108,926	2,907,037	924,356
(Increase) decrease in accounts receivable	(369,265)	(368,908)	(2,665)	(169,166)	(910,004)	3,623
(Increase) decrease in inventories	38,254	(42,010)	7,308	-	3,552	-
(Increase) decrease in prepaid items/other assets	-	-	-	(6)	(6)	7,077
Increase (decrease) in accounts payable	330,254	732,099	(2,711)	61,071	1,120,713	(31,435)
Increase (decrease) in landfill closure liability	-	-	-	455,945	455,945	-
Increase (decrease) in unearned revenue	(20,063)	1,013	-	1,595	(17,455)	-
Total Adjustments	1,740,713	1,349,673	11,031	458,365	3,559,782	903,621
Net Cash Provided (Used) by Operating Activities	2,975,823	2,034,437	150,474	489,017	5,649,751	(362,913)
Schedule of Non-Cash Investing, Capital and Financing Activities:						
Assets contributed from others	-	99,045	-	-	99,045	-
Unrealized gain (loss) on investments	25,191	20,658	-	3,565	49,414	-

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

City of Glenwood Springs, Colorado
Statement of Fiduciary Net Position
December 31, 2020

	<u>Cemetery Reserve Fund</u>
Assets:	
Cash and investments	<u>52,838</u>
Total Assets	<u>52,838</u>
Net Position:	
Held in Trust	<u><u>52,838</u></u>

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

City of Glenwood Springs, Colorado
Statement of Changes in Fiduciary Net Position
For the Year Ended December 31, 2020

	<u>Cemetery Reserve Fund</u>
Additions:	
Charges and fees	<u>750</u>
Total Additions	<u>750</u>
Deductions:	
Capital outlay	<u>-</u>
Total Deductions	<u>-</u>
Change in Net Position	750
Net Position - Beginning of Year	<u>52,088</u>
Net Position - End of Year	<u><u>52,838</u></u>

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

NOTES TO THE FINANCIAL STATEMENTS



City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020

I. Summary of Significant Accounting Policies

The City of Glenwood Springs, Colorado, ("City"), is located in Garfield County, Colorado and its major operations include police and fire protection, road maintenance, ambulance, airport, utilities and culture and recreation.

The City's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board ("GASB") is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established by GAAP used by the City are discussed below.

A. Reporting Entity

In 1966, the City became a "Home Rule City" (a municipal corporation, as defined by Colorado Revised Statutes). The City is governed by an appointed Mayor and an elected City Council which is responsible for setting policy, appointing administrative personnel and adopting an annual budget in accordance with state statutes. As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the City (the primary government) and its component units. Additional separate governmental units, agencies, or non-profit corporations are included in the financial statements of the City since they were discovered to fall within the oversight responsibility based upon the application of the following criteria: financial accountability, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens, and fiscal dependency.

B. Blended Component Units

In conformity with generally accepted accounting principles, the financial statements of the following component units have been included in the financial reporting entity as blended component units.

- General Improvement District Number 1980 (the "District"); the District's primary purpose is to provide infrastructure improvements to specific areas within the City's downtown area. The District's primary funding source is an ad valorem tax. The District's boundaries are entirely within the City's boundaries. Although the District is legally separate from the City, the District and the City are related through a common governing board. For financial reporting purposes, the District is reported as if it were part of the City's operations because the City is able to impose its will on the District and City Council acts as the District's *de facto* governing board.
- Downtown Development Authority (the "Authority"); the Authority is funded primarily with a Sales Tax Increment Financing (TIF) and its primary purpose is to develop and implement a downtown development and redevelopment plan for the central business area. The Authority's boundaries are entirely within the City's boundaries. The Authority exists only with the City's express consent. Although the Authority is legally separate from the City, the Authority and the City are related through a common governing board. For financial reporting purposes, the Authority is reported as if it were part of the City's operations because the City is able to impose its will on the Authority.

Additional financial information for both component units can be obtained from the City of Glenwood Springs Finance Office at 101 W 8th Street, Glenwood Springs, Colorado 81601.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

I. Summary of Significant Accounting Policies (continued)

C. Government-wide and Fund Financial Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The City's police and fire protection, road maintenance, culture and recreation, community development, transportation systems, and administration are classified as governmental activities. The City's utilities, airport and landfill are classified as business-type activities.

1. Government-wide Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which 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*.

The government-wide focus is on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments where the amounts are reasonably equivalent to the value of interfund services provided and other charges between the City's water and sewer function, electric function, and landfill function. Elimination of these charges would distort the direct costs and program revenues reported for the related functions.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

I. Summary of Significant Accounting Policies (continued)

C. Government-wide and Fund Financial Statements (continued)

2. Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses.

The City reports the following major governmental funds:

- (a) *General Fund* - This fund is established to account for resources devoted to financing the general services that the City performs for its citizens. General tax revenues and other sources of revenue used to finance the fundamental operations of the City are included in this fund. The fund is charged with all costs of operating the government for which a separate fund has not been established.
- (b) *Fire & Ambulance Fund* - accounts for fire and ambulance services performed by the City and Rural Fire District.
- (c) *Downtown Development Authority* – A blended component unit, was established by a vote of the citizens in 2001 for the purpose of revitalizing the downtown corridor and building a parking structure.
- (d) *Capital Projects Fund* – accounts for major City Projects which are financed by a 0.50% sales tax.
- (e) *Acquisitions and Improvements Fund* - accounts for revenues and expenditures received from a 1.00% sales tax and special assessments levied for capital improvements purposes.
- (f) *Street Tax Fund* – accounts for revenues received from the 0.50% sales tax levied for transportation and related projects.

The City reports the following major proprietary funds:

- (a) *Water and Sewer Fund* - accounts for activities of the fund that supplies water and sewer services to the citizens in the water and sewer service area. City water is provided on a metered basis.
- (b) *Electric System Fund* - accounts for activities related to the purchase and delivery of power within the City electric service area.
- (c) *Airport Operations Fund* - accounts for activities related to user charges and maintenance expenses for the airport.
- (d) *Landfill Operations Fund* - accounts for the activities related to the operations of the City landfill and recycling program.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

I. Summary of Significant Accounting Policies (continued)

C. Government-wide and Fund Financial Statements (continued)

2. Fund Financial Statements (continued)

The City reports the following non-major governmental funds:

- (a) *Tourism Fund* - accounts for funds received from a two and one-half percent rent tax on accommodations. Expenditures are restricted for tourism promotion purposes.
- (b) *Victims Assistance and Law Enforcement Fund (V.A.L.E.)* - accounts for funds received from a surcharge for violation of all municipal ordinances and violations of the Model Traffic Code. Expenditures are restricted to victims' and witnesses' services and reimbursements and to Police Department equipment purchases, training, and additional personnel costs.
- (c) *Conservation Trust Fund* - accounts for funds received and restricted as to use in the acquisition, development and maintenance of new conservation sites pursuant to Colorado Revised Statutes.
- (d) *Bus Tax Fund* - accounts for the 0.20% sales tax designated towards "Ride Glenwood Springs" bus service.
- (e) *Marijuana Tax Fund* - accounts for the 5.00% sales tax and 5.00% excise tax designated towards marijuana regulation enforcement, education, and public health programs.
- (f) *Tobacco Sales Tax Fund* - accounts for the 40.00% sales tax on tobacco products designated towards drug, alcohol, and tobacco prevention, youth mental and physical health, and other related city expenses.
- (g) *General Improvement District Number 1980 Fund* - the District's primary purpose is to provide infrastructure improvements to specific areas within the downtown area. The District's primary funding source is an ad valorem tax.
- (h) *Emergency Services Equipment Replacement Fund* - accounts for revenues received on a pro-rated basis from the Glenwood Springs Rural Fire Protection District and transfers from the General Fund for the purchase of emergency services, facilities and equipment.

The City also reports the following Internal Service Fund:

- (a) *Fleet Service Fund* - accounts for the repair and maintenance costs and the capital replacement plan of the City's vehicles and heavy equipment, excluding fire trucks.

The City also reports the following fiduciary funds which are not included in the government-wide statements since the resources of the fund are not available to the City:

- (a) The *Cemetery Reserve Fund* accounts for funds received and restricted for the maintenance and care of the Rosebud Cemetery.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

I. Summary of Significant Accounting Policies (continued)

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

Measurement focus refers to whether financial statements measure changes in current resources only (current financial focus) or changes in both current and long-term resources (long-term economic focus). Basis of accounting refers to the point at which revenues, expenditures, or expenses are recognized in the accounts and reported in the financial statements. Financial statement presentation refers to classification of revenues by source and expenses by function.

1. Long-term Economic Focus and Accrual Basis

Both governmental and business-type activities in the government-wide financial statements, proprietary fund financial statements, and fiduciary fund financial statements use the long-term economic focus and are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows.

2. Current Financial Focus and Modified Accrual Basis

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter (60 days) to be used to pay liabilities of the current period. Property taxes, sales taxes, intergovernmental revenues, other taxes, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Expenditures are generally recognized when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt, if any, is recognized when due.

3. Financial Statement Presentation

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts

1. Cash, Cash Equivalents and Investments

Cash and cash equivalents are defined as deposits that can be withdrawn at any time without notice or penalty and investments with original maturities of three months or less. Investments are stated at fair value, net asset value, or amortized cost, which are detailed in note IV.A.

The change in fair value of investments is recognized as an increase or decrease to investment assets and investment income. The City allows investment in types of obligations that correspond to State Statutes, which are detailed in note IV.A.

2. Receivables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Estimated unbilled revenues from the Electric System Fund and the Water and Sewer Fund are recognized at the end of each fiscal year on a pro rata basis. The estimated amount is based on billings during the month prior to the close of the fiscal year.

3. Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by the governmental units until the subsequent year. In accordance with generally accepted accounting principles, the assessed but uncollected property taxes have been recorded as a receivable and a deferred inflow of resources.

4. Inventories

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased on the fund financial statements.

5. Prepaid Items

Payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements.

6. Compensated Absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are shown as long-term debt on the Government-wide Statement of Net Position. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that is estimated to be taken as "terminal leave" at retirement.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

7. Pensions

The City participates in an agent multiple-employer defined benefit plan administered by the Fire and Police Pension Association of Colorado (“FPPA”). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the plans have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

8. Capital Assets

Capital assets, which include land, buildings, equipment, vehicles, and infrastructure assets, are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The City defines capital assets as assets with an initial cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost. Donated capital assets are recorded at fair value at the date of donation.

Capital outlay for projects is capitalized as projects are constructed. Interest incurred during the construction phase is capitalized as part of the value of the assets constructed in the business-type activities.

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

	<u>Years</u>
Infrastructure	25-40
Buildings	30
Electric plant	40
Electric system and equipment	25
Water and sewer, plant and distribution system	40
Office furniture and equipment	10
Vehicles and tools	5

9. Deferred Outflows and Inflows of Resources

Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses/expenditures) until then. The City has one item that qualifies for reporting under this category on the Statement of Net Position. The item is the collective deferred outflows related to the City’s net pension obligation. Pension contributions made after the measurement date, and pension related deferrals will be recognized in future periods. See Note V.B.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

9. Deferred Outflows and Inflows of Resources (continued)

Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The City has two items that qualify for reporting in this category. Unavailable revenue from property taxes, reported in the governmental balance sheet and on the Statement of Net Position. Pension difference between projected and actual earnings on pension plan investments will be recognized in future periods. These amounts are deferred and recognized as an inflow from resources in the period that the amounts become available.

10. Fund Balance Classifications

Governmental accounting standards establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications include Non-spendable, Restricted, Committed, Assigned and Unassigned. These classifications reflect not only the nature of the funds, but also provide clarity to the level of restraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned fund balance is limited to negative residual fund balance. For further details on the various fund balance classifications, refer to Note IV.J.

11. Interfund Transactions

Interfund services provided and used are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund, are recorded as "due from other funds" or "due to other funds" on the balance sheet when they are expected to be liquidated within a reasonable amount of time. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

F. Significant Accounting Policies

1. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the City's management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

2. Credit Risk

Receivables in the City's funds are primarily due from other governments. Management believes that the credit risk related to these receivables is minimal.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

I. Summary of Significant Accounting Policies (continued)

F. Significant Accounting Policies (continued)

3. Restricted and Unrestricted Resources

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

II. Reconciliation of Government-wide and Fund Financial Statements

A. Explanation of certain differences between the governmental fund Balance Sheet and the government-wide Statement of Net Position

The governmental fund Balance Sheet includes a reconciliation between *fund balance – total governmental funds* and *net position of governmental activities* as reported in the government-wide Statement of Net Position. One element of that reconciliation explains that "Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds." The \$102,680,896 reconciling item represents capital assets of \$167,771,905 net of accumulated depreciation of \$65,091,009 at December 31, 2020.

Another element of that reconciliation states that "Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds." The details of this \$23,714,632 difference represent long-term bonds and loans of \$22,670,000, accrued interest of \$56,906, compensated absences of \$987,726, deferred refunding costs of \$0 and unamortized premium of \$0. Additionally, long term liabilities for pension obligations are included in the amount of \$488,849 which represents the net pension liability of \$506,327, net of deferred pension expenses of (\$34,643) and \$17,165.

Another element of that reconciliation states that "Internal Service Funds are used by the City to account for the repair and replacement costs of the City's heavy equipment and vehicles. The assets and liabilities of the Internal Service Fund are included in governmental activities in the Statement of Net Position". The result is an increase in net position of \$4,547,075 within governmental activities.

B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances and the government-wide Statement of Activities

The governmental fund Statement of Revenues, Expenditures and Changes in Fund Balance includes a reconciliation between *net change in fund balances of governmental funds* and *changes in net position of governmental activities* as reported in the government-wide Statement of Activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense". The details of the net difference of \$7,638,622 are net capital outlay of \$11,787,048 less depreciation expense of \$4,148,420.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

III. Stewardship, Compliance, and Accountability

A. Budgetary Information

As required by Colorado statutes and the Home Rule Charter, the City followed required timetables in preparing, approving, and enacting its budget for the ensuing year. The following is a summary of the budget calendar for the 2020 budget year:

- (1) For the 2020 budget year, prior to December 10, 2019, the County Assessor sent to the City the final recertified assessed valuation of all taxable property within the City's boundaries.
- (2) The City Manager, or other qualified persons appointed by the Council, submitted to the Council, on or before the first regularly Scheduled meeting in October, a recommended budget which detailed the necessary property taxes needed along with other available revenues to meet the City's operating requirements.
- (3) Notice of a public hearing of the budget was announced, the budget was made available in the office of the Finance Director and a public hearing was held more than 10 days after the budget was submitted to Council.
- (4) After the required public hearing, the City Council adopted the proposed budget by resolution on or before the first regular meeting in November. The ordinance which legally appropriates expenditures for the upcoming year was passed on or before the first regular Council meeting in December.
- (5) The Council may make additional appropriations by ordinance during the fiscal year for unanticipated expenditures required by the City, but such additional appropriations shall not exceed the amount by which actual and anticipated revenues of the year are exceeding the revenues as estimated in the budget, unless the appropriations are necessary to relieve an emergency endangering the public health, peace or safety. At any time during the year, the City Council may, by affirmative vote of five or more members, transfer part or all of any unexpended funds from one department, fund, or office to another.
- (6) For the 2020 budget, on or before the first regular meeting in December, or such other date required by law, the City Council computed and certified to the County Commissioners a rate of levy that derived the necessary property taxes as computed in the proposed budget.

Taxes levied in one year are collected in the succeeding year. Thus, taxes certified in 2019 were collected in 2020 and taxes certified in 2020 will be collected in 2021. Taxes are due on January 1st in the year of collection; however, they may be paid in either one installment (no later than April 30th) or two equal installments (not later than February 28th and June 15th) without interest or penalty. Taxes that are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 16th.

Budgets are adopted on a basis consistent with generally accepted accounting principles, except for the Water and Sewer Fund, Electric System Fund, Airport Operations Fund, Landfill Operations Fund, and Fleet Service Fund. Annual appropriated budgets are adopted for all funds. The level of control in the budget at which expenditures exceed appropriations is at the fund level. All appropriations lapse at fiscal year-end.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

III. Stewardship, Compliance, and Accountability (continued)

A. Budgetary Information (continued)

During the year, \$3,673,376 of supplemental appropriation ordinances were approved. The budgetary comparison statements reflect the original budget and the final budget after legally authorized revisions were made.

The following funds had supplementary budget appropriations:

<u>Fund</u>	<u>Original Appropriation</u>	<u>Supplemental Appropriation</u>
General	\$ 21,036,014	\$ 22,327,030
Fleet Service Fund	2,831,960	2,986,960
Street Tax Fund	4,044,097	4,291,143
Capital Projects	3,389,834	4,427,090
Bus Tax	2,101,730	2,160,233
Acquisition and Improvements	13,225,689	10,434,080
Conservation Trust	100,000	150,000
Downtown Development Authority	623,709	779,709
Emergency Services Equipment	1,122,800	2,062,964
Electric System	19,041,024	21,141,024
Landfill Operations	2,805,626	3,235,626

For the year ended December 31, 2020, the Acquisition and Improvement Fund, Marijuana Sales Tax Fund, Tobacco Sales Tax Fund, and Landfill Fund exceeded appropriations by \$1,220,065, \$50,126, \$1,617 and \$443,526, respectively, which may be a violation of State Statute.

Annual appropriated expenditure budgets are adopted for all governmental funds on a basis consistent with GAAP. Annual appropriation budgets are also adopted for certain proprietary funds on a non-GAAP budget basis and are reconciled to GAAP below:

	<u>Water and Sewer Fund</u>	<u>Electric System Fund</u>	<u>Airport Operations Fund</u>	<u>Landfill Operations Fund</u>	<u>Fleet Service Fund</u>
Excess (deficiency) of revenues over expenditures - budget basis	\$ (4,601,602)	\$ (3,809,347)	\$ 139,443	\$ (715,446)	\$ (810,923)
Gain (loss) on disposal of assets	-	(1,412,796)	-	-	-
Interfund loan payments	-	-	-	(90,180)	-
Capital outlay	4,986,789	3,419,989	-	988,605	629,816
Total Adjustments	<u>4,986,789</u>	<u>2,007,193</u>	<u>-</u>	<u>898,425</u>	<u>629,816</u>
Net Income (Loss) - GAAP Basis	<u>\$ 385,187</u>	<u>\$ (1,802,154)</u>	<u>\$ 139,443</u>	<u>\$ 182,979</u>	<u>\$ (181,107)</u>

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

III. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20; commonly known as the Taxpayer's Bill of Rights ("TABOR"). TABOR contains revenue, spending, tax and debt limitations that apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government. Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

TABOR also requires local governments to establish an emergency reserve to be used for declared emergencies only. The reserve is calculated at 3% of fiscal year spending. Fiscal year spending excludes bonded debt service and enterprise spending. The City has reserved \$1,000,000, which is the approximate required reserve at December 31, 2020.

The City's voters approved a ballot question which will allow the City to collect, retain, and expend the full proceeds of the City's sales and use tax, non-federal grants, fees and other revenues from the date of January 1, 1993 and thereafter. The City may not increase tax rates or add new debt without voter approval. The City's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions, including the interpretation of how to calculate fiscal year spending limits, will require judicial interpretation.

IV. Detailed Notes on All Funds

A. Deposits and Investments

The Colorado Public Deposit Protection Act ("PDPA") requires that all units of local government deposit cash in eligible public depositories; eligibility is determined by State regulators. Amounts in deposit in excess of Federal insurance levels must be collateralized. The eligible collateral is determined by PDPA. The PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of collateral must be at least equal to the aggregate uninsured deposits.

The City's investment policy permits investments in the following type of obligations which corresponds with state statutes:

- U.S. Treasury Obligations (maximum maturity of 60 months)
- Federal Instrumentality Securities (maximum maturity of 60 months)
- FDIC-insured Certificates of Deposit (maximum maturity of 18 months)
- Corporate Bonds (maximum maturity of 36 months)
- Prime Commercial Paper (maximum maturity of 9 months)
- Eligible Bankers Acceptances
- Repurchase Agreements
- General Obligations and Revenue Obligations
- Local Government Investment Pools
- Money Market Mutual Funds

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Fair Value of Investments

The City measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

At December 31, 2020 the City had the following recurring fair value measurements:

Investments Measured at Fair Value	Total	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
United States Agencies	\$ 153,320	\$ 153,320	\$ -	\$ -
Certificates of Deposit	9,205,788	9,205,788	-	-
Investments Measured at Net Asset Value		Total		
Colotrust		\$ 3,150,036		
CSIP		14,009,306		
Investments Measured at Amortized Cost		Total		
Csafe		\$ 7,609,753		

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities. Debt and equity securities classified in Level 2 are valued using the following approaches:

- U.S. Treasuries, U.S. Agencies, and Commercial Paper: quoted prices for identical securities in markets that are not active;
- Repurchase Agreements, Negotiable Certificates of Deposit, and Collateralized Debt Obligations: matrix pricing based on the securities' relationship to benchmark quoted prices;

The City's holdings in government investment pools are comprised of balances with Colotrust, CSIP and Csafe, which are investment vehicles established for local government entities in Colorado to pool surplus funds. They operate similarly to money market funds, whereby each share is equal in value to \$1. Investments of the trusts consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury securities. The City has no regulatory oversight for the pools.

The City also has amounts invested with its pension fund trustee – FPPA.

Interest Rate Risk: As a means of limiting its exposure to interest rate risk, the City coordinates its investments maturities to closely match cash flow needs and restricts the maximum investments term to less than five years from the purchase date. As a result of the limited length on maturities, the City has limited its interest rate risk.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Credit Risk: State law and City policy limit investments to those authorized by State statutes including U.S. Agencies and 2a7-like pools. The City's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would expect to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Concentration of Credit Risk: The City diversifies its investments by security type and institution. Investments may only be made in those financial institutions which are insured by the Federal Deposit Insurance Corporation, the Federal Home Mortgage Association, the Federal Savings and Loan Insurance Corporation, Congressionally authorized mortgage lenders and investments that are federally guaranteed. Financial institutions holding City funds must provide the City with a statement of collateral in the form of a listing of securities pledged, and a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository.

At December 31, 2020, unrealized gains or (losses) were \$168,581 which reflects changes in the fair market value of investments. The City had the following cash and investments with the following maturities:

	Standard & Poors Rating	Carrying amounts	Maturities	
			Less than one year	One to five years
Deposits:				
Petty cash	Not Rated	\$ 2,533	\$ 2,533	\$ -
Checking	Not Rated	17,234,020	17,234,020	-
Savings and money market	Not Rated	331,138	331,138	-
Investment pools	AAAm	24,769,095	24,769,095	-
Investments:				
Certificates of Deposit	Not Rated	9,205,788	3,552,579	5,653,209
United States Agencies	AA+	153,320	153,320	-
		\$ 51,695,894		

The City has the following restricted cash and investments at December 31, 2020:

	Acquisition and Improvement	Water and Sewer	Electric System	Landfill Operations
Debt service reserves	\$ 2,076,314	\$ 2,649,018	\$ -	\$ -
Unspent bond proceeds	2,121,029	-	7,395,187	-
Landfill closure and post closure	-	-	-	696,336
	\$ 4,197,343	\$ 2,649,018	\$ 7,395,187	\$ 696,336

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

B. Receivables

Receivables as of year-end for the City's funds, including applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Fire and Ambulance Fund</u>	<u>Downtown Development Authority</u>	<u>Street Tax Fund</u>	<u>Capital Projects Fund</u>	<u>Acquisition and Improvement</u>
Receivables:						
Taxes	\$ 3,506,230	\$ -	\$ 97,332	\$ 286,230	\$ -	\$ -
Accounts	934,360	306,350	-	-	-	572,460
Interest	5,038	-	-	-	2,801	-
Intergovernmental	-	-	-	-	-	1,975,290
Gross receivables	<u>4,445,628</u>	<u>306,350</u>	<u>97,332</u>	<u>286,230</u>	<u>2,801</u>	<u>2,547,750</u>
Less: allowance for uncollectible	-	(52,000)	-	-	-	-
Net receivables	<u>\$ 4,445,628</u>	<u>\$ 254,350</u>	<u>\$ 97,332</u>	<u>\$ 286,230</u>	<u>\$ 2,801</u>	<u>\$ 2,547,750</u>

	<u>Water and Sewer</u>	<u>Electric System</u>	<u>Airport Operations</u>	<u>Landfill Fund</u>	<u>Non-major and Other Funds</u>	<u>Total</u>
Receivables:						
Taxes	\$ -	\$ -	-	\$ -	\$ 344,674	\$ 4,234,466
Accounts	905,512	2,495,750	11,732	470,214	234,313	5,930,691
Interest	726	235	-	-	55	8,855
Intergovernmental	-	-	-	-	-	1,975,290
Gross receivables	<u>906,238</u>	<u>2,495,985</u>	<u>11,732</u>	<u>470,214</u>	<u>579,042</u>	<u>12,149,302</u>
Less: allowance for uncollectible	(1,500)	(106,729)	-	-	-	(160,229)
Net receivables	<u>\$ 904,738</u>	<u>\$ 2,389,256</u>	<u>\$ 11,732</u>	<u>\$ 470,214</u>	<u>\$ 579,042</u>	<u>\$ 11,989,073</u>

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

C. Capital Assets

The City had the following capital asset activity for the year:

	Beginning Balances (restated)	Increases	Decreases	Transfers	Ending Balances
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 14,149,612	\$ -	\$ -	\$ -	\$ 14,149,612
Construction in progress	24,867,293	10,806,383	(529,501)	-	35,144,175
Total capital assets, not being depreciated	<u>39,016,905</u>	<u>10,806,383</u>	<u>(529,501)</u>	<u>-</u>	<u>49,293,787</u>
Capital assets, being depreciated:					
Buildings	39,441,659	535,280	(7,592,436)	-	32,384,503
Other improvements	9,440,993	-	-	-	9,440,993
Streets and trails	69,101,084	-	-	-	69,101,084
Machinery, equipment and vehicles	15,779,827	1,604,702	(492,960)	-	16,891,569
Total capital assets, being depreciated	<u>133,763,563</u>	<u>2,139,982</u>	<u>(8,085,396)</u>	<u>-</u>	<u>127,818,149</u>
Less accumulated depreciation for:					
Buildings	(18,126,618)	(1,329,494)	3,243,308	-	(16,212,804)
Other improvements	(1,718,723)	(279,983)	-	-	(1,998,706)
Streets and trails	(39,466,338)	(2,073,201)	-	-	(41,539,539)
Machinery, equipment and vehicles	(9,337,542)	(1,390,099)	492,960	-	(10,234,681)
Total accumulated depreciation	<u>(68,649,221)</u>	<u>(5,072,777)</u>	<u>3,736,268</u>	<u>-</u>	<u>(69,985,730)</u>
Total capital assets, being depreciated, net	<u>65,114,342</u>	<u>(2,932,795)</u>	<u>(4,349,128)</u>	<u>-</u>	<u>57,832,419</u>
Governmental Activities - Capital Assets, Net	<u>\$ 104,131,247</u>	<u>\$ 7,873,588</u>	<u>\$ (4,878,629)</u>	<u>\$ -</u>	<u>\$107,126,206</u>
Business-type Activities					
Capital assets, not being depreciated:					
Land	\$ 1,305,057	\$ 249,986	\$ -	\$ -	\$ 1,555,043
Water rights	29,800	-	-	-	29,800
Construction in progress	2,575,282	8,070,261	(6,883,384)	-	3,762,159
Total capital assets, not being depreciated	<u>3,910,139</u>	<u>8,320,247</u>	<u>(6,883,384)</u>	<u>-</u>	<u>5,347,002</u>
Capital assets, being depreciated:					
Buildings and plant	43,700,310	1,118,249	(2,533,111)	-	42,285,448
Distribution and collection system	67,423,917	6,720,961	(53,153)	-	74,091,725
Machinery, equipment and vehicles	4,513,341	119,310	-	-	4,632,651
Total capital assets, being depreciated	<u>115,637,568</u>	<u>7,958,520</u>	<u>(2,586,264)</u>	<u>-</u>	<u>121,009,824</u>
Less accumulated depreciation for:					
Buildings and plant	(14,413,178)	(1,073,608)	1,144,457	-	(14,342,329)
Distribution and collection system	(31,453,487)	(1,596,099)	29,012	-	(33,020,574)
Machinery, equipment and vehicles	(3,847,766)	(237,330)	-	-	(4,085,096)
Total accumulated depreciation	<u>(49,714,431)</u>	<u>(2,907,037)</u>	<u>1,173,469</u>	<u>-</u>	<u>(51,447,999)</u>
Total capital assets, being depreciated, net	<u>65,923,137</u>	<u>5,051,483</u>	<u>(1,412,795)</u>	<u>-</u>	<u>69,561,825</u>
Business-type Activities - Capital Assets, Net	<u>\$ 69,833,276</u>	<u>\$ 13,371,730</u>	<u>\$ (8,296,179)</u>	<u>\$ -</u>	<u>\$ 74,908,827</u>

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

C. Capital Assets (continued)

The City had capital outlay and depreciation expense for the following functions:

	<u>Capital Outlay</u>	<u>Depreciation Expense</u>
Governmental Activities:		
General government	\$ 818,425	\$ 1,220,640
Transportation	1,184,925	110,451
Public safety	45,304	349,806
Community development	44,010	1,682
Public works	5,079,968	2,247,474
Culture and recreation	5,244,232	1,142,724
Total Governmental Activities	<u>\$ 12,416,864</u>	<u>\$ 5,072,777</u>
Business-type Activities:		
Water and sewer	\$ 4,986,789	\$ 1,761,533
Electric	3,419,989	1,027,479
Airport	-	9,099
Landfill	988,605	108,926
Total Business-type Activities	<u>\$ 9,395,383</u>	<u>\$ 2,907,037</u>

D. Interfund Receivables, Payables, and Transfers

In 2007, Landfill Operations loaned to the Downtown Development Authority \$435,767 to acquire real property. Terms of the Interfund Loan are annual principal and interest payments beginning August 2008 through August 2027. The initial annual interest rate on this loan was fixed at 5.91%. In 2015, the fixed interest rate was reduced to 3%. At December 31, 2020, principal amount outstanding on this loan was \$151,149.

In 2012, the City's Landfill Operating and Fleet Service Funds loaned a total of \$2,000,000 to the Downtown Development Authority to pursue the construction of a parking garage within City limits. Terms of the Interfund Loan are annual principal and interest payments beginning in August 2013 through August 2027. Annual interest rates are at 1% on \$500,000 for five years, 2% on \$500,000 for ten years, and 3% on \$1,000,000 for 15 years on the various interfund loans. At December 31, 2020, principal amount outstanding to Landfill Operations totaled \$108,115. During 2018, the City Council passed resolution 2018-19 to forgive the remaining interfund loan balance between the Fleet Fund and Downtown Development Authority, totaling \$775,356.

Interest payments made by the Downtown Development Authority to Landfill Operations during 2020 totaled \$8,617.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

D. Interfund Receivables, Payables, and Transfers (continued)

The City had the following interfund receivables or payables as of December 31, 2020:

	Due from	Due to
General Fund	\$ 204,957	\$ -
Landfill Operations	259,264	-
Water Fund	-	10,586
Fire and Ambulance Fund	-	194,371
Downtown Development	-	259,264
	\$ 464,221	\$ 464,221

Transfers were as follows:

Fund	Funds Transferred In	Funds Transferred (Out)	Reason
General Fund	\$ 389,381		Allocated organizational costs and franchise fees
Water and Sewer Fund		\$ (389,381)	
General Fund	986,414		Allocated organizational costs and franchise fees
Electric Fund		(986,414)	
General Fund	1,540,000		Infrastructure needs
Acquisition and Improvement Fund		(1,540,000)	
General Fund	276,272		Funding allocation
Marijuana Tax Fund		(276,272)	
General Fund	750,000		Drug, alcohol, tobacco prevention and mental health
Tobacco Sales Tax Fund		(750,000)	
Fire and Ambulance Fund	2,485,460		Capital purchases
General Fund		(2,485,460)	
Acquisition and Improvement Fund	100,000		Capital purchases
General Fund		(100,000)	
Acquisition and Improvement Fund	168,000		Capital purchases
Downtown Development Authority		(100,000)	
Capital Projects Fund		(68,000)	Capital purchases
Capital Projects Fund	25,000		
Landfill Fund		(25,000)	Capital purchases
Capital Projects Fund	50,000		
Water and Sewer Fund		(50,000)	Capital purchases
Capital Projects Fund	25,000		
Electric Fund		(25,000)	Capital purchases
Emergency Service Equipment Replacement	370,635		
General Fund		(370,635)	Capital purchases
Fleet Fund	1,071,872		
Capital Projects		(841,500)	Capital purchases
Water and Sewer Fund		(50,000)	
Landfill Fund		(25,000)	Capital purchases
Electric System		(155,372)	
	\$ 8,238,034	\$ (8,238,034)	

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

E. Governmental Funds Long-term Debt

1. Revenue and General Obligation Bonds

- (a) \$2,085,000 Limited Tax General Obligation bonds dated February 1, 2012, with stated interest rate at 2.190%. This offering advance refunded the City's Limited Tax General Obligation Bonds, Series 2001. This issuance will be serviced by the City's General Fund. This issuance matures December 1, 2020. These bonds were fully repaid as of December 31, 2020.
- (b) \$3,070,000 Sales and Use Tax Bonds dated December 8, 2015, with stated interest rate at 2.280%. This offering will be used toward completion of construction projects related to (a) relocation of State Highway 82, (b) constructing the South Bridge project over the Roaring Fork River, or (c) constructing the 8th Street connection from Midland Avenue to downtown Glenwood Springs. The revenue derived from the City's Street Tax Fund's sales and use taxes are pledged for payment of bonds of this issue. The City's Street Tax Fund will service these bonds. This issuance matures December 1, 2026.
- (c) \$10,000,000 Sales and Use Tax Bonds dated December 5, 2018, with stated interest rate at 3.140%. This offering will be used toward completion of construction projects related to (a) improving safety and traffic congestion by constructing bridge and road improvements, (b) constructing a river walk and other infrastructure, or (c) constructing a "gateway to Glenwood" on the 6th street corridor. The revenue derived from the City's Acquisition and Improvements Fund sales and use taxes are pledged for payment of bonds of this issue. The City's Acquisition and Improvement Fund will service these bonds. This issuance matures December 1, 2033.
- (d) \$12,200,000 Sales and Use Tax Bonds dated January 11, 2019 with stated interest rate at 3.020%. This offering will be used toward completion of construction projects related to (a) replacing the 27th street bridge and building a roundabout, (b) constructing a pedestrian and utility bridge to the north, and (c) reconstruction and improvement of roads. The revenue derived from the City's Acquisition and Improvements Fund sales and use taxes are pledged for payment of bonds of this issue. The City's Acquisition and Improvement Fund will service these bonds. This issuance matures December 1, 2033.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

E. Governmental Funds Long-term Debt (continued)

2. Compensated Absences

The City has a policy for the accumulation of sick pay, vacation pay and compensatory time up to certain limits. Earned vacation pay accrues on a graduated scale from the date of employment but may not exceed 52 days. Sick pay may be accumulated to a maximum of 120 days; upon retirement, an employee's accrued sick leave may be converted to monetary payment at their current rate of pay for 100% of the amount accrued. In lieu of accruing and receiving additional sick leave, an employee who has accrued 120 days will be compensated as follows; in money at current salary or hourly rate for half of the accrued days in excess of the 120 days or in vacation leave at a ratio of 1 day for every 2 days sick leave. In lieu of overtime compensation, an employee may bank compensatory time at the rate of 1½ hours for every hour worked up to a maximum of 40 hours.

3. Annual Debt Service Requirements

Annual debt service requirements to maturity for governmental activities are as follows:

Governmental Activities:	Principal	Interest	Total
2021	\$ 1,615,000	\$ 682,877	\$ 2,297,877
2022	1,660,000	635,456	2,295,456
2023	1,705,000	586,689	2,291,689
2024	1,755,000	536,582	2,291,582
2025	1,805,000	484,978	2,289,978
2026 - 2030	8,550,000	1,639,905	10,189,905
2031 - 2033	5,580,000	346,462	5,926,462
	<u>22,670,000</u>	<u>4,912,949</u>	<u>27,582,949</u>

The City is compliant in ongoing disclosure requirements to the secondary bond market in accordance with the Securities and Exchange Commission's Rule 15c2-12.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Business-Type Long-term Debt

1. Revenue and General Obligation Refunding Bonds

- (a) \$31,460,100 Water and Sewer Revenue Bonds, Series 2010, issued by Colorado Water Resources and Power Development Authority (“CWRPDA”) on behalf of the City’s utility enterprise, per a loan agreement dated May 1, 2010. Repayment terms are through August, 2032. The City’s annual interest is 2.5%. The proceeds are to be used to construct a regional wastewater plant, lift station and upgrades to the distribution system.
- (b) \$9,122,000 Electric Revenue Promissory Note, Series 2020, issued by the City’s utility enterprise, per a loan agreement dated June 23, 2020. Repayment terms are through July 1, 2040. The City’s annual interest rate is 1.99% through June 1, 2030. At July 1, 2030 the interest rate will reset to the 10-year U.S. Treasury Rate then in effect, plus 1.35% per annum. The loan is subject to a floor rate of 1.99% per annum. The proceeds are to be used to construct a broadband capital improvement project.

2. Annual Debt Service Requirements

The following is a summary of annual debt service requirements to maturity for business-type activities:

Bussiness-type Activities:	Principal	Interest	Total
2021	\$ 1,382,050	\$ 761,596	\$ 2,143,646
2022	1,429,525	710,146	2,139,671
2023	1,707,596	656,406	2,364,002
2024	1,992,444	594,327	2,586,771
2025	2,043,830	543,667	2,587,497
2026 - 2030	11,033,455	1,902,708	12,936,163
2031 - 2035	6,492,162	569,472	7,061,634
2036 - 2040	2,758,888	130,015	2,888,903
	<u>28,839,950</u>	<u>5,868,337</u>	<u>34,708,287</u>

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Changes in Long-Term Debt

Changes in long-term obligations for the year ended December 31, 2020 are as follows:

	Balance			Balance	
	January 1, 2020	Additions	Reductions	December 31, 2020	Due Within One Year
Governmental Activities:					
2012 Limited Tax General Obligation	\$ 250,000	\$ -	\$ (250,000)	\$ -	\$ -
2015 Sales and Use Tax Bonds	2,040,000	-	(275,000)	1,765,000	280,000
2018 Sales and Use Tax Bonds	10,000,000	-	(580,000)	9,420,000	600,000
2019 Sales and Use Tax Bonds	12,200,000	-	(715,000)	11,485,000	735,000
Net pension liability	531,781	-	(25,454)	506,327	-
Compensated Absences	1,042,400	149,730	(193,929)	998,201	395,088
Business-type Activities:					
Water and Sewer Revenue Loan	21,047,250	-	(1,329,300)	19,717,950	1,382,050
Broadband Loan	-	9,122,000	-	9,122,000	-
Landfill closure and post closure	1,110,869	455,945	-	1,566,814	-
Compensated Absences	430,046	69,281	(37,452)	461,875	184,750
Total	\$ 48,652,346	\$ 9,796,956	\$ (3,406,135)	\$ 55,043,167	\$ 3,576,888

H. Landfill Closure and Post-Closure Costs

State and federal laws and regulations require the City to perform certain closure and post-closure maintenance of the landfill site for thirty years after closure. In addition to operating expenses relating to current activities of the landfill, an expense provision and related liability are being recognized based on the amount of landfill used during the year. The estimated liability for landfill closure and postclosure care are based upon an estimate of the landfill used during the year. The estimated liability for landfill closure and postclosure costs is \$1,237,069 and \$664,006, respectively. As of December 31, 2020, the liability for closure and postclosure is \$1,019,559 and \$547,256, respectively. The December 31, 2020 liability is based upon the usage (filled) of the landfill and is shown in these financial statements as an accrued liability in the Landfill Fund. The landfill is an estimated 80% filled as of December 31, 2020. It is estimated that an additional \$334,260 will be recognized as closure and postclosure care expenses between the date of the balance sheet and 2027, the date the landfill is expected to be filled to capacity.

The estimated total current cost of the landfill closure and postclosure cost, \$1,566,814 is based upon the estimated amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2020. The actual costs of closure and postclosure may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The City is required by state and federal laws and regulations to provide adequate financial resources to pay for all closure and postclosure care. The remaining portion of anticipated future inflation costs and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

I. Advance Refunding

The City has advance refunded several general obligation and revenue bonds. Sufficient U.S. government, state and local government securities were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered to be defeased and the liability has not been recorded on the financial statements. The amount of defeased bonds outstanding at December 31, 2020 cannot be readily determined.

J. Fund Balance Disclosures

The City classifies governmental fund balances as follows:

Non-spendable – includes fund balance amounts inherently non-spendable since they represent inventories, prepaid items, and long-term portions of loans receivable.

Spendable Fund Balance:

Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors, or amounts constrained due to constitutional provisions or enabling legislation.

Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority, which is the City Council. The City's original budget legislation begins with combining historical data, assessment of needs for the upcoming year and the City's platform to review and/or make changes to each department's budget. The budget is formally presented to the City Council via an advertised public process for the review, revisions and final approval by year-end. All subsequent budget requests made during the year, after City Council approval, must be presented via a public process and again approved by the City Council. The City must take formal action through resolution to establish, modify, or rescind committed fund balance amounts.

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the City Council or its management designees. The City Manager has the authority to establish, modify, or rescind assigned fund balance to a specific department or project within a fund, as stated in the City's adopted financial policies.

Unassigned – includes residual positive fund balance within the General Fund, which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

IV. Detailed Notes on All Funds (continued)

J. Fund Balance Disclosures (continued)

The City's restricted amounts are to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents or contracts that prohibit this, such as grant agreements that require dollar for dollar spending. Additionally, the City would first use committed, then assigned, and lastly unassigned amounts when expenditures are made.

The City has the following fund balance classifications at December 31, 2020:

	General Fund	Fire and Ambulance Fund	Downtown Development Authority	Street Tax Fund	Capital Projects Fund	Acquisition and Improvement	Non-major Governmental Funds
Nonspendable:							
Prepays	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,411
Housing Program Debenture	562,101	-	-	-	-	-	-
Total Nonspendable:	<u>562,101</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,411</u>
Restricted:							
Tabor Emergencies	1,000,000	-	-	-	-	-	-
Asset Forfeiture Accounts	69,965	-	-	-	-	-	-
Conservation Trust	-	-	-	-	-	-	341,005
Bond Reserve	-	-	-	-	-	2,076,314	-
Capital projects	-	-	-	-	-	2,121,029	-
Total Restricted:	<u>1,069,965</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,197,343</u>	<u>341,005</u>
Committed:							
Road & Housing Fees	184,366	-	-	-	-	-	-
Tourism Fund Reserves	-	-	-	-	-	-	159,718
Tourism Fund	-	-	-	-	-	-	55,460
V.A.L.E. Fund	-	-	-	-	-	-	32,660
Bus Tax Fund	-	-	-	-	-	-	1,090,480
Marijuana Sales Tax Fund	-	-	-	-	-	-	308,627
Tobacco Sales Tax Fund	-	-	-	-	-	-	205,024
Street Tax Fund	-	-	-	1,502,472	-	-	-
Other Capital Projects	-	-	1,030,514	274,531	951,067	-	132,351
Contingency Reserve	1,721,652	-	-	-	-	-	-
Total Committed:	<u>1,906,018</u>	<u>-</u>	<u>1,030,514</u>	<u>1,777,003</u>	<u>951,067</u>	<u>-</u>	<u>1,984,320</u>
Assigned:							
Other Capital Projects	-	-	-	-	-	9,933,186	-
Theater Project	-	-	-	-	-	696,687	-
Capital Projects Fund	-	-	-	-	2,159,738	-	2,161,702
Total Assigned:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,159,738</u>	<u>10,629,873</u>	<u>2,161,702</u>
Unassigned:	<u>6,199,845</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

V. Other Information

A. Pension Plans

All City employees, except police and fire, participate in the Federal Social Security system for which the City has no liability except for amounts withheld and related statutory matching amounts. In addition, the City has established two contributory pension plans.

1. Contributory Pension Plan (IRS Section 401(k))

All full-time employees of the City are eligible to participate in the plan. Eligibility is after six months of employment with enrollment dates of the first day of each month. An employee must have six months of employment at the enrollment date. The City contributes 4% of the base pay of all eligible City employees. In addition, all eligible employees may contribute, for which the City will match up to an additional 3%. Employee contributions are fully vested and City contributions become fully vested after five years. The non-vested contributions that are forfeited are allocated to the remaining plan participants. Forfeitures during 2020 totaled \$31,814. The City has no liability under the plan beyond the requirement to make the aforementioned contributions. The plan is administered by Newport Group. Total payroll for the year was \$13,018,906 and current year payroll for employees covered under the plan was \$12,127,314. The City's contributions were \$559,438.

2. Contributory Pension Plan (IRS Section 401(a))

All City police and fire employees are eligible to participate in this plan, in lieu of Social Security benefits. Eligibility is at the date of employment. The employee and the City contribute 7 1/2% of compensation to this plan. Employee contributions are fully vested, and the City's contributions become fully vested after five years. If the employee does not become eligible for the benefits, the forfeitures are divided among the plan participants. Forfeitures during 2020 totaled \$21,770. The City has no liability under the plan beyond the requirement to make the aforementioned contributions. The plan is administered by Newport Group. Total payroll for the year was \$13,018,906 and current year payroll for employees covered under the plan was \$4,200,890. The City's contributions were \$315,067.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

V. Other Information (continued)

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

1. Volunteer Firemen’s Pension Fund

Plan Description: The City is trustee of an agent multiple-employer defined benefit pension plan available to provide retirement income for volunteer firefighters in recognition of their service to the City. FPPA administers an agent multiple-employer Public Employee Retirement System (“PERS”). The PERS represents the assets of numerous separate plans that have been pooled for investment purposes. The pension plans have elected to affiliate with FPPA for plan administration and investment only. FPPA issues a publicly available comprehensive annual financial report that can be obtained at <http://fppaco.org/annual-reports.html>.

Benefits: The plan provides normal retirement benefits. The following benefit provisions were used to determine the City’s pension liability at December 31, 2020:

<i>Normal retirement benefit at age 50 with 20 year of service (monthly):</i>		
Regular	\$	550.00
<i>Vested retirement benefit:</i>		
With 10 to 20 years of service amount per year of service per minimum vesting years	\$	27.50
Minimum vesting years		10
<i>Disability retirement benefit (monthly):</i>		
Short term disability for line of duty injury amount payable for not more than 1 year	\$	-
Long term disability for line of duty injury lifetime benefit	\$	-
<i>Survivor benefits (monthly):</i>		
Following death before retirement eligible: due to death in line of duty as volunteer firefighter	\$	-
Following death after normal retirement	\$	-
Following death after vested retirement with 10 to 20 years of service amount per year of service per minimum vesting rights	\$	-
Following death after disability retirement	\$	-
<i>Funeral benefits (required benefit):</i>		
Funeral benefit lump sum, one time only	\$	1,000.00

As of January 1, 2020, the latest actuarial valuation date, there were 1 active, 23 retirees and beneficiaries and 1 inactive members.

Contributions: The funding of the plan by the City and members is authorized by the Board of Trustees. The contribution by the State of Colorado (the “State”) toward fire pension funds has been a fixed dollar amount established by the legislature and allocated pro rata to all fire pension funds in the State who apply for State matching funds, based upon the amounts contributed by the employer up to a maximum of one half (1/2) mill on the assessed valuation or 90% of City contributions, whichever is less. Since the City currently offers maximum retirement benefits in excess of \$500 per month, the State will match at the level determined above but no greater than the maximum of: (1) the amount necessary to fund a pension of \$300 per month on an actuarially sound basis, and (2) the amount of State contributions provided in the prior year.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

V. Other Information (continued)

B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

1. Volunteer Firemen’s Pension Fund (continued)

Net Pension (Asset) Liability: At December 31, 2020, the volunteer pension fund reported a net pension liability of \$506,327 compared to a net pension liability of \$531,781 at December 31, 2019. The net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2020.

Actuarial Assumptions: Actuarially determined contribution rates are calculated as of January 1 of odd numbered years. The contribution rates have a one-year lag, so the actuarial valuation as of January 1, 2015 determines the contribution amounts for 2016 and 2017. The methods and assumptions used to determine contribution rates for the fiscal year ending December 31, 2019 were:

Actuarial method	Entry Age Normal
Amortization method	Level Dollar, Open
Remaining amortization period	20 years
Asset valuation method	5-Year smother fair value
Includes inflation at	2.50%
Salary increases	N/A
Investment rate of return	7.50%
Retirement age	50% per year of eligibility until 100% at age 65
Mortality	Pre-retirement: RP-2014 Mortality for Blue Collar

employees projected with Scale BB, 55% multiplier for off duty mortality.

Post-retirement: For ages less than 55, RP-2014 Mortality Table for Blue Collar.

For ages 65 and older, RP-2014 Mortality Tables for Blue Collar Health Annuitants.

For ages 55 through 64, a blend of the previous tables, all Scale BB.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

V. Other Information (continued)

B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

1. Volunteer Firemen’s Pension Fund (continued)

Best estimates of arithmetic real rates of return which eliminates the 2.5% inflation assumption, for each major asset class included in the Fund’s target asset allocation as of December 31, 2020, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	2.00%	2.52%
Fixed Income	15.00%	5.20%
Managed Futures	4.00%	5.00%
Absolute Return	8.00%	5.50%
Equity Long/Short	8.00%	6.00%
Global Equity	38.00%	7.00%
Private Markets	25.00%	9.20%
Total	<u>100.00%</u>	

Discount Rate: Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) the long-term expected rate of return on pension plan investments (to the extent that the plan’s fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan’s fiduciary net position is projected to be sufficient to pay benefits).

For purposes of this valuation, the expected rate of return on pension plan investments is 7.5%; the municipal bond rate is 3.31% (based on the weekly rate closest to but not later than the measurement date of the “state & local bonds” rate from the Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.5%

Sensitivity of the net pension (asset)/liability to changes in the Single

Discount Rate: The following represent the plan’s net pension (asset)/liability, calculated using a Single Discount Rate of 7.00%, as well as what the plan’s net pension (asset)/liability would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

	Current Single Discount		
	1% Decrease 6.00%	Rate Assumption 7.00%	1% Increase 8.00%
Proportionate share of net pension (asset) liability	\$ 593,302	\$ 506,327	\$ 430,893

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

V. Other Information (continued)

B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

1. Volunteer Firemen's Pension Fund (continued)

Pension Plan Fiduciary Net Position: Detailed information about the Plan's fiduciary net position is available in FPPA's comprehensive annual financial report which can be obtained at <http://fppaco.org/annual-reports.html>.

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions: In connection with the City's Volunteer Fire and Police Protection Retirement Plan, for the year ended December 31, 2020, the City recognized pension expense of \$13,327 and the City reported deferred outflow of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 17,165
Contributions subsequent to measurement date	34,643	-
	\$ 34,643	\$ 17,165

Contributions subsequent to the measurement date of December 31, 2019, which are reported as deferred outflows of resources related to pensions, will be recognized as a reduction of the net pension liability in subsequent years. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	Amortization
2021	\$ (3,712)
2022	(6,845)
2023	1,264
2024	(7,872)
	\$ (17,165)

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

V. Other Information (continued)

B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

1. Volunteer Firemen's Pension Fund (continued)

The pension plan had the following activity for the year ended December 31, 2020:

Total Pension Liability	
Service Cost	\$ 1,070
Interest on the Total Pension Liability	74,746
Benefit Payments	(112,970)
Net Change in Total Pension Liability	<u>(37,154)</u>
Total Pension Liability - Beginning	<u>1,122,804</u>
Total Pension Liability - Ending (a)	<u><u>\$ 1,085,650</u></u>
Plan Fiduciary Net Position	
Employer Contributions	\$ 30,000
Pension Plan Net Investment Income	77,661
Benefit Payments	(112,970)
Pension Plan Administrative Expense	(6,391)
Net Change in Plan Fiduciary Net Position	<u>(11,700)</u>
Plan Fiduciary Net Position - Beginning	<u>591,023</u>
Plan Fiduciary Net Position - Ending (b)	<u><u>\$ 579,323</u></u>
Net Pension Liability - Ending (a) - (b)	<u><u>\$ 506,327</u></u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	53.36%

C. Post-Employment Health Care Benefits

All City employees covered by COBRA insurance may continue their health insurance due to a reduction in work hours or termination of employment (for reasons other than "gross misconduct") for up to 18 months after the occurrence of one of these events. Eligible dependents may continue coverage for up to 36 months. Employees who elect continued coverage must pay the City for premiums from the termination date of coverage and monthly thereafter. The employee pays the total premiums for any elections. No cost to the City is recognized as employees reimburse 100% of their premium cost.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

V. Other Information (continued)

D. Cafeteria Plan

The City offers a cafeteria plan organized under IRS Sections 125 and 129. It allows employees to pay premiums for some insurances tax free, contribute to medical spending accounts and contribute to dependent care spending accounts. No cost to the City is recognized as the plan is a salary reduction plan.

E. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

F. Claims

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the City attorney the resolution of these matters will not have a material adverse effect on the financial condition of the government.

G. Risk Management

1. Colorado Intergovernmental Risk Sharing Agency

The City is also exposed to the risks of loss related to torts; theft of, damage to, and destruction of assets; and errors and omissions. To address such risks, the City is a participant in a public entity risk pool administered by Colorado Intergovernmental Risk Sharing Agency ("CIRSA").

CIRSA's operations are funded by contributions from member governments. Coverage is provided in the amount of \$250,000 per claim or occurrence for property, \$1,000,000 per claim or occurrence for liability, and \$150,000 per claim or occurrence for crime. CIRSA has also acquired additional excess coverage from outside sources. While the City may be liable for any losses in excess of this coverage, the City does not anticipate such losses at December 31, 2020.

Surpluses or deficits realized by CIRSA for any given year are subject to change for such reasons as interest earnings on invested amounts for those years and funds, re-estimation of losses for those years and funds, and credits or distributions from surplus for those years and funds.

A copy of CIRSA's audit report can be obtained by writing to CIRSA, 3665 Cherry Creek North Drive, Denver, CO 80209, or by calling (800)-228-7136.

City of Glenwood Springs, Colorado
Notes to the Financial Statements
December 31, 2020
(Continued)

V. Other Information (continued)

H. Authorized Unissued Debt

In November 2016, electors of the City approved the issuance of up to \$54,000,000 in bonds to finance the costs of capital projects. After the issuances of the 2019 sales and use tax revenue bonds, the City has authorized unissued debt totaling \$31,800,000 at December 31, 2020.

I. Restatement of Net Position

The beginning net position for governmental activities has been increased by a total of \$1,068,707 to reflect capital expenditures not capitalized in previous years.

VI. Subsequent Event

\$8,080,000 Intergovernmental Loan was issued by the Colorado Water Conservation Board ("CWCB") on behalf of the City's utility enterprise, per a loan agreement dated June 17, 2021. Repayment terms are through June, 2051. The City's annual interest rate is 0.00% through June, 2024. Starting in July, 2024 the interest rate will be 1.80%, per annum. The proceeds are to be used to upgrade the City's Water Treatment Plant.

REQUIRED SUPPLEMENTARY INFORMATION

General Fund - This fund is established to account for resources devoted to financing the general services that the City performs for its citizens. General tax revenues and other sources of revenue used to finance the fundamental operations of the City are included in this fund. The fund is charged with all costs of operating the government for which a separate fund has not been established.

MAJOR SPECIAL REVENUE FUNDS

Fire & Ambulance Fund - accounts for fire and ambulance services performed by the City and Rural Fire District.

Downtown Development Authority - A blended component unit, was established by a vote of the citizens in 2001 for the purpose of revitalizing the downtown corridor and building a parking structure.

Street Tax Fund - accounts for revenues received from the 0.50% sales tax levied for transportation and related projects.



City of Glenwood Springs, Colorado
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	2020			Final Budget Variance	2019
	Original Budget	Final Budget	Actual	Positive (Negative)	Actual
Revenues:					
Taxes:					
Property taxes	2,130,967	2,130,967	2,159,481	28,514	1,932,670
Specific ownership	113,000	113,000	144,014	31,014	144,818
Special assessment	40,000	40,000	36,108	(3,892)	36,691
General sales tax	7,665,003	7,665,003	8,662,187	997,184	7,629,412
Use tax	350,000	350,000	305,342	(44,658)	473,981
Franchise tax	210,000	210,000	165,025	(44,975)	178,566
Total Taxes	<u>10,508,970</u>	<u>10,508,970</u>	<u>11,472,157</u>	<u>963,187</u>	<u>10,396,138</u>
Permits and Licenses:					
Contractors licenses	22,500	22,500	20,862	(1,638)	28,815
Liquor licenses	70,000	70,000	69,585	(415)	44,490
Dog licenses	-	-	45	45	105
Building permits	137,000	137,000	194,333	57,333	249,772
Sales tax license	75,000	75,000	43,800	(31,200)	96,900
Total Permits and Licenses	<u>304,500</u>	<u>304,500</u>	<u>328,625</u>	<u>24,125</u>	<u>420,082</u>
Intergovernmental:					
Cigarette tax	80,000	80,000	72,235	(7,765)	58,274
County sales tax	365,000	365,000	370,161	5,161	332,227
Highway use tax	525,000	525,000	265,031	(259,969)	359,020
Severance tax	90,000	90,000	79,312	(10,688)	162,497
Grants	460,000	1,223,500	995,779	(227,721)	342,656
Total Intergovernmental	<u>1,520,000</u>	<u>2,283,500</u>	<u>1,782,518</u>	<u>(500,982)</u>	<u>1,254,674</u>
Charges and Fees:					
Plan check and record fee	120,000	120,000	126,436	6,436	134,453
Cemetery fees	10,000	10,000	8,119	(1,881)	13,843
Police fines and court fees	256,000	256,000	71,741	(184,259)	155,250
Parking fees and fines	65,000	65,000	20,468	(44,532)	31,493
Impoundment fees	2,500	2,500	1,410	(1,090)	2,250
Recreation fees	1,607,500	1,607,500	467,522	(1,139,978)	1,346,646
Park and rafting fees	105,000	105,000	97,742	(7,258)	38,770
Downtown trash fees	-	-	28,616	28,616	8,194
Art fees	25,000	25,000	7,393	(17,607)	23,978
Total Charges and Fees	<u>2,191,000</u>	<u>2,191,000</u>	<u>829,447</u>	<u>(1,361,553)</u>	<u>1,754,877</u>
Other Revenues:					
Contributions	-	-	-	-	7,663
Interest	77,000	77,000	153,345	76,345	152,643
Police confiscated assets	-	-	300	300	743
Miscellaneous	152,000	152,000	119,396	(32,604)	96,159
Other lease revenue	309,000	309,000	118,494	(190,506)	376,492
Overhead reimbursement	2,576,852	2,576,852	2,574,827	(2,025)	2,501,801
Other reimbursements	65,500	65,500	73,693	8,193	176,103
Total Other Revenues	<u>3,180,352</u>	<u>3,180,352</u>	<u>3,040,055</u>	<u>(140,297)</u>	<u>3,311,604</u>
Total Revenues	<u>17,704,822</u>	<u>18,468,322</u>	<u>17,452,802</u>	<u>(1,015,520)</u>	<u>17,137,375</u>

(continued)

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

City of Glenwood Springs, Colorado
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)
(Continued)

	2020			2019	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Expenditures:					
General Government:					
Administration	715,049	664,130	652,459	11,671	841,459
Personnel/purchasing	363,456	363,456	321,181	42,275	294,379
City Clerk and elections	466,902	466,902	416,064	50,838	440,394
Finance	1,049,213	1,049,213	978,850	70,363	959,992
Information technology	762,577	813,496	804,115	9,381	794,547
Judicial	207,928	266,628	217,138	49,490	170,240
Legal	325,000	407,680	382,220	25,460	520,149
Legislative	140,548	140,548	90,282	50,266	-
Non-departmental	878,386	2,028,022	1,759,318	268,704	984,363
Total General Government	<u>4,909,059</u>	<u>6,200,075</u>	<u>5,621,627</u>	<u>578,448</u>	<u>5,005,523</u>
Public Safety:					
Police department	4,502,723	4,502,723	3,450,251	1,052,472	3,970,884
Total Public Safety	<u>4,502,723</u>	<u>4,502,723</u>	<u>3,450,251</u>	<u>1,052,472</u>	<u>3,970,884</u>
Community Development:					
Administration/planning	752,825	752,825	528,664	224,161	709,117
Building inspector	321,924	321,924	257,925	63,999	260,411
Total Community Development	<u>1,074,749</u>	<u>1,074,749</u>	<u>786,589</u>	<u>288,160</u>	<u>969,528</u>
Public Works:					
Administration/engineering	731,533	731,533	538,731	192,802	602,755
Facilities	185,145	185,145	195,570	(10,425)	170,566
Streets, alleys, snow removal	1,213,865	1,213,865	998,302	215,563	1,137,378
Total Public Works	<u>2,130,543</u>	<u>2,130,543</u>	<u>1,732,603</u>	<u>397,940</u>	<u>1,910,699</u>
Culture and Recreation:					
Recreation	2,680,844	2,680,844	1,777,736	903,108	2,397,948
Arts programs	442,482	442,482	233,945	208,537	355,435
Parks and cemetery	1,617,571	1,617,571	1,323,510	294,061	1,217,776
Total Culture and Recreation	<u>4,740,897</u>	<u>4,740,897</u>	<u>3,335,191</u>	<u>1,405,706</u>	<u>3,971,159</u>
Debt Service:					
Principal	250,000	250,000	250,000	-	240,000
Total Debt Service	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>-</u>	<u>240,000</u>
Total Expenditures	<u>17,607,971</u>	<u>18,898,987</u>	<u>15,176,261</u>	<u>3,722,726</u>	<u>16,067,793</u>
Excess (Deficiency) of Revenues Over Expenditures	96,851	(430,665)	2,276,541	2,707,206	1,069,582
Other Financing Sources (Uses):					
Transfers in	3,372,064	4,098,336	3,942,067	(156,269)	2,731,664
Transfers (out)	(3,428,043)	(3,428,043)	(2,956,095)	471,948	(5,060,842)
Total Other Financing Sources (Uses)	<u>(55,979)</u>	<u>670,293</u>	<u>985,972</u>	<u>315,679</u>	<u>(2,329,178)</u>
Net Change in Fund Balance	40,872	239,628	3,262,513	3,022,885	(1,259,596)
Fund Balance - Beginning of Year	<u>7,836,129</u>	<u>7,836,129</u>	<u>6,475,416</u>	<u>(1,360,713)</u>	<u>7,735,012</u>
Fund Balance - End of Year	<u>7,877,001</u>	<u>8,075,757</u>	<u>9,737,929</u>	<u>1,662,172</u>	<u>6,475,416</u>

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

City of Glenwood Springs, Colorado
Fire and Ambulance Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	<u>2020</u>			<u>2019</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:					
Intergovernmental:					
Grants and awards	-	-	202,782	202,782	57,627
Charges for Services:					
Permits	15,000	15,000	9,450	(5,550)	16,065
Ambulance fees	1,579,441	1,579,441	1,409,754	(169,687)	1,242,045
Other:					
Interest income	-	-	-	-	(760)
Total Revenues	<u>1,594,441</u>	<u>1,594,441</u>	<u>1,621,986</u>	<u>27,545</u>	<u>1,314,977</u>
Expenditures:					
Public Safety:					
Emergency services	4,157,567	4,157,567	4,107,446	50,121	4,261,186
Total Expenditures	<u>4,157,567</u>	<u>4,157,567</u>	<u>4,107,446</u>	<u>50,121</u>	<u>4,261,186</u>
Excess (Deficiency) of Revenues Over Expenditures					
	(2,563,126)	(2,563,126)	(2,485,460)	77,666	(2,946,209)
Other Financing Sources (Uses):					
Transfer in	2,563,126	2,801,943	2,485,460	(316,483)	2,946,209
Total Other Financing Sources (Uses)	<u>2,563,126</u>	<u>2,801,943</u>	<u>2,485,460</u>	<u>(316,483)</u>	<u>2,946,209</u>
Net Change in Fund Balance	-	238,817	-	(238,817)	-
Fund Balance - Beginning of Year	-	-	-	-	-
Fund Balance - End of Year	<u>-</u>	<u>238,817</u>	<u>-</u>	<u>(238,817)</u>	<u>-</u>

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

City of Glenwood Springs, Colorado
Downtown Development Authority
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (Non-GAAP Basis) and Actual With Reconciliation to GAAP Basis
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	2020			Final Budget Variance Positive (Negative)	2019
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
Property taxes	80,292	80,292	98,261	17,969	116,126
Sales taxes	628,708	628,708	820,851	192,143	766,538
Other:					
Interest income	15,000	15,000	8,634	(6,366)	26,138
Miscellaneous	-	-	3,050	3,050	4,000
Total Revenues	<u>724,000</u>	<u>724,000</u>	<u>930,796</u>	<u>206,796</u>	<u>912,802</u>
Expenditures:					
General Government:					
Capital outlay	423,000	423,000	48,935	374,065	444,225
Salaries	1,350	1,350	813	537	-
Other	186,609	342,609	305,329	37,280	115,065
Debt service:					
Interest	12,750	12,750	8,617	4,133	10,584
Total Expenditures	<u>623,709</u>	<u>779,709</u>	<u>363,694</u>	<u>416,015</u>	<u>569,874</u>
Excess (Deficiency) of Revenues Over Expenditures	100,291	(55,709)	567,102	622,811	342,928
Other Financing Sources (Uses):					
Transfer (out)	(100,000)	(100,000)	(190,180)	(90,180)	(82,547)
Total Other Financing Sources (Uses)	<u>(100,000)</u>	<u>(100,000)</u>	<u>(190,180)</u>	<u>(90,180)</u>	<u>(82,547)</u>
Net Change in Fund Balance - Budget Basis	<u>291</u>	<u>(155,709)</u>	376,922	<u>532,631</u>	260,381
Reconciliation to GAAP Basis:					
Adjustments:					
Interfund loan repayments and loan forgiveness			90,180		82,547
Net Income - GAAP Basis			467,102		342,928
Fund Balance - Beginning of Year			<u>563,412</u>		<u>220,484</u>
Fund Balance - End of Year			<u>1,030,514</u>		<u>563,412</u>

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

City of Glenwood Springs, Colorado
Street Tax Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	<u>2020</u>			Final Budget Variance Positive (Negative)	<u>2019</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Taxes:					
General sales tax	2,554,970	2,554,970	2,420,711	(134,259)	2,543,106
Use tax	120,000	120,000	91,018	(28,982)	157,992
Other:					
Miscellaneous income	251,000	251,000	248,276	(2,724)	33,386
Interest income	28,000	28,000	25,760	(2,240)	75,480
Total Revenues	<u>2,953,970</u>	<u>2,953,970</u>	<u>2,785,765</u>	<u>(168,205)</u>	<u>2,809,964</u>
Expenditures:					
Transportation:					
Transit program	3,332,500	3,554,122	2,718,173	835,949	1,248,414
Other expenses	392,301	417,725	423,507	(5,782)	401,108
Total Transportation	<u>3,724,801</u>	<u>3,971,847</u>	<u>3,141,680</u>	<u>830,167</u>	<u>1,649,522</u>
Debt Service:					
Principal payment	255,000	255,000	275,000	(20,000)	265,000
Interest payment	64,296	64,296	46,512	17,784	52,554
Total Expenditures	<u>4,044,097</u>	<u>4,291,143</u>	<u>3,463,192</u>	<u>827,951</u>	<u>1,967,076</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,090,127)	(1,337,173)	(677,427)	659,746	842,888
Other Financing Sources (Uses):					
Transfers (out)	-	-	-	-	(74,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(74,000)</u>
Net Change in Fund Balance	(1,090,127)	(1,337,173)	(677,427)	659,746	768,888
Fund Balance - Beginning of Year	<u>1,513,196</u>	<u>1,513,196</u>	<u>2,454,430</u>	<u>941,234</u>	<u>1,685,542</u>
Fund Balance - End of Year	<u>423,069</u>	<u>176,023</u>	<u>1,777,003</u>	<u>1,600,980</u>	<u>2,454,430</u>

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

City of Glenwood Springs
Schedule of City's Net Pension Liability
Fire and Police Pension Association of Colorado
Last 10 Fiscal Years *

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total Pension Liability						
Service Cost	\$ 1,070	\$ 1,097	\$ 1,097	\$ 1,995	\$ 1,995	\$ 3,072
Interest on the Total Pension Liability	74,746	77,283	79,620	72,956	75,406	81,959
Benefit Changes	-	-	-	-	-	47,785
Difference between Expected and Actual Experience	-	34,308	-	82,914	-	(110,697)
Assumption Changes	-	37,157	-	42,460	-	-
Benefit Payments	(112,970)	(111,870)	(111,870)	(110,220)	(109,923)	(108,045)
Net Change in Total Pension Liability	<u>(37,154)</u>	<u>37,975</u>	<u>(31,153)</u>	<u>90,105</u>	<u>(32,522)</u>	<u>(85,926)</u>
Total Pension Liability - Beginning	<u>1,122,804</u>	<u>1,084,829</u>	<u>1,115,982</u>	<u>1,025,877</u>	<u>1,058,399</u>	<u>1,144,325</u>
Total Pension Liability - Ending (a)	<u>\$ 1,085,650</u>	<u>\$ 1,122,804</u>	<u>\$ 1,084,829</u>	<u>\$ 1,115,982</u>	<u>\$ 1,025,878</u>	<u>\$ 1,058,399</u>
Plan Fiduciary Net Position						
City Contributions	\$ 30,000	\$ 30,000	\$ 30,000	\$ 33,105	\$ 24,749	\$ 24,749
Pension Plan Net Investment Income	77,661	1,183	86,174	32,396	13,061	47,208
Benefit Payments	(112,970)	(111,870)	(111,870)	(110,220)	(109,923)	(108,045)
Pension Plan Administrative Expense	(6,391)	(6,023)	(7,200)	(1,257)	(3,268)	(1,335)
State of Colorado supplemental discretionary payment	-	18,900	18,900	18,900	18,900	18,900
Net Change in Plan Fiduciary Net Position	<u>(11,700)</u>	<u>(67,810)</u>	<u>16,004</u>	<u>(27,076)</u>	<u>(56,481)</u>	<u>(18,523)</u>
Plan Fiduciary Net Position - Beginning	<u>591,023</u>	<u>658,833</u>	<u>642,829</u>	<u>669,905</u>	<u>726,385</u>	<u>744,908</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 579,323</u>	<u>\$ 591,023</u>	<u>\$ 658,833</u>	<u>\$ 642,829</u>	<u>\$ 669,905</u>	<u>\$ 726,385</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 506,327</u>	<u>\$ 531,781</u>	<u>\$ 425,996</u>	<u>\$ 473,153</u>	<u>\$ 355,973</u>	<u>\$ 332,014</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	53.36%	52.64%	60.73%	57.60%	65.30%	68.63%

* The amounts presented for each fiscal year were determined as of the calendar year-end that occurred one year prior. Information is only available beginning in fiscal year 2014.

City of Glenwood Springs
Schedule of City Contributions
Fire and Police Pension Association of Colorado
Last 10 Fiscal Years *

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contribution	\$ 53,543	\$ 44,500	\$ 33,105	\$ 33,105	\$ 43,649	\$ 43,649	\$ 43,649
Actual contribution, including State of Colorado discretionary payment	<u>(53,543)</u>	<u>(48,900)</u>	<u>(48,900)</u>	<u>(52,005)</u>	<u>(43,649)</u>	<u>(43,649)</u>	<u>(43,649)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ (4,400)</u>	<u>\$ (15,795)</u>	<u>\$ (18,900)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

* The amounts presented for each fiscal year were determined as of the calendar year-end. Information is only available beginning in fiscal year 2014.

City of Glenwood Springs
Notes to the Required Supplementary Information
December 31, 2020

I. Schedule of City's Proportionate Share of the Net Pension Liability/(Asset) – Volunteer Pension Fund

A. Changes of assumptions or other inputs

The assumptions shown in 2020 pertain to the actuarial valuation as of January 1, 2017 and the associated Actuarially Determined Contribution for the year ending December 31, 2018. Following an experience study in 2018, the Board adopted a new assumption set for first use in the January 1, 2019 valuations.

The primary changes, which can be observed in the January 1, 2019 valuation, as compared to the assumptions shown are as follows:

Investment
Rate of Return 7.00%

Mortality

Pre-retirement: 2006 central rates from the RP-2014 Employee Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years, 50% multiplier for off-duty mortality.

Post-retirement: 2006 central rates from the RP-2014 Annuitant Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.

Disabled: 2006 central rates from the RP-2014 Employee Mortality Tables for males and females projected to 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of the scale for all years.

Following an experience study in 2015, the Board adopted a new assumption set for first use in the January 1, 2016 valuations.

The primary changes, which can be observed in the January 1, 2016 through December 31, 2018 valuation, are as follows:

Inflation 2.50%

Mortality

Pre-retirement: RP-2014 Mortality Tables for Blue Collar Employees, projected with Scale BB, 55% multiplier for off-duty mortality. Increased by 0.00020 for on-duty related Fire and Police experience.

Post-retirement: For ages less than 55, RP-2014 Mortality Tables for Blue Collar Employees. For ages 65 and older, RP-2014 Mortality Tables for Blue Collar Healthy Annuitants. For ages 55 through 64, a blend of the previous tables. All tables are projected with Scale BB.

Disabled: RP-2014 Disabled Generational Mortality Table generationally projected with Scale BB with a minimum 3% rate for males and 2% rate for females.

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

City of Glenwood Springs
Notes to the Required Supplementary Information
December 31, 2020

I. Schedule of City's Proportionate Share of the Net Pension Liability/(Asset) – Volunteer Pension Fund (continued)

B. Changes of benefit terms

No changes during the years presented.

C. Changes of size or composition of population covered by benefit terms

No changes during the years presented.

II. Notes to the Schedule of City's Contributions – Volunteer Pension Fund

A. Changes to assumptions or other inputs

The primary changes, which can be observed in the January 1, 2019 valuation, as compared to the inflation rate from 3.00% to 2.50%.

B. Changes of benefit terms.

No changes during the years presented.

C. Changes of size or composition of population covered by benefit terms.

No changes during the years presented.

SUPPLEMENTARY INFORMATION



MAJOR CAPITAL PROJECT FUNDS

Capital Projects Fund - accounts for major City Projects which are financed by a 0.50% sales tax.

Acquisitions and Improvements Fund - accounts for revenues and expenditures received from a 1.00% sales tax and special assessments levied for capital improvements purposes.



City of Glenwood Springs, Colorado
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	<u>2020</u>			<u>Final Budget</u>	<u>2019</u>
	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>	<u>Actual</u>
Revenues:					
Taxes:					
Sales tax	2,554,970	926,370	1,020,746	94,376	2,543,106
Use tax	120,000	120,000	58,734	(61,266)	157,992
Total Taxes	<u>2,674,970</u>	<u>1,046,370</u>	<u>1,079,480</u>	<u>33,110</u>	<u>2,701,098</u>
Intergovernmental:					
Grants	-	-	-	-	30,000
Fees and Charges:					
Park land fees	-	-	24,777	24,777	34,649
Other:					
Interest income	37,000	37,000	47,871	10,871	87,886
Other income	6,000	6,000	38,351	32,351	20,181
Total Other	<u>43,000</u>	<u>43,000</u>	<u>86,222</u>	<u>43,222</u>	<u>108,067</u>
Total Revenues	<u>2,717,970</u>	<u>1,089,370</u>	<u>1,190,479</u>	<u>101,109</u>	<u>2,873,814</u>
Expenditures:					
General government	1,353,500	1,537,900	825,440	712,460	651,180
Public works	982,834	1,704,690	1,280,351	424,339	4,402,502
Culture and recreation	264,000	395,000	126,787	268,213	646,146
Total Expenditures	<u>2,600,334</u>	<u>3,637,590</u>	<u>2,232,578</u>	<u>1,405,012</u>	<u>5,699,828</u>
Excess (Deficiency) of Revenues Over					
Expenditures	117,636	(2,548,220)	(1,042,099)	1,506,121	(2,826,014)
Other Financing Sources (Uses):					
Transfers in	100,000	100,000	100,000	-	3,720,336
Transfers (out)	(789,500)	(789,500)	(909,500)	(120,000)	(847,000)
Total Other Financing Sources (Uses)	<u>(689,500)</u>	<u>(689,500)</u>	<u>(809,500)</u>	<u>(120,000)</u>	<u>2,873,336</u>
Net Change in Fund Balance	(571,864)	(3,237,720)	(1,851,599)	1,386,121	47,322
Fund Balance - Beginning of Year	<u>4,243,598</u>	<u>4,243,598</u>	<u>4,962,404</u>	<u>718,806</u>	<u>4,915,082</u>
Fund Balance - End of Year	<u>3,671,734</u>	<u>1,005,878</u>	<u>3,110,805</u>	<u>2,104,927</u>	<u>4,962,404</u>

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

City of Glenwood Springs, Colorado
Acquisition and Improvement fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	2020			2019	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
Sales tax	5,109,938	5,109,938	4,841,422	(268,516)	5,086,212
Use tax	240,000	240,000	182,036	(57,964)	315,983
Total Taxes	<u>5,349,938</u>	<u>5,349,938</u>	<u>5,023,458</u>	<u>(326,480)</u>	<u>5,402,195</u>
Intergovernmental:					
Grants	595,000	695,000	2,400,384	1,705,384	3,787,147
Other:					
Interest income	145,000	145,000	200,578	55,578	505,990
Donations	-	-	60,700	60,700	3,410
Cost reimbursement	-	-	3,632	3,632	850,000
Other income	25,000	25,000	64,150	39,150	35,560
Total Other	<u>170,000</u>	<u>170,000</u>	<u>329,060</u>	<u>159,060</u>	<u>1,394,960</u>
Total Revenues	<u>6,114,938</u>	<u>6,214,938</u>	<u>7,752,902</u>	<u>1,537,964</u>	<u>10,584,302</u>
Expenditures:					
General Government:					
General and administrative	711,767	718,524	705,136	13,388	660,158
Bond fees	1,000	1,000	1,600	(600)	1,200
Total General Government	<u>712,767</u>	<u>719,524</u>	<u>706,736</u>	<u>12,788</u>	<u>661,358</u>
Culture and Recreation:					
Arts Center	250,000	2,632,331	2,624,225	8,106	1,164,576
Other projects	-	-	10,705	(10,705)	90,846
Total Culture and Recreation	<u>250,000</u>	<u>2,632,331</u>	<u>2,634,930</u>	<u>(2,599)</u>	<u>1,255,422</u>
Public Works:					
Streets and sidewalks	8,603,000	3,371,456	4,573,188	(1,201,732)	14,871,397
Other projects	169,922	220,769	221,851	(1,082)	207,172
Total Public Works	<u>8,772,922</u>	<u>3,592,225</u>	<u>4,795,039</u>	<u>(1,202,814)</u>	<u>15,078,569</u>
Debt Service:					
Principal	175,000	175,000	1,295,000	(1,120,000)	-
Interest	1,775,000	1,775,000	682,440	1,092,560	638,013
Debt issuance costs	-	-	-	-	94,317
Total Debt Service	<u>1,950,000</u>	<u>1,950,000</u>	<u>1,977,440</u>	<u>(27,440)</u>	<u>732,330</u>
Total Expenditures	<u>11,685,689</u>	<u>8,894,080</u>	<u>10,114,145</u>	<u>(1,220,065)</u>	<u>17,727,679</u>
Excess (Deficiency) of Revenues Over Expenditures	(5,570,751)	(2,679,142)	(2,361,243)	317,899	(7,143,377)
Other Financing Sources (Uses):					
Sale of assets	1,260,000	1,260,000	1,206,813	(53,187)	-
Issuance of debt	-	-	-	-	12,200,000
Transfers in	168,000	168,000	268,000	100,000	989,000
Transfers (out)	(1,540,000)	(1,540,000)	(1,540,000)	-	(3,145,223)
Total Other Financing Sources (Uses)	<u>(112,000)</u>	<u>(112,000)</u>	<u>(65,187)</u>	<u>46,813</u>	<u>10,043,777</u>
Net Change in Fund Balance	(5,682,751)	(2,791,142)	(2,426,430)	364,712	2,900,400
Fund Balance - Beginning of Year	<u>16,337,807</u>	<u>16,337,807</u>	<u>17,253,646</u>	<u>915,839</u>	<u>14,353,246</u>
Fund Balance - End of Year	<u>10,655,056</u>	<u>13,546,665</u>	<u>14,827,216</u>	<u>1,280,551</u>	<u>17,253,646</u>

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

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Tourism Fund - accounts for funds received from a two and one-half percent rent tax on accommodations. Expenditures are restricted for tourism promotion purposes.

Victims Assistance and Law Enforcements Fund (V.A.L.E.) - accounts for funds received from a surcharge for violation of all municipal ordinances and violations of the Model Traffic Code. Expenditures are restricted to victims' and witnesses' services and reimbursements and to Police Department equipment purchases, training, and additional personnel costs.

Conservation Trust Fund - accounts for funds received and restricted as to use in the acquisition, development and maintenance of new conservation sites pursuant to Colorado Revised Statutes.

Bus Tax Fund - accounts for the 0.20% sales tax designated towards "Ride Glenwood Springs" bus service.

Marijuana Sales Tax Fund - accounts for the 5.00% sales tax and 5.00% excise tax designated towards marijuana regulation enforcement, education, and public health programs.

Tobacco Sales Tax Fund - accounts for the 40.00% sales tax on tobacco products designated towards drug, alcohol, and tobacco prevention, youth mental and physical health, and other related city expenses.

General Improvement District Number 1980 Fund - The District's primary purpose is to provide infrastructure improvements to specific areas within the downtown area. The District's primary funding source is an ad valorem tax.

CAPITAL PROJECT FUNDS

Emergency Services Equipment Replacement Fund - accounts for revenues received on a pro-rated basis from the Glenwood Springs Rural Fire Protection District and transfers from the General Fund for the purchase of emergency services, facilities and equipment.



City of Glenwood Springs, Colorado
Combining Balance Sheets
Non-major Governmental Funds
For the Year Ended December 31, 2020

	Special Revenue Funds						Capital Projects Fund	Totals	
	Tourism Fund	V.A.L.E. Fund	Conservation Trust Fund	Bus Tax Fund	Marijuana Sales Tax Fund	Tobacco Sales Tax Fund	General Improvement District No. 1980		Emergency Services Equipment Replacement
Assets:									
Cash and investments - Unrestricted	155,661	32,660	341,005	1,119,115	272,632	140,462	132,113	3,100,235	5,293,883
Taxes receivable	86,727	-	-	114,483	35,995	64,562	42,907	-	344,674
Accounts receivable, net of allowance	-	-	-	234,313	-	-	-	-	234,313
Interest receivable	55	-	-	-	-	-	-	-	55
Prepaid items	-	-	-	3,411	-	-	-	-	3,411
Total Assets	<u>242,443</u>	<u>32,660</u>	<u>341,005</u>	<u>1,471,322</u>	<u>308,627</u>	<u>205,024</u>	<u>175,020</u>	<u>3,100,235</u>	<u>5,876,336</u>
Liabilities and Fund Balance:									
Liabilities:									
Accounts payable	27,265	-	-	377,431	-	-	-	938,533	1,343,229
Total Liabilities	<u>27,265</u>	<u>-</u>	<u>-</u>	<u>377,431</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>938,533</u>	<u>1,343,229</u>
Deferred Inflows of Resources:									
Property taxes	-	-	-	-	-	-	42,669	-	42,669
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,669</u>	<u>-</u>	<u>42,669</u>
Fund Balances:									
Nonspendable	-	-	-	3,411	-	-	-	-	3,411
Restricted	-	-	341,005	-	-	-	-	-	341,005
Committed	215,178	32,660	-	1,090,480	308,627	205,024	132,351	-	1,984,320
Assigned	-	-	-	-	-	-	-	2,161,702	2,161,702
Total Fund Balance	<u>215,178</u>	<u>32,660</u>	<u>341,005</u>	<u>1,093,891</u>	<u>308,627</u>	<u>205,024</u>	<u>132,351</u>	<u>2,161,702</u>	<u>4,490,438</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>242,443</u>	<u>32,660</u>	<u>341,005</u>	<u>1,471,322</u>	<u>308,627</u>	<u>205,024</u>	<u>175,020</u>	<u>3,100,235</u>	<u>5,876,336</u>

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

City of Glenwood Springs, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended December 31, 2020

	Special Revenue Funds						Capital Projects Fund	Totals	
	Tourism Fund	V.A.L.E. Fund	Conservation Trust Fund	Bus Tax Fund	Marijuana Sales Tax Fund	Tobacco Sales Tax Fund	General Improvement District No. 1980		Emergency Services Equipment Replacement
Revenues:									
Taxes	846,111	-	-	1,004,618	458,237	939,141	63,279	-	3,311,386
Intergovernmental	-	-	103,519	1,131,492	-	-	-	202,070	1,437,081
Charges for services	-	11,972	-	43,038	-	-	-	-	55,010
Interest income	485	873	2,214	378	-	-	154	2,090	6,194
Miscellaneous income	-	6	-	84,961	-	17,500	-	975,846	1,078,313
Total Revenues	<u>846,596</u>	<u>12,851</u>	<u>105,733</u>	<u>2,264,487</u>	<u>458,237</u>	<u>956,641</u>	<u>63,433</u>	<u>1,180,006</u>	<u>5,887,984</u>
Expenditures:									
General governmental	-	16,574	-	-	-	-	27,221	-	43,795
Transportation	-	-	-	1,984,380	-	-	-	-	1,984,380
Public safety	-	-	-	-	50,726	1,617	-	1,287,703	1,340,046
Community and economic development	1,127,323	-	-	-	-	-	-	-	1,127,323
Total Expenditures	<u>1,127,323</u>	<u>16,574</u>	<u>-</u>	<u>1,984,380</u>	<u>50,726</u>	<u>1,617</u>	<u>27,221</u>	<u>1,287,703</u>	<u>4,495,544</u>
Excess (Deficiency) of Revenues Over Expenditures	(280,727)	(3,723)	105,733	280,107	407,511	955,024	36,212	(107,697)	1,392,440
Other Financing Sources (Uses):									
Transfers in	-	-	-	-	-	-	-	370,635	370,635
Transfers (out)	-	-	-	-	(276,272)	(750,000)	-	-	(1,026,272)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(276,272)</u>	<u>(750,000)</u>	<u>-</u>	<u>370,635</u>	<u>(655,637)</u>
Net Change in Fund Balance	(280,727)	(3,723)	105,733	280,107	131,239	205,024	36,212	262,938	736,803
Fund Balance - Beginning of Year	<u>495,905</u>	<u>36,383</u>	<u>235,272</u>	<u>813,784</u>	<u>177,388</u>	<u>-</u>	<u>96,139</u>	<u>1,898,764</u>	<u>3,753,635</u>
Fund Balance - End of Year	<u>215,178</u>	<u>32,660</u>	<u>341,005</u>	<u>1,093,891</u>	<u>308,627</u>	<u>205,024</u>	<u>132,351</u>	<u>2,161,702</u>	<u>4,490,438</u>

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

City of Glenwood Springs, Colorado
Tourism Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	<u>2020</u>			Final Budget Variance Positive (Negative)	<u>2019</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Taxes:					
Accommodations tax	1,148,795	1,148,795	846,111	(302,684)	1,211,106
Other:					
Interest income	1,300	1,300	485	(815)	3,808
Total Revenues	<u>1,150,095</u>	<u>1,150,095</u>	<u>846,596</u>	<u>(303,499)</u>	<u>1,214,914</u>
Expenditures:					
Economic Development:					
Salary and benefits	177,156	177,156	177,156	-	168,833
Administrative	11,199	11,199	21,599	-	21,060
Consulting services	26,100	26,100	5,495	20,605	24,860
Visitor services	115,000	115,000	115,000	-	115,000
Public relations	25,750	25,750	18,611	7,139	24,430
Printing and distribution (brochures, postcards, etc.)	709,384	709,384	672,239	37,145	857,348
Database and internet marketing	25,000	25,000	20,154	4,846	15,286
Advertising and promotion	62,510	62,510	76,586	(14,076)	71,654
Travel and booth expenses	33,655	33,655	18,939	14,716	34,832
Special event	-	-	-	-	450
Other expenses	-	-	1,544	(1,544)	2,542
Total Expenditures	<u>1,185,754</u>	<u>1,185,754</u>	<u>1,127,323</u>	<u>68,831</u>	<u>1,336,295</u>
Excess (Deficiency) of Revenues Over Expenditures	(35,659)	(35,659)	(280,727)	(245,068)	(121,381)
Other Financing Sources (Uses):					
Transfers (out)	(156,264)	(156,264)	-	156,264	(110,000)
Total Other Financing Sources (Uses)	<u>(156,264)</u>	<u>(156,264)</u>	<u>-</u>	<u>156,264</u>	<u>(110,000)</u>
Net Change in Fund Balance	(191,923)	(191,923)	(280,727)	(88,804)	(231,381)
Fund Balance - Beginning of Year	<u>667,383</u>	<u>667,383</u>	<u>495,905</u>	<u>(171,478)</u>	<u>727,286</u>
Fund Balance - End of Year	<u>475,460</u>	<u>475,460</u>	<u>215,178</u>	<u>(260,282)</u>	<u>495,905</u>

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

City of Glenwood Springs, Colorado
V.A.L.E. Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	<u>2020</u>			Final Budget Variance Positive (Negative)	<u>2019</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Charges for Services:					
Assessments	25,000	25,000	11,972	(13,028)	24,983
Other:					
Other income	-	-	6	6	-
Interest income	1,000	1,000	873	(127)	646
Total Revenues	<u>26,000</u>	<u>26,000</u>	<u>12,851</u>	<u>(13,149)</u>	<u>25,629</u>
Expenditures:					
General Government:					
Victim/witness assistance	30,000	30,000	16,574	13,426	23,060
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>16,574</u>	<u>13,426</u>	<u>23,060</u>
Net Change in Fund Balance	(4,000)	(4,000)	(3,723)	277	2,569
Fund Balance - Beginning of Year	<u>24,315</u>	<u>24,315</u>	<u>36,383</u>	<u>12,068</u>	<u>33,814</u>
Fund Balance - End of Year	<u>20,315</u>	<u>20,315</u>	<u>32,660</u>	<u>12,345</u>	<u>36,383</u>

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

City of Glenwood Springs, Colorado
Conservation Trust Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	2020			Final Budget Variance Positive (Negative)	2019
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Intergovernmental:					
Colorado Lottery	107,398	107,398	103,519	(3,879)	114,298
Other:					
Interest income	1,000	1,000	2,214	1,214	1,581
Total Other	<u>1,000</u>	<u>1,000</u>	<u>2,214</u>	<u>1,214</u>	<u>1,581</u>
Total Revenues	<u>108,398</u>	<u>108,398</u>	<u>105,733</u>	<u>(2,665)</u>	<u>115,879</u>
Expenditures:					
Culture and Recreation:					
Other projects	100,000	150,000	-	150,000	1,123
Total Expenditures	<u>100,000</u>	<u>150,000</u>	<u>-</u>	<u>150,000</u>	<u>1,123</u>
Net Change in Fund Balance	8,398	(41,602)	105,733	147,335	114,756
Fund Balance - Beginning of Year	<u>133,483</u>	<u>133,483</u>	<u>235,272</u>	<u>101,789</u>	<u>120,516</u>
Fund Balance - End of Year	<u><u>141,881</u></u>	<u><u>91,881</u></u>	<u><u>341,005</u></u>	<u><u>249,124</u></u>	<u><u>235,272</u></u>

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

City of Glenwood Springs, Colorado
Bus Tax Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	<u>2020</u>			Final Budget Variance Positive (Negative)	<u>2019</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
General sales tax	1,021,911	1,021,911	968,213	(53,698)	1,017,167
Use tax	48,000	48,000	36,405	(11,595)	63,192
Intergovernmental:					
Grants and awards	764,405	764,405	1,131,492	367,087	728,117
Charges for Services:					
Bus fares	95,000	95,000	42,037	(52,963)	98,959
Advertising fees	10,000	10,000	1,001	(8,999)	10,850
Other:					
Interest income	1,000	1,000	378	(622)	5,533
Miscellaneous income	5,000	5,000	84,961	79,961	8,455
Total Revenues	<u>1,945,316</u>	<u>1,945,316</u>	<u>2,264,487</u>	<u>319,171</u>	<u>1,932,273</u>
Expenditures:					
Transportation:					
Fixed labor	406,140	406,140	341,045	65,095	381,409
Direct labor	425,464	425,464	341,309	84,155	390,631
Employee bus pass	1,000	1,000	292	708	1,067
Direct mileage cost	242,760	242,760	190,043	52,717	200,858
Training	80,640	80,640	57,866	22,774	68,785
Transit operations	30,000	30,000	30,000	-	50,737
Capital costs	59,325	99,325	94,314	5,011	52,383
Other	857,451	875,954	929,511	(53,557)	784,582
Total Expenditures	<u>2,102,780</u>	<u>2,161,283</u>	<u>1,984,380</u>	<u>176,903</u>	<u>1,930,452</u>
Net Change in Fund Balance	(157,464)	(215,967)	280,107	496,074	1,821
Fund Balance - Beginning of Year	<u>479,143</u>	<u>479,143</u>	<u>813,784</u>	<u>334,641</u>	<u>811,963</u>
Fund Balance - End of Year	<u>321,679</u>	<u>263,176</u>	<u>1,093,891</u>	<u>830,715</u>	<u>813,784</u>

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

City of Glenwood Springs, Colorado
Marijuana Sales Tax Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	<u>2020</u>			Final Budget Variance Positive (Negative)	<u>2019</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Taxes:					
General sales tax	280,000	280,000	390,044	110,044	286,724
Other tax	50,000	50,000	68,193	18,193	50,714
Other:					
Interest income	-	-	-	-	577
Total Revenues	<u>330,000</u>	<u>330,000</u>	<u>458,237</u>	<u>128,237</u>	<u>338,015</u>
Expenditures:					
Public Safety:					
Other expenses	600	600	50,726	(50,126)	502
Total Public Safety	<u>600</u>	<u>600</u>	<u>50,726</u>	<u>(50,126)</u>	<u>502</u>
Excess (Deficiency) of Revenues Over Expenditures	329,400	329,400	407,511	78,111	337,513
Other Financing Sources (Uses):					
Transfers (out)	(300,000)	(276,272)	(276,272)	-	(250,000)
Total Other Financing Sources (Uses)	<u>(300,000)</u>	<u>(276,272)</u>	<u>(276,272)</u>	<u>-</u>	<u>(250,000)</u>
Net Change in Fund Balance	29,400	53,128	131,239	78,111	87,513
Fund Balance - Beginning of Year	<u>141,061</u>	<u>141,061</u>	<u>177,388</u>	<u>36,327</u>	<u>89,875</u>
Fund Balance - End of Year	<u><u>170,461</u></u>	<u><u>194,189</u></u>	<u><u>308,627</u></u>	<u><u>114,438</u></u>	<u><u>177,388</u></u>

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

City of Glenwood Springs, Colorado
Tobacco Sales Tax Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	<u>2020</u>			Final Budget Variance Positive (Negative)	<u>2019</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Taxes:					
General sales tax	-	-	939,141	939,141	-
Other:					
Miscellaneous income	-	-	17,500	17,500	-
Total Revenues	<u>-</u>	<u>-</u>	<u>956,641</u>	<u>956,641</u>	<u>-</u>
Expenditures:					
General Government:					
Other expenses	-	-	1,617	(1,617)	-
Total General Government	<u>-</u>	<u>-</u>	<u>1,617</u>	<u>(1,617)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	955,024	955,024	-
Other Financing Sources (Uses):					
Transfers (out)	-	(750,000)	(750,000)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(750,000)</u>	<u>(750,000)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	(750,000)	205,024	955,024	-
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>-</u>	<u>(750,000)</u>	<u>205,024</u>	<u>955,024</u>	<u>-</u>

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

City of Glenwood Springs, Colorado
General Improvement District No. 1980
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	2020			Final Budget Variance Positive (Negative)	2019
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
Property taxes	43,981	43,981	60,457	16,476	40,158
Specific ownership taxes	2,200	2,200	2,822	622	2,955
Total Taxes	<u>46,181</u>	<u>46,181</u>	<u>63,279</u>	<u>17,098</u>	<u>43,113</u>
Other:					
Interest income	150	150	154	4	602
Total Revenues	<u>46,331</u>	<u>46,331</u>	<u>63,433</u>	<u>17,102</u>	<u>43,715</u>
Expenditures:					
General Government:					
Miscellaneous and treasurer's fees	50,000	50,000	843	49,157	806
Other	13,053	13,053	26,378	(13,325)	12,763
Total Expenditures	<u>63,053</u>	<u>63,053</u>	<u>27,221</u>	<u>35,832</u>	<u>13,569</u>
Net Change in Fund Balance	(16,722)	(16,722)	36,212	52,934	30,146
Fund Balance - Beginning of Year	<u>94,936</u>	<u>94,936</u>	<u>96,139</u>	<u>1,203</u>	<u>65,993</u>
Fund Balance - End of Year	<u><u>78,214</u></u>	<u><u>78,214</u></u>	<u><u>132,351</u></u>	<u><u>54,137</u></u>	<u><u>96,139</u></u>

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

City of Glenwood Springs, Colorado
Emergency Services Equipment Replacement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	<u>2020</u>			Final Budget Variance Positive (Negative)	<u>2019</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Rural Fire District contribution	300,718	300,718	202,070	(98,648)	272,181
Interest income	-	-	2,090	2,090	27,000
Impact fees	-	-	57,632	57,632	103,185
Other	-	918,214	918,214	-	-
Total Revenues	<u>300,718</u>	<u>1,218,932</u>	<u>1,180,006</u>	<u>(38,926)</u>	<u>402,366</u>
Expenditures:					
Public Safety:					
Equipment purchases	<u>1,122,800</u>	<u>2,062,964</u>	<u>1,287,703</u>	<u>775,261</u>	<u>61,881</u>
Total Expenditures	<u>1,122,800</u>	<u>2,062,964</u>	<u>1,287,703</u>	<u>775,261</u>	<u>61,881</u>
Excess (Deficiency) of Revenues Over Expenditures	(822,082)	(844,032)	(107,697)	736,335	340,485
Other Financing Sources (Uses):					
Transfer in	<u>864,917</u>	<u>626,100</u>	<u>370,635</u>	<u>(255,465)</u>	<u>543,580</u>
Total Other Financing Sources	<u>864,917</u>	<u>626,100</u>	<u>370,635</u>	<u>(255,465)</u>	<u>543,580</u>
Net Change in Fund Balance	42,835	(217,932)	262,938	480,870	884,065
Fund Balance - Beginning of Year	<u>1,066,284</u>	<u>1,066,284</u>	<u>1,898,764</u>	<u>832,480</u>	<u>1,014,699</u>
Fund Balance - End of Year	<u>1,109,119</u>	<u>848,352</u>	<u>2,161,702</u>	<u>1,313,350</u>	<u>1,898,764</u>

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

PROPRIETARY FUNDS

ENTERPRISE FUNDS

Enterprise funds are used to account for any activity for which a fee is charged to external users for goods or services.

Water and Sewer Fund - accounts for activities of the fund that supplies water and sewer services to the citizens in the water and sewer service area. City water is provided on a metered basis.

Electric System Fund - accounts for activities related to the purchase and delivery of power within the City electric service area.

Airport Operations Fund - accounts for activities related to user charges and maintenance expenses for the airport.

Landfill Operations Fund - accounts for the activities related to the operations of the City landfill and recycling program.

INTERNAL SERVICE FUND

Internal service funds are used to account for services to other departments or agencies of the government, or to other governments on a cost-reimbursement basis.

Fleet Service Fund - accounts for the repair and maintenance costs and the capital replacement plan of the City's vehicles and heavy equipment, excluding fire trucks.



City of Glenwood Springs, Colorado
Enterprise Funds
Water and Sewer Fund
Schedule of Revenues and Expenses
Budget (Non-GAAP Basis) and Actual With Reconciliation to GAAP Basis
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	2020			Final Budget Variance Positive (Negative)	2019
	Original Budget	Final Budget	Actual		Actual
Operating Revenues:					
Charges and Fees:					
Water user fees	2,850,531	2,850,531	2,926,465	75,934	2,795,662
Sewer user fees	3,450,124	3,450,124	3,271,097	(179,027)	3,354,836
Water connection fees	3,500	3,500	5,872	2,372	3,747
Meter sales	10,200	10,200	15,861	5,661	14,211
Other	-	-	14,819	14,819	1,191
Water improvement fees	50,000	50,000	253,497	203,497	191,102
Sewer improvement fees	50,000	50,000	267,726	217,726	316,908
Total Operating Revenues	<u>6,414,355</u>	<u>6,414,355</u>	<u>6,755,337</u>	<u>340,982</u>	<u>6,677,657</u>
Operating Expenses:					
Administration	1,021,058	1,021,058	1,063,859	(42,801)	911,745
Water plant operation	800,891	800,891	708,558	92,333	737,750
Water transmission and distribution	731,492	731,492	554,774	176,718	547,730
Wastewater plant operation & improvement	842,504	842,504	856,423	(13,919)	1,632,782
Wastewater collection and transmission	489,965	489,965	393,165	96,800	364,703
Customer service	188,989	188,989	181,915	7,074	174,771
Depreciation	1,790,268	1,790,268	1,761,533	28,735	1,722,578
Capital outlay	6,775,000	6,775,000	4,986,789	1,788,211	746,999
Total Operating Expenses	<u>12,640,167</u>	<u>12,640,167</u>	<u>10,507,016</u>	<u>2,133,151</u>	<u>6,839,058</u>
Operating Income (Loss) - Budget Basis	<u>(6,225,812)</u>	<u>(6,225,812)</u>	<u>(3,751,679)</u>	<u>2,474,133</u>	<u>(161,401)</u>
Non-Operating Revenues (Expenses):					
Gain (loss) on disposition of assets	(2,000)	(2,000)	-	(2,000)	-
Investment income	60,000	60,000	50,358	(9,642)	139,353
Intergovernmental awards	-	-	198,278	198,278	-
Interest expense	(714,268)	(714,268)	(609,178)	105,090	(658,236)
Total Non-Operating Revenues (Expenses):	<u>(656,268)</u>	<u>(656,268)</u>	<u>(360,542)</u>	<u>291,726</u>	<u>(518,883)</u>
Transfers (out)	(489,380)	(489,380)	(489,381)	(1)	(1,391,040)
Change in Net Position - Budget Basis	<u>(7,371,460)</u>	<u>(7,371,460)</u>	<u>(4,601,602)</u>	<u>2,765,858</u>	<u>(2,071,324)</u>
Reconciliation to GAAP Basis:					
Adjustments:					
Capital outlay			4,986,789		746,999
Total Adjustments			<u>4,986,789</u>		<u>746,999</u>
Net Income - GAAP Basis			385,187		(1,324,325)
Net Position - Beginning of Year			<u>35,933,311</u>		<u>37,257,636</u>
Net Position - End of Year			<u>36,318,498</u>		<u>35,933,311</u>

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

City of Glenwood Springs, Colorado
Enterprise Funds
Electric System Fund
Schedule of Revenues and Expenses
Budget (Non-GAAP Basis) and Actual With Reconciliation to GAAP Basis
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	<u>2020</u>			<u>2019</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative) Actual</u>	
Operating Revenues:					
Charges and fees:					
Commercial	10,908,260	10,908,260	9,102,541	(1,805,719)	9,640,020
Residential	4,396,598	4,396,598	4,795,965	399,367	4,511,382
Municipal	141,500	141,500	117,695	(23,805)	134,830
Security lights	14,235	14,235	12,508	(1,727)	12,596
Service connect fees	13,954	13,954	14,255	301	17,345
Other	731,049	731,049	806,003	74,954	1,103,439
Total Operating Revenues	<u>16,205,596</u>	<u>16,205,596</u>	<u>14,848,967</u>	<u>(1,356,629)</u>	<u>15,419,612</u>
Expenses:					
Purchased power	9,900,000	9,900,000	9,813,427	86,573	9,869,566
Maintenance - Distribution	1,338,472	1,338,472	893,168	445,304	1,061,505
Customer accounts	1,017,277	524,070	546,513	(22,443)	524,232
Broadband	591,513	1,091,513	966,822	124,691	659,522
General and administrative	1,088,555	1,088,555	878,380	210,175	836,355
Capital improvements	3,500,000	5,100,000	3,458,403	1,641,597	569,609
Depreciation	997,000	997,000	1,027,479	(30,479)	1,023,831
Total Operating Expenses	<u>18,432,817</u>	<u>20,039,610</u>	<u>17,584,192</u>	<u>2,455,418</u>	<u>14,544,620</u>
Operating Income (Loss) Budget Basis	(2,227,221)	(3,834,014)	(2,735,225)	1,098,789	874,992
Non-Operating Revenues (Expenses):					
Sale of assets	-	-	5,194	5,194	7,855
Investment income	25,000	25,000	42,608	17,608	72,109
Intergovernmental awards	10,000	10,000	27,000	17,000	-
Interest expense	-	-	(81,183)	(81,183)	-
Total Non-Operating Revenues (Expenses):	<u>35,000</u>	<u>35,000</u>	<u>(6,381)</u>	<u>(41,381)</u>	<u>79,964</u>
Capital contributions	-	-	99,045	99,045	206,551
Transfers (out)	(608,207)	(1,101,414)	(1,166,786)	(65,372)	(1,245,684)
Change in Net Position - Budget Basis	<u>(2,800,428)</u>	<u>(4,900,428)</u>	<u>(3,809,347)</u>	<u>1,091,081</u>	<u>(84,177)</u>
Reconciliation to GAAP Basis:					
Adjustments:					
Gain (loss) on disposal of assets			(1,412,796)		(49,275)
Capital outlay			3,419,989		516,519
Total Adjustments			<u>2,007,193</u>		<u>467,244</u>
Net Income - GAAP Basis			(1,802,154)		383,067
Net Position - Beginning of Year			<u>25,550,579</u>		<u>25,167,512</u>
Net Position - End of Year			<u>23,748,425</u>		<u>25,550,579</u>

City of Glenwood Springs, Colorado
Enterprise Funds
Airport Operations Fund
Schedule of Revenues and Expenses
Budget (Non-GAAP Basis) and Actual With Reconciliation to GAAP Basis
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	2020			2019	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Operating Revenues:					
Rentals:					
Airport/land lease	28,000	28,000	126,650	98,650	27,495
Charges and fees:					
Annual user fees	3,000	3,000	-	(3,000)	1,500
Long-term tie downs	9,000	9,000	9,980	980	11,865
Transient tie downs	-	-	1,730	1,730	2,400
Fuel sales	125,000	125,000	160,451	35,451	152,271
Other income	-	-	15,626	15,626	2,322
Total Operating Revenues	<u>165,000</u>	<u>165,000</u>	<u>314,437</u>	<u>149,437</u>	<u>197,853</u>
Operating Expenses:					
Administration	32,173	32,173	27,895	4,278	24,546
Operations	126,940	126,940	138,000	(11,060)	142,380
Depreciation	9,100	9,100	9,099	1	9,099
Capital outlay	11,000	11,000	-	11,000	-
Total Expenses	<u>179,213</u>	<u>179,213</u>	<u>174,994</u>	<u>4,219</u>	<u>176,025</u>
Operating Income (Loss) - Budget Basis	(14,213)	(14,213)	139,443	153,656	21,828
Non-Operating Revenues (Expenses):					
Investment income	200	200	-	(200)	789
Total Non-Operating Revenues	<u>200</u>	<u>200</u>	<u>-</u>	<u>(200)</u>	<u>789</u>
Change in Net Position - Budget Basis	<u>(14,013)</u>	<u>(14,013)</u>	<u>139,443</u>	<u>153,456</u>	<u>22,617</u>
Reconciliation to GAAP Basis:					
Adjustments:					
Capital outlay			-		-
Total Adjustments			<u>-</u>		<u>-</u>
Net Income - GAAP Basis			139,443		22,617
Net Position - Beginning of Year			<u>504,822</u>		<u>482,205</u>
Net Position - End of Year			<u>644,265</u>		<u>504,822</u>

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

City of Glenwood Springs, Colorado
Enterprise Funds
Landfill Operations Fund
Schedule of Revenues and Expenses
Budget (Non-GAAP Basis) and Actual With Reconciliation to GAAP Basis
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	2020			Final Budget Variance Positive (Negative)	2019
	Original Budget	Final Budget	Actual		Actual
Operating Revenues:					
Disposal fees	2,086,300	2,086,300	2,021,821	(64,479)	2,234,879
Composting fees	666,200	666,200	612,501	(53,699)	567,027
Other income	10,000	10,000	37,408	27,408	30,516
Total Operating Revenues	<u>2,762,500</u>	<u>2,762,500</u>	<u>2,671,730</u>	<u>(90,770)</u>	<u>2,832,422</u>
Operating Expenses:					
Personnel costs	862,714	862,714	885,589	(22,875)	663,589
Operating costs	1,070,300	1,070,300	987,658	82,642	1,486,639
Utilities	13,700	13,700	9,422	4,278	8,510
Insurance	50,300	50,300	48,925	1,375	45,581
Allocated costs	144,612	144,612	144,612	-	140,400
Landfill compliance costs	69,000	69,000	455,946	(386,946)	244,598
Depreciation	45,000	45,000	108,926	(63,926)	96,596
Capital outlay	500,000	930,000	988,605	(58,605)	450,311
Total Operating Expenses	<u>2,755,626</u>	<u>3,185,626</u>	<u>3,629,683</u>	<u>(444,057)</u>	<u>3,136,224</u>
Operating Income (Loss) Budget Basis	6,874	(423,126)	(957,953)	(534,827)	(303,802)
Non-Operating Revenues (Expenses):					
Interest income	50,000	50,000	54,767	4,767	89,211
Other	-	-	6,190	6,190	-
Intergovernmental awards	-	149,600	141,370	(8,230)	-
Transfers in	-	-	90,180	90,180	82,547
Transfers (out)	(50,000)	(50,000)	(50,000)	-	(25,000)
Total Non-Operating Revenues (Expenses)	<u>-</u>	<u>149,600</u>	<u>242,507</u>	<u>92,907</u>	<u>146,758</u>
Change in Net Position - Budget Basis	<u>6,874</u>	<u>(273,526)</u>	<u>(715,446)</u>	<u>(441,920)</u>	<u>(157,044)</u>
Reconciliation to GAAP Basis:					
Adjustments:					
Capital outlay			988,605		450,311
Interfund loan payments			(90,180)		(82,547)
Total Adjustments			<u>898,425</u>		<u>367,764</u>
Net Income - GAAP Basis			182,979		210,720
Net Position - Beginning of Year			<u>2,989,453</u>		<u>2,778,733</u>
Net Position - End of Year			<u>3,172,432</u>		<u>2,989,453</u>

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

City of Glenwood Springs, Colorado
Internal Service Funds
Fleet Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Net Position
Budget (Non-GAAP Basis) and Actual With Reconciliation to GAAP Basis
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	2020			Final Budget Variance Positive (Negative)	2019
	Original Budget	Final Budget	Actual		Actual
Operating Revenues:					
Charges and fees	564,000	564,000	496,220	(67,780)	571,433
Other operating revenue	11,000	11,000	21,967	10,967	18,108
Total Operating Revenues	<u>575,000</u>	<u>575,000</u>	<u>518,187</u>	<u>(56,813)</u>	<u>589,541</u>
Expenses:					
General government:					
Operations	1,650,460	1,805,460	860,365	945,095	875,112
Depreciation	525,000	525,000	924,356	(399,356)	837,040
Capital outlay	656,500	656,500	629,816	26,684	916,632
Total Operating Expenses	<u>2,831,960</u>	<u>2,986,960</u>	<u>2,414,537</u>	<u>572,423</u>	<u>2,628,784</u>
Operating Income (Loss) - Budget Basis	(2,256,960)	(2,411,960)	(1,896,350)	515,610	(2,039,243)
Non-Operating Revenues (Expenses):					
Investment income	35,000	35,000	4,555	(30,445)	23,490
Sale of asset	120,000	120,000	9,000	(111,000)	-
Transfers in	1,890,400	1,890,400	1,071,872	(818,528)	1,218,000
Total Non-Operating Revenues (Expenses)	<u>2,045,400</u>	<u>2,045,400</u>	<u>1,085,427</u>	<u>(959,973)</u>	<u>1,241,490</u>
Change in Net Position - Budget Basis	<u>(211,560)</u>	<u>(366,560)</u>	<u>(810,923)</u>	<u>(444,363)</u>	<u>(797,753)</u>
Reconciliation to GAAP Basis:					
Adjustments:					
Capital outlay			629,816		916,632
Total Adjustments			<u>629,816</u>		<u>916,632</u>
Operating Income (Loss) - GAAP Basis			(181,107)		118,879
Net Position - Beginning of Year			<u>4,728,182</u>		<u>4,609,303</u>
Net Position - End of Year			<u>4,547,075</u>		<u>4,728,182</u>

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

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments.

The *Cemetery Reserve Fund* accounts for funds received and restricted for the maintenance and care of the Rosebud Cemetery.



City of Glenwood Springs, Colorado
Fiduciary Funds
Cemetery Reserve Fund
Schedule of Changes in Fiduciary Net Position
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for December 31, 2019)

	2020			Final Budget Variance Positive (Negative)	2019
	Original Budget	Final Budget	Actual		Actual
Additions:					
Perpetual care fees	1,000	1,000	750	(250)	1,750
Interest income	150	150	-	(150)	292
Total Additions	<u>1,150</u>	<u>1,150</u>	<u>750</u>	<u>(400)</u>	<u>2,042</u>
Deductions:					
Cemetery maintenance	-	-	-	-	-
Total Deductions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Position	1,150	1,150	750	(400)	2,042
Net Position - Beginning of Year	<u>51,096</u>	<u>51,096</u>	<u>52,088</u>	<u>992</u>	<u>50,046</u>
Net Position - End of Year	<u><u>52,246</u></u>	<u><u>52,246</u></u>	<u><u>52,838</u></u>	<u><u>592</u></u>	<u><u>52,088</u></u>

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

ANNUAL SCHEDULE OF REVENUES AND EXPENDITURES
FOR ROADS, BRIDGES AND STREETS





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Annual Highway Finance Report - CY20

Email address: yvette.gustad@cogs.us

City/County: Glenwood Springs

Receipts, Disbursements & Costs

II - Receipts for Road & Street Purposes

A. Receipts from local sources

2. General Fund Appropriations:	\$	2,466,399.00
3. Other local imposts: <i>from A.3. Total' below)</i>	\$	2,703,822.00
4. Miscellaneous local receipts: <i>from A.4. Total' below)</i>	\$	730,379.00
5. Transfers from toll facilities	\$	0.00
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	0.00
b. Bonds - Refunding Issues:	\$	0.00
c. Notes:	\$	0.00

SubTotal: \$ 5,900,600.00

B. Private Contributions \$ 0.00

Receipts, Disbursements & Costs

II - Receipts for Road & Street Purposes (Detail)

A.3. Other local imposts

a. Property Taxes & Assessments	\$	0.00
b. Other Local Imposts		
1. Sales Taxes:	\$	2,543,590.00
2. Infrastructure and Impact Fees:	\$	16,218.00
3. Liens:	\$	0.00
4. Licenses:	\$	0.00
5. Specific Ownership and/or Other:	\$	144,014.00
Total: (a + b) carried to 'Other local imposts' above	\$	2,703,822.00

A.4. Miscellaneous local receipts

a. Interest on Investments:	\$	208,517.00
b. Traffic fines and Penalties:	\$	51,197.00
c. Parking Garage Fees:	\$	0.00
d. Parking Meter Fees:	\$	20,468.00
e. Sale of Surplus Property:	\$	0.00
f. Charges for Services:	\$	197.00
g. Other Misc. Receipts:	\$	0.00
h. Other:	\$	450,000.00
Total: (a through h) carried to 'Misc local receipts' above	\$	730,379.00

C. Receipts from State Government

1. Highway User Taxes:	\$	265,031.00
3. Other State funds:		
c. Motor Vehicle Registrations:	\$	36,108.00
d. Other (Specify):		
Comments: DOLA EIAF	\$	239,454.00
e. Other (Specify):		
Comments: undefined	\$	0.00
Total: (1+3c,d,e)	\$	540,593.00

D. Receipts from Federal Government

2. Other Federal Agencies	F20	
a. Forest Service:	\$	0.00

b. FEMA:	\$	0.00
c. HUD:	\$	0.00
d. Federal Transit Administration:	\$	0.00
e. U.S. Corp of Engineers	\$	0.00
f. Other Federal:	\$	1,769,429.00
Total: <i>(2a-f)</i>		\$ 1,769,429.00

Receipts, Disbursements & Costs

III - Disbursements for Road & Street Purposes

A. Local highway disbursements

1. Capital outlay: <i>(from A.1.d. Total Capital Outlay below)</i>	\$	6,600,850.63
2. Maintenance:	\$	912,028.00
3. Road and street services		
a. Traffic control operations:	\$	67,307.00
b. Snow and ice removal:	\$	311,396.00
c. Other:	\$	0.00
4. General administration and miscellaneous	\$	406,688.00
5. Highway law enforcement and safety	\$	1,063,417.00
Total: <i>(A.1-5)</i>		\$ 9,361,686.63

B. Debt service on local obligations

1. Bonds		
a. Interest	\$	728,952.00
b. Redemption	\$	1,570,000.00
2. Notes		
a. Interest	\$	0.00
b. Redemption	\$	0.00
SubTotal: <i>(1+2)</i>		\$ 2,298,952.00

C. Payments to State for Highways: \$ 0.00

D. Payments to Toll Facilities: \$ 0.00

Total Disbursements: $(A+B+C+D)$ \$ 11,660,638.63

Receipts, Disbursements & Costs

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

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
A. 1. Capital Outlay			
a. Right-Of-Way Costs:	\$ 0.00	\$ 370,552.11	\$ 370,552.11
b. Engineering Costs:	\$ 0.00	\$ 2,346,780.72	\$ 2,346,780.72
c. Construction			
1. New Facilities:	\$ 0.00	\$ 0.00	\$ 0.00
2. Capacity Improvements:	\$ 0.00	\$ 3,435,872.03	\$ 3,435,872.03
3. System Preservation:	\$ 0.00	\$ 447,645.77	\$ 447,645.77
4. System Enhancement:	\$ 0.00	\$ 0.00	\$ 0.00
5. Total Construction:			\$ 3,883,517.80
d. Total Capital Outlay: <i>(Lines A.1.a. + 1.b. + 1.c.5)</i>			\$ 6,600,850.63

Receipts, Disbursements & Costs

IV. Local Highway Debt Status

	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT
A. Bonds (Total)	\$ 24,240,000.00	\$ 0.00	\$ 1,570,000.00	\$ 22,670,000.00
1. Bonds (Refunding Portion)		\$ 0.00	\$ 0.00	\$ 0.00
B. Notes (Total):	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00

Receipts, Disbursements & Costs

V - Local Road & Street Fund Balance

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
\$ 4,834,091.55	\$ 8,210,622.00	\$ 11,660,638.63	\$ 1,384,074.92	\$ 0.00

Notes and Comments:

undefined

Please enter your name: Yvette Gustad

Please provide a telephone number where you may be reached: 970-384-6421

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STATISTICAL SECTION

This part of the City of Glenwood Springs's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the overall government's financial health.

The information in this statistical section of the comprehensive annual financial report is intended, when possible, to provide information about Garfield County's economic condition in the following areas.

Financial Trends – These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity – These schedules contain information to help the reader assess the government's most significant local revenue sources: City and county sales tax and property tax.

Debt Capacity – These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information – These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information – These schedules contain services and infrastructure data to help readers understand how the information in the government's financial report relates to the services the government provides and the activities it performs.



City of Glenwood Springs, Colorado
Net Position by Component
Last Ten Years

	<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>
Governmental activities										
Net investment in capital assets	\$ 90,120,246	\$ 66,598,004	\$ 64,250,870	\$ 70,515,452	\$ 67,656,084	\$ 71,788,636	\$ 77,030,072	\$ 73,224,736	\$ 84,475,343	\$ 88,653,549
Restricted	1,200,520	2,161,903	2,511,864	2,579,375	2,635,197	2,816,975	2,726,665	11,039,259	12,673,537	1,410,970
Unrestricted	16,172,425	16,066,617	18,004,488	17,315,693	24,175,592	20,712,703	19,163,754	19,040,788	16,397,453	27,933,876
Total governmental activities net position	<u>107,493,191</u>	<u>84,826,524</u>	<u>84,767,222</u>	<u>90,410,520</u>	<u>94,466,873</u>	<u>95,318,314</u>	<u>98,920,491</u>	<u>103,304,783</u>	<u>113,546,333</u>	<u>117,998,395</u>
Business-type activities										
Net investment in capital assets	22,627,362	44,536,207	46,705,739	46,127,746	45,746,700	47,574,725	47,445,095	48,691,749	48,786,026	56,113,082
Unrestricted	13,443,191	18,113,324	17,999,053	17,224,398	17,965,611	18,066,512	18,432,964	16,994,337	16,192,139	7,770,538
Total business-type activities net position	<u>36,070,553</u>	<u>62,649,531</u>	<u>64,704,792</u>	<u>63,352,144</u>	<u>63,712,311</u>	<u>65,641,237</u>	<u>65,878,059</u>	<u>65,686,086</u>	<u>64,978,165</u>	<u>63,883,620</u>
Primary government										
Net investment in capital assets	112,747,608	111,134,211	110,956,609	116,643,198	113,402,784	119,363,361	124,475,167	121,916,485	133,261,369	144,766,631
Restricted	1,200,520	2,161,903	2,511,864	2,579,375	2,635,197	2,816,975	2,726,665	11,039,259	12,673,537	1,410,970
Unrestricted	29,615,616	34,179,941	36,003,541	34,540,091	42,141,203	38,779,215	37,596,718	36,035,125	32,589,592	35,704,414
Total primary government net position	<u>\$ 143,563,744</u>	<u>\$ 147,476,055</u>	<u>\$ 149,472,014</u>	<u>\$ 153,762,664</u>	<u>\$ 158,179,184</u>	<u>\$ 160,959,551</u>	<u>\$ 164,798,550</u>	<u>\$ 168,990,869</u>	<u>\$ 178,524,498</u>	<u>\$ 181,882,015</u>

City of Glenwood Springs, Colorado
Changes in Net Position
Last Ten Years

Community and Economic Development

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses:										
Governmental Activities:										
General Government	\$ 3,731,639	\$ 3,517,288	\$ 3,539,192	\$ 3,815,189	\$ 4,166,082	\$ 4,349,401	\$ 5,100,430	\$ 4,932,054	\$ 5,817,361	\$ 6,675,439
Public Transportation	1,097,498	1,091,656	1,121,527	1,152,362	1,196,010	1,244,768	1,419,650	1,264,945	1,977,200	1,850,028
Public Safety	6,492,262	6,452,872	6,686,488	7,035,443	7,087,348	7,530,539	8,093,471	8,264,614	8,168,163	7,948,086
Public Works	1,236,633	1,267,767	1,358,032	1,439,397	1,754,418	2,041,864	1,955,442	1,925,909	2,349,002	1,863,719
Community and Economic Development	4,309,107	5,023,280	5,119,655	5,282,755	5,112,315	7,347,003	5,612,325	7,748,769	3,189,680	8,681,277
Culture and Recreation	3,851,086	4,798,389	4,301,655	4,173,013	4,360,608	4,623,242	5,321,848	4,765,647	5,525,717	4,034,359
Interest on long-term debt	569,937	458,669	401,163	353,094	299,061	318,273	220,492	190,755	714,643	766,040
Total Governmental Activities	21,288,162	22,609,921	22,527,712	23,251,253	23,975,842	27,455,090	27,723,658	29,092,693	27,741,766	31,818,948
Business-type Activities:										
Water	4,431,679	4,661,012	5,440,210	5,644,304	5,391,721	5,541,316	5,413,524	6,108,628	6,750,295	6,129,405
Electric	9,530,276	9,782,733	11,581,132	12,542,429	12,877,200	13,009,845	13,824,453	14,049,475	14,069,521	15,652,988
Airport	161,143	137,295	125,672	137,340	133,240	135,866	145,759	157,878	176,025	174,994
Landfill	3,223,961	3,675,545	3,420,228	3,314,301	3,228,749	3,363,282	3,339,192	3,332,597	2,685,913	2,641,078
Total Business-type Activities	17,347,059	18,256,585	20,567,242	21,638,374	21,630,910	22,050,309	22,722,928	23,648,578	23,681,754	24,598,465
Total Primary Government Expenses	38,635,221	40,866,506	43,094,954	44,889,627	45,606,752	49,505,399	50,446,586	52,741,271	51,423,520	56,417,413
Program Revenues:										
Governmental Activities:										
Charges for services:										
General Government	2,281,659	2,328,855	2,213,980	2,206,776	2,555,687	2,463,142	2,634,509	2,683,814	2,676,368	2,746,307
Public Transportation	10,229	133,540	129,371	125,159	120,696	113,130	85,398	108,919	109,809	43,037
Public Safety	1,285,927	1,404,106	1,230,251	1,426,846	1,143,376	1,424,884	1,546,891	1,659,253	1,541,266	1,570,422
Community and Economic Development	103,359	144,975	158,392	155,536	164,498	214,690	269,552	240,826	413,040	341,630
Public Works	5,130	40,538	18,634	7,464	13,939	77,569	97,760	272,252	35,245	29,919
Culture and Recreation	1,104,011	1,189,383	1,296,522	1,309,306	1,289,038	1,364,717	1,284,146	1,399,167	2,782,637	845,686
Operating Grants and Contributions	2,031,615	2,264,021	1,781,838	2,556,927	2,083,603	2,090,330	2,183,989	2,062,423	2,046,996	3,280,064
Capital Grants and Contributions	83,265	95,751	120,255	1,319,291	118,439	129,503	734,245	714,572	178,731	167,240
Total Governmental Activities Program Revenues	6,905,195	7,601,169	6,949,243	9,107,305	7,489,276	7,877,965	8,836,490	9,141,226	9,784,092	9,024,305
Business-type Activities:										
Charges for services:										
Water and sewer	4,697,538	5,350,696	5,102,858	5,390,156	5,974,846	6,623,843	6,619,310	6,531,139	6,677,657	6,755,337
Electric system	9,315,755	9,844,504	10,725,633	12,327,052	13,570,105	14,055,933	14,191,610	15,494,018	15,419,612	14,848,967
Airport operations	149,349	136,431	127,064	144,775	143,692	147,435	151,992	173,437	197,853	314,437
Landfill operations	3,401,049	4,054,657	2,942,643	2,960,788	2,565,184	2,335,856	2,508,588	2,492,317	2,832,422	2,671,730
Operating grants and contributions	578,451	611,705	1,613,165	1,390	608	624	5,545	8,722	-	6,190
Capital grants and contributions	186,438	95,410	230,124	201,076	432,952	47,121	358,481	85,284	206,551	465,693
Total Business-Type Activities Program Revenues	18,328,580	20,093,403	20,741,487	21,025,237	22,687,387	23,210,812	23,835,526	24,784,917	25,334,095	25,062,354
Total Primary Government Program Revenues	25,233,775	27,694,572	27,690,730	30,132,542	30,176,663	31,088,777	32,672,016	33,926,143	35,118,187	34,086,659
Net (Expense)/Revenue										
Governmental activities	(14,382,967)	(15,008,752)	(15,578,469)	(14,143,948)	(16,486,566)	(19,577,125)	(18,887,168)	(19,951,467)	(17,957,674)	(22,794,643)
Business-type activities	981,521	1,836,818	174,245	(613,137)	1,056,477	1,160,503	1,112,598	1,136,339	1,652,341	463,889
Total Primary Government Net Expense	\$ (13,401,446)	\$ (13,171,934)	\$ (15,404,224)	\$ (14,757,085)	\$ (15,430,089)	\$ (18,416,622)	\$ (17,774,570)	\$ (18,815,128)	\$ (16,305,333)	\$ (22,330,754)

City of Glenwood Springs, Colorado
Changes in Net Position
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Taxes:										
Property taxes	\$ 1,344,378	\$ 1,262,979	\$ 1,156,140	\$ 1,391,409	\$ 1,381,226	\$ 1,395,469	\$ 1,417,416	\$ 1,611,654	\$ 2,088,955	\$ 2,318,200
Specific ownership taxes	58,603	53,651	51,048	81,964	75,116	65,163	105,655	109,300	147,773	146,836
Sales and use taxes	13,793,060	14,545,502	14,897,961	15,965,053	17,167,543	18,020,517	18,088,784	19,087,273	20,795,147	20,524,445
Severance tax	-	-	-	-	-	-	-	-	50,714	68,193
Franchise tax	157,319	151,314	176,480	185,638	179,584	169,914	168,889	205,430	178,566	165,025
Accommodations Tax	646,255	721,787	756,542	870,902	965,502	1,032,987	1,067,669	1,160,433	1,211,106	846,111
Other miscellaneous Taxes	34,628	33,992	34,078	35,590	36,670	37,070	56,042	90,721	36,691	36,108
Unrestricted investment earnings	108,947	93,862	125,447	134,568	154,017	182,458	211,002	348,580	405,966	246,752
Grants and contributions not restricted to specific programs	120,844	89,561	121,570	162,609	114,957	141,300	346,914	165,147	622,582	1,188,868
Gain/Loss on Capital Assets	89,909	41,603	39,157	103,110	34,754	25,424	32,697	(11,143)	-	-
Transfers	<u>17,721,408</u>	<u>(24,652,164)</u>	<u>(1,751,138)</u>	<u>856,403</u>	<u>808,216</u>	<u>(641,736)</u>	<u>994,277</u>	<u>1,568,364</u>	<u>2,661,724</u>	<u>1,706,167</u>
Total General Revenues and Transfers	<u>34,075,351</u>	<u>(7,657,913)</u>	<u>15,607,285</u>	<u>19,787,246</u>	<u>20,917,585</u>	<u>20,428,566</u>	<u>22,489,345</u>	<u>24,335,759</u>	<u>28,199,224</u>	<u>27,246,705</u>
Business-type Activities:										
Unrestricted investment earnings	127,492	88,623	119,800	99,482	107,337	125,319	115,999	237,107	301,462	147,733
Grants and contributions not restricted to specific programs	-	800	-	-	-	-	-	-	-	-
Sale of capital assets	6,546	571	10,080	17,410	4,570	1,368	2,502	2,945	-	-
Transfers	<u>(17,721,408)</u>	<u>24,652,164</u>	<u>1,751,138</u>	<u>(856,403)</u>	<u>(808,216)</u>	<u>641,736</u>	<u>(994,277)</u>	<u>(1,568,364)</u>	<u>(2,661,724)</u>	<u>(1,706,167)</u>
Total Business-type Activities	<u>(17,587,370)</u>	<u>24,742,158</u>	<u>1,881,018</u>	<u>(739,511)</u>	<u>(696,309)</u>	<u>768,423</u>	<u>(875,776)</u>	<u>(1,328,312)</u>	<u>(2,360,262)</u>	<u>(1,558,434)</u>
Total Primary Government Revenues	<u>16,487,981</u>	<u>17,084,245</u>	<u>17,488,303</u>	<u>19,047,735</u>	<u>20,221,276</u>	<u>21,196,989</u>	<u>21,613,569</u>	<u>23,007,447</u>	<u>25,838,962</u>	<u>25,688,271</u>
Change in Net Position										
Governmental activities	19,692,384	(22,666,665)	28,816	5,643,298	4,431,019	851,441	3,602,177	4,384,292	10,241,550	4,452,062
Business-type activities	(16,605,849)	26,578,976	2,055,263	(1,352,648)	360,168	1,928,926	236,822	(191,973)	(707,921)	(1,094,545)
Total Change in Net Position	<u>\$ 3,086,535</u>	<u>\$ 3,912,311</u>	<u>\$ 2,084,079</u>	<u>\$ 4,290,650</u>	<u>\$ 4,791,187</u>	<u>\$ 2,780,367</u>	<u>\$ 3,838,999</u>	<u>\$ 4,192,319</u>	<u>\$ 9,533,629</u>	<u>\$ 3,357,517</u>

City of Glenwood Springs, Colorado
Fund Balances, Governmental Funds
Last Ten Years

	<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>
General Fund										
Nonspendable	\$ 607,270	\$ 569,271	\$ 539,271	\$ 589,270	\$ 628,939	\$ 671,271	\$ 610,820	\$ 610,000	\$ 610,010	\$ 562,101
Restricted	726,585	705,940	721,789	777,279	1,107,857	1,222,454	1,182,653	1,035,738	1,473,388	1,069,965
Committed	212,993	205,669	204,615	204,615	204,365	204,365	204,365	184,365	1,946,162	1,906,018
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	2,684,113	3,131,743	2,985,885	3,661,086	4,666,329	4,712,546	4,971,480	5,904,909	2,445,856	6,199,845
Total General Fund	<u>4,230,961</u>	<u>4,612,623</u>	<u>4,451,560</u>	<u>5,232,250</u>	<u>6,607,490</u>	<u>6,810,636</u>	<u>6,969,318</u>	<u>7,735,012</u>	<u>6,475,416</u>	<u>9,737,929</u>
All Other Governmental Funds										
Nonspendable	1,977	2,061	2,335	2,333	5,415	4,064	3,532	3,254	2,264	3,411
Restricted	473,935	1,455,963	1,790,075	1,802,096	1,527,340	1,594,521	1,544,012	10,003,521	11,200,149	14,471,534
Committed	540,493	1,303,666	686,070	697,031	740,741	899,707	5,577,712	4,299,518	4,998,054	4,712,390
Assigned	8,400,846	7,562,359	11,161,559	11,224,344	17,088,907	14,095,852	9,196,298	9,732,207	12,787,060	6,048,641
Unassigned	(121,852)	(9,533)	(257,060)	(554,811)	(531,193)	(961,957)	(714,494)	-	-	-
Total All Other Governmental Funds	<u>\$ 9,295,399</u>	<u>\$ 10,314,516</u>	<u>\$ 13,382,979</u>	<u>\$ 13,170,993</u>	<u>\$ 18,831,210</u>	<u>\$ 15,632,187</u>	<u>\$ 15,607,060</u>	<u>\$ 24,038,500</u>	<u>\$ 28,987,527</u>	<u>\$ 25,235,976</u>
Total Governmental Funds	<u>\$ 13,526,360</u>	<u>\$ 14,927,139</u>	<u>\$ 17,834,539</u>	<u>\$ 18,403,243</u>	<u>\$ 25,438,700</u>	<u>\$ 22,442,823</u>	<u>\$ 22,576,378</u>	<u>\$ 31,773,512</u>	<u>\$ 35,462,943</u>	<u>\$ 34,973,905</u>

NOTE: GASB 54 Implemented in 2011

City of Glenwood Springs, Colorado
Changes in Fund Balances, Governmental Funds
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues:										
Taxes	\$ 15,959,019	\$ 16,748,278	\$ 17,233,787	\$ 18,593,969	\$ 19,953,205	\$ 20,928,634	\$ 21,253,306	\$ 22,521,070	\$ 24,755,209	\$ 24,317,322
Licenses and permits	156,624	153,498	187,763	157,767	263,463	218,967	287,457	245,793	420,082	328,625
Intergovernmental	1,882,943	1,919,986	1,693,414	3,105,893	1,950,597	2,374,749	2,820,205	2,570,464	6,244,044	5,822,765
Charges for services	2,398,821	2,713,310	2,740,929	2,953,684	2,692,056	2,992,018	3,118,071	3,473,254	3,182,428	2,328,438
Investment Income	67,608	69,038	71,892	87,261	103,968	138,428	188,904	337,424	887,124	442,382
Miscellaneous	2,860,638	3,136,799	2,587,386	3,184,949	2,953,197	2,685,247	3,274,689	3,372,836	4,217,138	4,383,182
Total Revenues	23,325,653	24,740,909	24,515,171	28,083,523	27,916,486	29,338,043	30,942,632	32,520,841	39,706,025	37,622,714
Expenditures:										
General government	5,418,095	6,933,290	4,682,739	5,261,278	4,645,663	5,527,856	5,663,097	5,548,037	6,913,980	7,552,675
Transportation	3,284,494	2,205,053	1,763,179	3,878,417	2,957,433	7,843,584	3,789,395	5,397,342	3,579,974	5,126,060
Public Safety	2,989,958	6,001,028	6,290,692	7,212,960	6,806,024	7,261,412	8,419,289	8,417,417	8,294,453	8,897,743
Community and Economic Development	1,188,113	1,195,419	1,348,168	1,393,166	1,647,233	2,093,998	1,909,356	1,944,541	2,305,823	1,913,912
Public Works	20,486,971	4,782,402	3,046,655	5,200,179	2,508,871	2,878,556	5,095,018	6,583,461	21,391,770	7,807,993
Culture and recreation	3,006,711	3,199,093	3,553,936	4,603,674	3,666,343	4,355,260	3,850,273	4,454,925	5,873,850	6,096,908
Debt service:										
Principal retirement	1,970,935	2,080,831	1,631,519	1,677,316	1,730,414	2,023,410	2,092,158	3,163,725	505,000	1,820,000
Interest	597,713	492,348	436,756	378,828	320,300	328,821	257,491	200,552	701,151	737,569
Issuance costs	-	-	-	-	66,250	-	-	116,995	94,317	-
Total Expenditures	38,942,990	26,889,464	22,753,644	29,605,818	24,348,531	32,312,897	31,076,077	35,826,995	49,660,318	39,952,860
Excess (Deficiency) of Revenues Over Expenditures	(15,617,337)	(2,148,555)	1,761,527	(1,522,295)	3,567,955	(2,974,854)	(133,445)	(3,306,154)	(9,954,293)	(2,330,146)
Other Financing Sources (Uses):										
Proceeds from sale of fixed assets	8,118	-	-	41,150	-	-	-	901,390	-	1,206,813
Intergovernmental awards	-	-	16,758	119,533	23,674	-	-	-	-	-
Bond proceeds	-	-	-	-	3,070,000	-	-	10,000,000	12,200,000	-
Transfers in	20,694,380	6,434,299	4,440,871	5,961,097	5,056,688	5,780,647	5,440,825	6,225,672	10,930,789	7,166,162
Transfers (out)	(3,341,962)	(2,884,965)	(3,311,756)	(4,030,781)	(4,682,860)	(5,801,670)	(5,173,825)	(4,623,774)	(9,487,065)	(6,531,867)
Total Other Financing Sources (Uses)	17,360,536	3,549,334	1,145,873	2,090,999	3,467,502	(21,023)	267,000	12,503,288	13,643,724	1,841,108
Net change in fund balances	\$ 1,743,199	\$ 1,400,779	\$ 2,907,400	\$ 568,704	\$ 7,035,457	\$ (2,995,877)	\$ 133,555	\$ 9,197,134	\$ 3,689,431	\$ (489,038)
Debt Service as a percentage of noncapital expenditures	6.60%	9.57%	9.09%	6.95%	8.42%	7.28%	8.97%	11.89%	4.18%	9.08%

City of Glenwood Springs, Colorado
History of General Fund Revenues, Expenditures, and Changes in Fund Balance
Last Ten Years

	<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>
Revenues:										
Taxes	\$ 6,799,846	\$ 7,090,341	\$ 7,253,024	\$ 7,963,469	\$ 8,454,280	\$ 8,770,582	\$ 8,801,574	\$ 9,322,439	\$ 10,396,138	\$ 11,472,157
Licenses and permits	156,624	153,498	187,763	157,767	263,463	218,967	287,457	245,793	420,082	328,625
Intergovernmental	1,127,973	1,226,672	1,091,811	1,263,997	1,358,781	1,209,316	1,075,237	1,319,988	1,254,674	1,782,518
Charges for services	1,421,661	1,513,890	1,610,414	1,609,093	1,610,557	1,715,393	1,684,414	1,706,358	1,754,877	829,447
Investment income	16,334	16,778	14,636	13,675	20,054	26,556	41,868	87,033	152,643	153,345
Other Revenue	2,688,725	2,769,863	2,482,967	2,965,500	2,873,681	2,462,401	3,047,735	2,923,036	3,158,961	2,886,710
Total Revenues	<u>12,211,163</u>	<u>12,771,042</u>	<u>12,640,615</u>	<u>13,973,501</u>	<u>14,580,816</u>	<u>14,403,215</u>	<u>14,938,285</u>	<u>15,604,647</u>	<u>17,137,375</u>	<u>17,452,802</u>
Expenditures:										
General government	2,654,788	2,882,196	2,950,819	3,201,846	3,686,671	3,862,499	4,610,582	4,508,927	5,005,523	5,621,627
Public Safety	2,954,521	3,043,074	3,153,484	3,273,558	3,275,518	3,461,024	3,725,853	3,767,540	3,971,159	3,450,251
Community Development	695,703	581,510	631,010	597,240	777,570	1,017,197	858,556	936,235	3,970,884	786,589
Public Works	1,376,308	1,329,794	1,398,549	1,479,858	1,455,594	1,700,772	1,634,076	1,768,560	969,528	1,732,603
Culture and recreation	2,838,073	3,104,795	3,069,342	3,166,990	3,317,765	3,453,714	3,450,010	3,611,195	1,910,699	3,335,191
Debt service:										
Principal retirement	180,000	240,000	215,000	220,000	225,000	230,000	230,000	235,000	240,000	250,000
Interest	109,668	54,884	40,406	35,697	30,815	25,952	20,915	15,878	-	-
Issuance costs									-	-
Total Expenditures	<u>10,809,061</u>	<u>11,236,253</u>	<u>11,458,610</u>	<u>11,975,189</u>	<u>12,768,933</u>	<u>13,751,158</u>	<u>14,529,992</u>	<u>14,843,335</u>	<u>16,067,793</u>	<u>15,176,261</u>
Excess (Deficiency) of Revenues Over Expenditures	1,402,102	1,534,789	1,182,005	1,998,312	1,811,883	652,057	408,293	761,312	1,069,582	2,276,541
Other Financing Sources (Uses):										
Proceeds from sale of assets										
Transfers in	872,348	902,108	938,958	1,037,360	2,147,460	2,264,253	2,462,163	2,582,849	2,731,664	3,942,067
Transfers out	(2,224,254)	(2,055,235)	(2,282,026)	(2,254,981)	(2,584,103)	(2,713,164)	(2,711,773)	(2,578,467)	(5,060,842)	(2,956,095)
Total Other Financing Sources (Uses)	<u>(1,351,906)</u>	<u>(1,153,127)</u>	<u>(1,343,068)</u>	<u>(1,217,621)</u>	<u>(436,643)</u>	<u>(448,911)</u>	<u>(249,610)</u>	<u>4,382</u>	<u>(2,329,178)</u>	<u>985,972</u>
Net Change in Fund Balances	<u>50,196</u>	<u>381,662</u>	<u>(161,063)</u>	<u>780,691</u>	<u>1,375,240</u>	<u>203,146</u>	<u>158,683</u>	<u>765,694</u>	<u>(1,259,596)</u>	<u>3,262,513</u>
Fund Balances - Beginning	<u>4,180,765</u>	<u>4,230,961</u>	<u>4,612,623</u>	<u>4,451,560</u>	<u>5,232,250</u>	<u>6,607,490</u>	<u>6,810,636</u>	<u>6,969,318</u>	<u>7,735,012</u>	<u>6,475,416</u>
Fund Balances - Ending	<u>\$ 4,230,961</u>	<u>\$ 4,612,623</u>	<u>\$ 4,451,560</u>	<u>\$ 5,232,250</u>	<u>\$ 6,607,490</u>	<u>\$ 6,810,636</u>	<u>\$ 6,969,318</u>	<u>\$ 7,735,012</u>	<u>\$ 6,475,416</u>	<u>\$ 9,737,929</u>

City of Glenwood Springs, Colorado
Major Revenue Sources - Governmental Funds
Last Ten Years

Year	Taxes¹	Licenses and Permits	Inter- governmental	Charges for Services²	Earnings on Investments	Other	Total
2011	15,959,019	156,624	1,882,943	2,398,821	67,608	2,860,638	23,325,653
2012	16,748,278	153,498	1,919,986	2,713,310	69,038	3,136,799	24,740,909
2013	17,233,787	187,763	1,693,414	2,740,929	71,892	2,587,386	24,515,171
2014	18,593,969	157,767	3,105,893	2,953,684	87,261	3,184,949	28,083,523
2015	19,953,205	263,463	1,950,597	2,692,056	103,968	2,953,197	27,916,486
2016	20,928,634	218,967	2,374,749	2,992,018	138,428	2,685,247	29,338,043
2017	21,253,306	287,457	2,820,205	3,118,071	188,904	3,274,689	30,942,632
2018	22,521,070	245,793	2,570,464	3,473,254	337,424	3,372,836	32,520,841
2019	24,755,209	420,082	6,244,044	3,182,428	887,124	4,217,138	39,706,025
2020	24,317,322	328,625	5,822,765	2,328,438	442,382	4,383,182	37,622,714

¹ Includes, among other tax revenues, sales taxes, real estate transfer taxes, and property taxes.

² Charges for Services are those revenues derived from services provided that are deemed to be mission-related for each fund. Examples include, but are not limited to, fees for the use of recreational facilities, building permits and sprinkler fees.

Source: City of Glenwood Springs Finance Department.

**City of Glenwood Springs, Colorado
Sales & Lodging Tax Receipts
Last Ten Years**

Year	Share of County Tax Receipts¹	2.0% General/Capital Sales Tax Receipts	1.0% Aquisition & Improvements Sales Tax Receipts	0.5% Street Sales Tax Receipts	0.2% Transportation Sales Tax Receipts	5.0% Retail Marijuana Sales Tax Receipts²	40.00% Retail Tobacco Sales Tax Receipts³	2.5% Accommodations Tax Receipts	Total Sales & Accommodations Tax Receipts
2011	201,655	7,209,593	3,604,763	1,802,382	720,899	-	-	646,349	14,185,641
2012	227,329	7,682,172	3,841,050	1,920,525	768,153	-	-	721,787	15,161,017
2013	146,961	7,863,938	3,931,933	1,965,966	786,328	-	-	756,542	15,451,668
2014	196,608	8,453,485	4,226,704	2,113,352	845,278	-	-	870,902	16,706,329
2015	209,751	9,102,131	4,551,023	2,275,512	910,137	-	-	966,315	18,014,869
2016	197,729	9,489,721	4,744,816	2,372,408	948,893	-	-	1,033,152	18,786,719
2017	223,644	9,321,708	4,660,811	2,330,405	932,093	139,024	-	1,066,922	18,674,607
2018	262,926	9,559,316	4,985,038	2,389,829	996,934	358,050	-	1,153,213	19,705,306
2019	332,227	10,804,519	5,402,195	2,701,098	1,080,359	337,438	-	1,211,106	21,868,942
2020	370,161	10,047,009	5,023,458	2,511,729	1,004,618	458,237	939,141	846,111	21,200,464

¹ 75% of Garfield County's 1% sales tax is distributed to Garfield County and 12.5% of this is distributed to municipalities within Garfield County based upon actual sales taxes collected

² Voters approved a 5% additional sales tax on Retail Marijuana Sales effective July 1, 2017

³ Voters approved a 40% additional sales tax on Retail Tobacco Sales effective January 1, 2020

Source: City of Glenwood Springs Finance Department

City of Glenwood Springs, Colorado
Sales Tax Receipts by Month
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January	902,937	959,869	1,043,132	998,007	1,122,151	1,178,036	1,205,216	1,238,850	1,292,551	1,261,296
February	870,428	950,649	945,310	970,853	1,071,493	1,137,481	1,127,360	1,116,348	1,210,394	1,266,100
March	1,087,735	1,234,559	1,189,455	1,260,135	1,382,565	1,447,251	1,506,937	1,540,052	1,610,504	1,353,815
April	934,451	1,024,331	1,006,955	1,081,261	1,184,159	1,256,435	1,274,638	1,271,035	1,416,743	929,358
May	1,012,727	1,096,328	1,151,014	1,212,986	1,307,107	1,364,645	1,389,173	1,472,703	1,494,210	1,243,696
June	1,297,523	1,373,522	1,425,356	1,505,444	1,637,258	1,792,935	1,735,001	1,836,120	1,857,670	1,704,372
July	1,235,161	1,285,250	1,334,591	1,474,355	1,579,778	1,610,220	1,640,786	1,692,971	1,806,413	1,725,942
August	1,210,415	1,319,047	1,315,199	1,448,014	1,512,112	1,582,419	1,479,105	1,628,424	1,720,856	1,570,074
September	1,247,118	1,294,018	1,328,843	1,477,296	1,559,080	1,602,024	1,485,353	1,690,439	1,781,482	1,817,182
October	1,059,152	1,090,112	1,117,357	1,286,735	1,335,404	1,390,258	1,257,979	1,450,848	1,537,369	1,690,032
November	1,012,962	1,052,012	1,104,004	1,218,414	1,272,581	1,299,571	1,297,443	1,370,571	1,403,630	1,488,989
December	1,467,028	1,532,203	1,586,951	1,705,319	1,875,115	1,894,563	1,846,026	1,957,100	1,988,796	2,143,440
Total	13,337,637	14,211,901	14,548,165	15,638,819	16,838,803	17,555,838	17,245,017	18,265,461	19,120,618	18,194,297

Source: City of Glenwood Springs Finance Department.

City of Glenwood Springs, Colorado
Assessed Value and Actual Value of Taxable Property
Last Ten Years

Fiscal Year Ended December 31¹	Valuation Base Year²	Residential Property Assessment Rate³	Residential Property⁴	Commercial Property	Other Property	Tax-Exempt Property	Assessed Value	Estimated Actual Value²	Taxable Assessed Value as a Percentage of Estimated Actual Taxable Value	Total Direct Tax Rate⁵
2011	2010	7.96%	77,441,520	128,817,580	13,530,700	44,229,260	219,789,800	1,463,744,510	15.02%	4.654
2012	2010	7.96%	77,448,280	127,863,350	13,621,240	46,104,250	218,932,870	1,460,851,590	14.99%	7.051
2013	2012	7.96%	59,595,360	111,423,190	12,779,800	41,567,910	183,798,350	1,191,905,290	15.42%	7.022
2014	2012	7.96%	59,631,880	112,758,290	12,502,140	43,550,850	184,892,310	1,197,197,420	15.44%	6.126
2015	2014	7.96%	79,222,880	119,653,680	15,073,930	41,709,180	213,950,490	1,459,859,080	14.66%	6.179
2016	2014	7.20%	79,349,540	120,509,730	15,291,150	41,231,070	215,150,420	1,465,151,350	14.68%	6.179
2017	2016	7.20%	85,378,000	130,580,170	14,504,600	41,772,560	230,462,770	1,686,096,730	13.67%	8.615
2018	2016	7.20%	86,583,330	129,335,600	12,601,500	43,734,500	228,520,430	1,691,982,580	13.51%	8.704
2019	2018	7.20%	94,774,060	141,670,600	15,300,320	47,992,600	251,744,980	1,866,782,920	13.49%	8.704
2020	2018	7.20%	97,420,930	141,806,630	12,143,020	48,585,070	250,245,930	1,889,506,100	13.24%	8.603

¹ Property taxes levied on the valuation for the year indicated are collected in the following year.

² Actual value is reappraised biennially from sales that occurred in the 24 month period ending June 30 of the indicated valuation base year.

³ Residential property is assessed at the indicated assessment rate of actual value. All other property is assessed at 29% of actual value.

⁴ Residential property is valued at 100% of market value; all other property is valued considering the income, cost and market approaches to appraisal.

⁵ Per \$1,000 of assessed valuation.

Source: Garfield County Assessor

**City of Glenwood Springs, Colorado
Property Tax Levies and Collections
Last Ten Years**

Collection Year	Collected within the Fiscal Year Following the Levy			Total Collections to Date		
	Taxes Levied for the Fiscal Year	Amount Collected	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy
2011	1,048,884	1,042,256	99.37%	71	1,042,327	99.37%
2012	1,053,493	1,048,818	99.56%	950	1,049,768	99.65%
2013	1,010,999	1,005,179	99.42%	346	1,005,525	99.46%
2014	1,288,579	1,280,308	99.36%	4,812	1,285,120	99.73%
2015	1,293,413	1,290,826	99.80%	390	1,291,216	99.83%
2016	1,306,130	1,304,024	99.84%	488	1,304,512	99.88%
2017	1,324,510	1,322,175	99.82%	77	1,322,253	99.83%
2018	1,493,801	1,493,403	99.97%	450	1,493,853	100.00%
2019	1,955,138	1,932,535	98.84%	856	1,933,391	98.89%
2020	2,179,862	2,133,685	97.88%	-	2,133,685	97.88%

Source: City of Glenwood Finance Department

**City of Glenwood Springs, Colorado
Direct and Overlapping Property Tax Rates
Last Ten Years**

(rate per \$1,000 of assessed value)

Tax Year	General Mill Levy				Refund / Abatements	Total Direct Tax Rate
	General Fund	Approved Increase ¹	Bond Fund	Capital		
2011	2.603	-	1.344	0.863	0.042	4.852
2012	2.602	-	1.176	0.857	0.019	4.654
2013	2.603	2.000	1.399	1.013	0.036	7.051
2014	2.603	2.000	1.389	1.004	0.026	7.022
2015	2.046	2.000	1.200	0.865	0.015	6.126
2016	2.137	2.000	1.170	0.862	0.010	6.179
2017	2.603	2.000	1.093	0.804	0.013	6.513
2018	8.603	-	-	-	0.012	8.615
2019	8.603	-	-	-	0.101	8.704
2020	8.603	-	-	-	0.097	8.700

Tax Year	Overlapping Rates						
	Garfield County	Colorado River Water Conservation	West Divide Water Conservation	Glenwood Springs Improvement District	RE-1 School District	Colorado Mountain College	Garfield County Public Library District
2011	13.655	0.228	0.042	2.458	39.589	3.997	1.000
2012	13.655	0.242	0.041	2.460	38.388	3.997	1.000
2013	13.655	0.254	0.041	2.484	42.445	3.997	1.000
2014	13.655	0.253	0.039	2.459	42.149	3.997	1.000
2015	13.655	0.243	0.039	2.291	46.300	3.997	1.000
2016	13.655	0.253	0.039	2.308	45.245	3.997	1.000
2017	13.655	0.254	0.039	2.138	44.038	3.997	1.001
2018	13.655	0.256	0.037	2.224	44.041	3.997	1.072
2019	13.655	0.235	0.038	2.022	42.903	4.013	2.505
2020	13.655	0.502	0.039	2.043	42.030	4.013	2.505

¹Voters approved a 2 mill levy increase for 5 years

² Voters approved a combined General mill levy in 2018

Source: Garfield County Treasurer

**City of Glenwood Springs, Colorado
Principal Property Tax Payers
Current Year and Nine Years Ago**

Taxpayer	2020			2011		
	Assessed Value	Rank	Percentage of Total City Assessed Value	Assessed Value	Rank	Percentage of Total City Assessed Value
Bank Of Colorado	\$2,744,130	1	1.10%			
Green Leaf Lofts Llc	2,702,440	2	1.08%			
Glenwood Hot Springs Lodge & Pool Inc	2,674,300	3	1.07%	\$1,807,184	3	4.29%
Sre Colorado 8 Llc	2,314,870	4	0.93%	-		
Weingarten Miller Glenwood Llc	2,258,980	5	0.90%	2,962,252	1	9.05%
Terrapin Glenwood 401 Llc	2,068,450	6	0.83%	-		
Iron Mountain Hot Springs Llc	2,032,100	7	0.81%	-		
Sopris Suites, Llc	2,031,320	8	0.81%	1,812,376	2	4.27%
Weingarten Miller Glenwood Llc	1,998,010	9	0.80%	-		
Valley View Hospital Associates	1,962,850	10	0.78%	1,570,280	4	4.79%
Wal-Mark Real Estate Business Trust				1,075,373	5	3.28%
Qwest Corporation TL393				1,065,854	6	3.25%
Glenwood Springs Mall LLLP				1,029,198	7	3.14%
Glenwood Hot Springs Lodge & Pool Inc				951,435	8	2.91%
Lowe's HIW, Inc				934,796	9	2.85%
Glenwood Properties				911,615	10	2.78%
Total	\$ 22,787,450		9.11%	\$ 14,120,363		40.63%

Source: Garfield County Assessor

**City of Glenwood Springs, Colorado
Ten Largest Sales Tax Remitters
Current Year and Five Years Ago**

2020	
Business Name¹	Industry
Amazon.com Services	Miscellaneous Retail
City Market	Food and Drug
Garfield County	Automobile
Hot Springs Lodge & Pool	Lodging
Hotel Colorado	Lodging
Lowe's Home Centers, LLC	Building
Marshalls	Apparel and Accessories
Natural Grocers	Food and Drug
Target	Department Store
Walmart, Inc.	Department Store

2015	
Business Name¹	Industry
City Market	Food and Drug
Garfield County	Automobile
Hot Springs Lodge & Pool	Lodging
Lowe's Home Centers, LLC	Building
Ross	Department Store
Safeway	Food and Drug
Sports Authority	Sporting Goods
Target	Department Store
Vitamin Cottage	Food and Drug
Walmart, Inc.	Department Store

¹ Businesses' names are listed in alphabetic order.
Source: City of Glenwood Springs Finance Department.

City of Glenwood Springs, Colorado
Taxable Retail Sales by Industry
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Contractors	\$ 420,172	\$ 566,849	\$ 366,016	\$ 478,337	\$ 580,531	\$ 1,317,354	\$ 1,221,802	\$ 1,667,027	\$1,525,311	\$1,598,011
Transportation:Passenger/Freight/Storage	89,854	60,341	54,011	84,648	80,218	124,209	141,407	133,649	144,510	194,836
Travel Agencies	2,730	1,784	1,405	1,405	828	1,656	594	595	1,464	936
Communications Svcs - Cell, Phone, Cable	13,309,535	13,142,599	12,254,316	12,742,772	13,669,673	15,502,099	15,091,222	14,001,054	13,359,617	11,897,553
Utilities: Gas/Water/Elect	6,138,234	6,250,260	6,802,259	7,514,382	8,183,489	8,227,960	8,998,299	10,658,541	11,339,457	10,587,044
Wholesale	125,510	111,732	129,362	265,145	579,621	1,001,002	958,192	1,627,433	2,082,855	3,444,395
Building:Supplies, Paint, Nurseries	31,798,802	33,837,943	37,057,763	40,758,195	45,768,909	49,969,129	50,027,127	53,397,676	58,706,518	66,758,977
Department, Variety Stores	80,584,673	80,220,960	78,359,016	78,534,805	80,247,342	80,096,298	77,313,629	79,666,837	78,691,483	82,838,256
Food Suppliers	49,608,809	50,424,422	51,693,869	54,388,923	56,936,334	57,729,346	55,677,077	59,192,892	59,843,211	56,168,273
Auto: Dealers, Gas Stations, Parts, Wash	34,525,911	38,253,729	40,205,939	46,962,093	54,901,747	55,174,768	56,217,858	56,475,714	60,240,940	62,257,325
Apparel & Accessories	9,704,844	15,277,545	15,495,223	15,916,638	16,605,153	17,153,031	18,110,891	19,449,091	26,207,891	20,819,606
Furnishings: Furn, Carpet, Appl, Comptrs	7,616,090	8,300,109	7,636,140	8,694,991	8,245,742	8,149,252	7,901,883	8,036,044	8,566,602	7,332,268
Restaurants, Bars, Caterers	46,441,282	49,968,608	51,627,996	55,936,652	61,510,025	63,676,165	63,082,366	69,220,539	71,457,972	55,960,853
Misc. Retail: Vending, Jewelry, Liquor	41,905,720	39,730,203	40,734,976	42,634,781	42,449,979	43,993,237	37,681,260	42,061,680	40,460,349	46,095,533
Financial: Banks,Invstmnts,Leasing,Mort	829,593	1,089,521	981,329	1,140,070	1,405,501	1,329,660	1,355,019	1,740,219	1,599,828	1,383,572
Insurance	46,111	75,122	64,789	54,432	55,636	39,892	33,332	24,329	17,882	15,125
Real Estate: Prop Mgt,Condo Assn,Realtor	4,459	14,703	7,432	13,378	25,095	25,342	46,179	18,358	29,048	55,767
Lodging	29,169,871	32,311,722	33,756,515	38,543,395	43,517,275	46,683,042	47,566,309	49,909,637	52,756,644	34,879,870
Short term rental	-	-	-	-	-	-	-	-	2,018,154	1,899,073
Personal Svcs: Laundry, Salons, Photog	1,209,797	1,217,598	1,421,139	1,441,848	1,595,818	1,431,204	1,306,683	1,287,546	1,463,447	1,324,654
Business Svcs: Advert, Copy, Int Design	4,864,358	6,107,210	6,110,768	6,192,733	5,899,402	6,742,795	7,640,602	6,808,777	7,044,364	6,370,030
Recreation & Amusements	1,425,680	1,390,708	1,514,211	1,281,215	1,664,062	2,359,334	2,594,102	2,875,636	2,942,671	1,972,422
Health Services	1,852,835	1,770,483	2,469,832	2,185,670	2,144,788	2,350,212	2,191,717	2,577,191	2,580,966	2,275,885
Schools/Educational	7,496	7,700	12,449	20,649	17,294	21,662	37,053	37,753	29,712	29,952
Social Svcs	5,806	6,027	9,838	28,405	21,625	20,344	3,218	8,972	2,788	7,579
Membership Organ: Church, Civic, Social	526,045	459,560	477,959	497,727	736,301	645,610	589,198	553,095	755,946	289,075
Professionals: Acctng,Eng,Legal,Mgmt	264,671	282,649	310,432	269,326	293,916	354,906	232,879	422,303	153,039	85,445
Misc. Services: Artists, Scientific	38,398	44,433	44,122	37,568	69,691	187,009	106,972	211,055	374,060	382,833
Other: Non-Licensed	2,021,332	2,131,393	2,116,602	1,132,043	1,638,261	3,326,848	3,099,478	3,514,872	5,674,435	5,505,957
Temporary/Special Event Vendor ¹	-	28,056	34,105	39,247	48,432	149,479	143,106	252,351	369,407	490,753
Marijuana ¹	-	1,021,459	1,449,541	4,879,311	6,301,182	6,704,972	6,712,096	6,204,216	6,332,882	7,314,872
Total Taxable Sales	\$ 364,538,617	\$ 384,105,429	\$ 393,199,355	\$ 422,670,785	\$ 455,193,872	\$ 474,487,618	\$ 466,081,550	\$ 493,661,099	516,773,452	\$ 490,236,731

¹ In 2012, the City began reporting the sales in a separate category

Source: City of Glenwood Springs Finance Department

City of Glenwood Springs, Colorado
Legal Debt Margin Information
Last Ten Years
(in thousands)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt Limit	\$ 6,594	\$ 6,568	\$ 5,514	\$ 5,547	\$ 6,419	\$ 6,455	\$ 6,914	\$ 6,856	\$ 7,552	\$ 7,507
Total net debt applicable to limit	4,337	3,602	3,299	2,573	2,038	1,466	899	490	250	-
Legal Debt Margin	<u>\$ 2,256</u>	<u>\$ 2,966</u>	<u>\$ 2,215</u>	<u>\$ 2,973</u>	<u>\$ 4,381</u>	<u>\$ 4,989</u>	<u>\$ 6,015</u>	<u>\$ 6,366</u>	<u>\$ 7,302</u>	<u>\$ 7,507</u>

**City of Glenwood Springs, Colorado
Outstanding Debt by Type
Last Ten Years**

Fiscal Year	Governmental Activities			Business-Type Activities		Total Government	Percentage of Estimated Personal Income	Per Capita
	General Obligation Bonds	Sales and Use Tax Revenue Bonds	Colorado SIB Loan	Electric Revenue Bonds	Water and Sewer Revenue Loan			
2011	4,337,391	9,645,518	163,716	-	30,394,550	44,541,175	7.91%	4,615
2012	3,602,213	8,737,883	-	-	29,313,175	41,653,271	6.29%	4,255
2013	3,299,032	7,340,000	-	-	28,221,250	38,860,282	5.53%	3,963
2014	2,573,378	6,328,093	-	-	27,097,675	35,999,146	5.06%	3,653
2015	2,037,964	8,060,000	-	-	25,953,000	36,050,964	4.93%	3,606
2016	1,465,883	6,585,000	-	-	24,781,950	32,832,833	4.37%	3,314
2017	898,725	5,060,000	-	-	23,573,974	29,532,699	3.93%	2,981
2018	490,000	12,305,000	-	-	22,329,074	35,124,074	4.65%	3,526
2019	250,000	24,240,000	-	-	21,047,250	45,537,250	5.62%	4,563
2020	-	22,670,000	-	9,122,000	19,717,950	51,509,950	6.25%	5,170

Source: City Finance Department

**City of Glenwood Springs, Colorado
Ratios of Bonded Debt Outstanding by Type
Last Ten Years**

Fiscal Year	General Obligation Bonds	Sales and Use Tax Revenue Bonds	Colorado SIB Loan	Enterprise Revenue Bonds	Total Bonded General Obligation Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
2011	4,337,391	9,645,518	163,716	30,394,550	4,337,391	1.97%	449
2012	3,602,213	8,737,883	-	29,313,175	3,602,213	1.65%	368
2013	3,299,032	7,340,000	-	28,221,250	3,299,032	1.79%	336
2014	2,573,378	6,328,093	-	27,097,675	2,573,378	1.39%	261
2015	2,037,964	8,060,000	-	25,953,000	2,037,964	0.95%	204
2016	1,465,883	6,585,000	-	24,781,950	1,465,883	0.68%	148
2017	898,725	5,060,000	-	23,573,974	898,725	0.39%	91
2018	490,000	12,305,000	-	22,329,074	490,000	0.21%	49
2019	250,000	24,240,000	-	21,047,250	250,000	0.10%	25
2020	-	22,670,000	-	28,839,950	-	0.00%	-

Source: City of Glenwood Springs Finance Department

City of Glenwood Springs, Colorado
Direct and Overlapping Governmental Activities Debt
As of 12/31/2019
(in thousands)

<u>Overlapping Debt</u>	<u>Outstanding Debt²</u>	<u>Estimated Percentage Applicable¹</u>	<u>Estimated Share of Overlapping Debt</u>
Roaring Fork School District	\$ 177,700	35.544%	\$ 63,162
Glenwood Meadows Metro District No. 3	8,534	100.000%	8,534
Total Overlapping Debt	<u>\$ 186,234</u>		<u>71,696</u>
City of Glenwood Springs Direct Debt			<u>22,670</u>
Total Direct and Overlapping Debt			<u>\$ 94,366</u>

¹ For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

² Outstanding debt includes all long-term debt instruments of the governmental activities, including bonds, notes, certificates of participation, loans, and capital leases.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Glenwood Springs. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and the businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Source: Assessed value data used to estimate applicable percentages provided by the Garfield County Assessor. Debt outstanding provided by each governmental unit.

**City of Glenwood Springs, Colorado
Pledged Revenue Coverage
Last Ten Years**

Fiscal Year	Sales and Use			Total Pledged Revenues	Debt Service		
	Tax Revenue Bonds ^{1 4}	Electric Revenue ²	Water and Sewer Revenue ³		Principal	Interest	Coverage
2011	3,604,763	9,315,755	4,697,538	17,618,056	2,445,550	1,213,382	4.82
2012	3,841,050	9,844,504	5,350,696	19,036,250	2,171,375	1,191,472	5.66
2013	3,931,933	-	5,102,858	9,034,791	2,216,925	1,159,868	2.68
2014	4,226,704	-	5,390,156	9,616,860	2,278,575	1,100,020	2.85
2015	4,551,023	-	5,974,846	10,525,869	2,339,675	1,039,893	3.11
2016	4,744,816	-	6,623,843	11,368,659	2,646,050	1,045,283	3.08
2017	6,991,216	-	6,619,310	13,610,526	2,732,975	971,673	3.67
2018	7,374,867	-	6,531,139	13,906,006	3,999,900	885,937	2.85
2019	8,103,293	-	6,677,657	14,780,950	1,546,825	730,979	6.49
2020	7,535,187	14,848,967	6,755,337	29,139,491	1,604,300	756,153	12.34

¹ The City 1999 and 2010 Sales and Use Tax revenue bonds pledged revenues from the 1.0% tax within the City Acquisition & Improvement Fund. The 2010 issuance refunded the 1999 bonds. The City 2015 Sales and Use Tax revenue bonds pledged revenues from the 0.5% tax within the City Street Tax Fund.

² The City Electric Revenue Bonds were repaid in full in 2011.

³ The City 2003 Water and Sewer Revenue Refunding Bonds were repaid in 2010 and the Water and Sewer Revenue Loan were issued in 2010.

⁴ The City 2010 Sales and Use Tax Revenue Bonds were paid off in 2018.

**City of Glenwood Springs, Colorado
Demographic and Economic Statistics
Last Ten Years**

Fiscal Year	Population¹	Estimated Personal Income (in thousands)	Per Capita Income²	Unemployment Rate³
2011	9,535	548,453	57,520	13.6%
2012	9,651	563,097	58,346	10.3%
2013	9,789	661,736	67,600	7.4%
2014	9,807	702,897	71,673	6.1%
2015	9,855	712,073	72,255	4.0%
2016	9,998	730,854	73,100	3.6%
2017	9,908	751,680	75,866	2.8%
2018	9,962	755,777	75,866	3.2%
2019	9,979	810,913	81,262	2.7%
2020	9,963	823,571	82,663	6.0%

¹ State of Colorado, Department of Local Affairs, Division of Local Government, Denver, Colorado

² Bureau of Economic Analysis

**City of Glenwood Springs, Colorado
Principal Employers
Current Year and Nine Years Ago**

Employer	Type of Business	2020			2011		
		Employee Range	Rank	Estimated Percentage of Total City Employment	Employee Range	Rank	Estimated Percentage of Total City Employment
Valley View Hospital	Healthcare	1000-1250	1	16%	500-999	1	11%
Lowe's Home Improvement	Retail	250-499	2	5%	250-499	5	5%
Walmart	Retail	250-499	3	5%	250-499	3	5%
City Market	Retail	250-499	4	5%	250-499	7	5%
Colorado Mountain College	Schools	250-499	5	5%	250-499	2	5%
Target	Retail	250-499	6	5%	250-499	4	5%
Glenwood Caverns	Attraction	100-249	7	3%	100-249		
**Glenwood Hot Springs Resort	Attraction	100-249	8	3%	100-249	9	3%
Roaring Fork School District RE-1	Schools	100-249	9	3%	100-249		
City of Glenwood Springs	Government	100-249	10	3%	100-249	8	3%
Sports Authority	Retail	100-249			100-249	10	3%
Safeway Store	Retail	100-249			100-249	6	3%

*The State of The State of Colorado is not legally permissible to report the exact number of employees by employer. Instead, they provide the number of employees of each within a range. With that in mind, Glenwood Springs is electing to present the names of the top ten principal employers and the number of employees of each within that range.

** Includes pool, athletic club and lodge

Source: Colorado Department of Labor Website

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

Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General government	31.0	30.8	31.0	30.8	31.8	30.8	32.0	30.3	30.3	30.3
Public Transportation	68.0	64.0	59.3	59.3	61.3	65.4	64.7	63.7	63.3	61.3
Public Safety	8.0	6.0	6.0	6.0	7.0	7.0	7.3	6.5	6.5	6.5
Public Works	20.9	19.9	19.9	19.9	21.0	21.0	21.5	21.5	23.0	20.0
Culture and Recreation	28.0	27.0	27.0	26.0	26.0	26.0	25.2	28.2	30.2	26.0
Water	17.5	16.5	16.2	17.5	17.2	17.2	17.0	19.8	19.8	17.0
Electric	16.0	15.0	15.5	16.0	13.3	13.3	15.3	15.3	15.3	15.3
Airport	0.7	0.6	0.6	0.6	0.2	0.2	0.2	0.2	0.2	0.2
Broadband	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	6.5
Landfill	4.8	3.8	3.8	3.8	3.6	3.6	3.6	5.0	5.0	9.0
Total:	194.87	183.55	179.25	179.84	181.36	184.29	186.65	190.27	193.5	192.1

Estimated by actual employment as of 12/31/2020
Source: City of Glenwood Springs Finance Department

**City of Glenwood Springs, Colorado
Operating Indicators by Function/Program
Last Ten Years**

	<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>
General Government										
Building permits issued	338	330	319	363	327	332	388	435	533	349
Total permit valuation & letters of completion issued	\$11,480,654	\$44,041,112	\$11,813,101	\$16,185,988	\$28,829,089	\$36,533,178	\$15,458,436	\$87,397,529	\$59,063,875	\$33,624,029
Public Safety										
Number of crimes	4,419	3,879	3,535	3,333	3,981	4,846	4,060	4,044	4,540	3,850
Traffic Citations	1,952	1,448	1,576	1,322	1,818	2,054	2,399	1,088	1,036	432
Traffic Accidents	443	538	515	592	632	686	678	561	632	422
Public Works										
Electric Residential Customers	4,593	4,597	4,635	4,677	4,680	4,683	4,702	3,936	3,946	4,301
Residential Average Monthly KWH	684	655	681	652	629	639	619	605	607	664
Electric Large Commercial Customers	77	81	72	72	88	72	91	90	90	86
Large Commercial Average KWH	55,495	52,455	64,658	60,645	61,650	60,650	52,397	49,031	41,362	41,233
Total KWH Purchased (in '000s)	130,299	130,437	129,755	128,480	128,861	127,200	125,617	129,934	130,848	127,696
Residential Water Meters	2,943	2,950	2,947	2,957	2,958	2,959	2,969	2,981	2,997	3,007
Total Residential Consumption ('000 gallons)	315,638	379,254	351,819	328,952	324,963	329,707	331,818	385,563	352,272	376,186
Commercial Water Meters	462	460	460	468	474	477	482	493	491	490
Total Commercial Consumption ('000 gallons)	165,762	188,363	168,213	173,461	182,227	183,999	176,460	190,808	185,269	186,448
Transit										
Passengers										
Free bus routes										

Source: City of Glenwood Springs Departmental Data

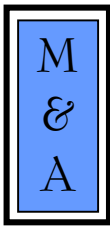
City of Glenwood Springs, Colorado
Capital Asset Statistics by Program
Last Ten Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Parks and Recreation										
Number of Zoned Parks	22	23	23	23	25	25	26	27	27	27
Estimated Bike Paths (linear miles)	20	20	20	24	24	24	27	32	34	38
Estimated unpaved trails (linear miles)	9	9	9	11	11	11	14	15	17	17
Public Safety										
Police Stations	1	1	1	1	1	1	1	1	1	1
Licensed Police Vehicles	16	16	16	17	18	22	19	20	20	21
Fire Stations	2	2	2	2	2	2	2	2	2	2
Rural Fire District Stations	1	1	1	1	1	1	1	1	1	1
										2162
Public Works										
Streets (lane miles)	86	86	86	86	86	86	86	86	86	86
Street lights	590	605	605	610	614	618	618	618	618	618
										86
										624
Transit										
Ride Glenwood Bus Stops	20	20	20	20	23	24	24	24	24	24
Utility										
Electric sub stations	3	3	3	3	3	3	3	3	3	3
										24
										3

Source: City of Glenwood Springs Departmental Data

SINGLE AUDIT REPORTS AND SCHEDULES





MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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INDEPENDENT AUDITOR'S 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

**To the Members of City Council
City of Glenwood Springs
Glenwood Springs, Colorado**

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Glenwood Springs (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 and have issued our report thereon dated September 30, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit on 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 opinions 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 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.

Member: American Institute of Certified Public Accountants

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**INDEPENDENT AUDITOR'S REPORT
To the Members of City Council
City of Glenwood Springs**

Compliance and Other Matters

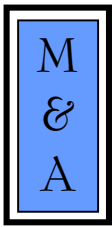
As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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.

McMahan and Associates, L.L.C.

**McMahan and Associates, L.L.C.
September 30, 2021**



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

**To the Members of City Council
City of Glenwood Springs
Glenwood Springs, Colorado**

Report on Compliance for Each Major Program

We have audited the City of Glenwood Springs's (the "City") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2020. The City's major federal programs are 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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (the "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 each major federal program. However, our audit does not provide a legal determination on the City's compliance with those requirements.

Member: American Institute of Certified Public Accountants

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**INDEPENDENT AUDITOR's REPORT
To the Members of City Council
City of Glenwood Springs**

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 each of its major federal programs 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, we considered the City's internal control over compliance with types of requirements that could have a direct and material effect on each major federal program to determine our auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each 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 or on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a 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 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 the 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. 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 in 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.

McMahan and Associates, L.L.C.
McMahan and Associates, L.L.C.
September 30, 2021

City of Glenwood Springs, Colorado
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2020

Part I – Summary of Auditor’s Results

Financial Statements:

Type of auditor’s report issued Unmodified

Internal control over financial reporting:

Material weakness identified	None noted
Significant deficiency identified	None noted
Noncompliance material to financial statements noted	None noted

Federal Awards:

Internal control over major programs:

Material weakness identified	None noted
Significant deficiency identified	None noted
Type of auditor’s report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations Part 200	No

Major programs:

Bus and Bus Facilities Formula Program	ALN #20.526
Coronavirus Relief Funds	ALN #21.109
Assistance to Firefighters	ALN #97.044

Dollar threshold used to identify Type A from Type B programs: \$750,000

Identified as low-risk auditee Yes

Part II – Findings Related to Financial Statements

Findings related to financial statements as required by *Government Auditing Standards* None noted

Auditor-assigned reference number Not applicable

Part III – Findings Related to Federal Awards

Internal control findings None noted

Compliance findings None noted

Questioned costs None noted

Auditor-assigned reference number Not applicable

City of Glenwood Springs
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2020
(continued)

There were no findings for the fiscal year ended December 31, 2019.

**City of Glenwood Springs
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020**

Program Title	Federal ALN Number	Pass-through Entity Identifying Number	Expenditures	Expenditures to Subrecipients
Bureau of Land Management:				
Wildlife Urban Interface Community Fire Assistance	15.228	N/A	\$ 10,000	
Total Bureau of Land Management			<u>10,000</u>	
Department of Homeland Security:				
Assistance to Firefighters	97.044	EMW-2019-FG-06454	918,214	\$ 715,023
Total Department of Homeland Security			<u>918,214</u>	<u>715,023</u>
Department of Justice:				
Passed through Colorado Department of Public Safety:				
High Intensity Drug Trafficking Assistance	95.001	N/A	64,789	
Total Department of Justice			<u>64,789</u>	
Department of Transportation:				
Passed through Colorado Department of Transportation:				
Highway Planning and Construction	20.205	16-HA3-ZH-00021	A 1,854,198	
Bus and Bus Facilities Formula Program - Section 5339	20.526	19-HTR-ZL-00033	B 444,087	
<u>Formula Grants for Rural Areas - Section 5311 :</u>				
Formula Grants for Rural Areas - Section 5311	20.509	20-HTR-ZL-03106	306,020	
COVID-19 - Formula Grants for Rural Areas - Section 5311	20.509	20-HTR-ZL-03244	381,388	
Total - Formula Grants for Rural Areas - Section 5311			<u>687,408</u>	
National Infrastructure Investments	20.933	N/A	76,845	
Total Department of Transportation			<u>3,062,538</u>	
Department of the Treasury:				
Passed through Colorado Department of Labor:				
Coronavirus Relief Funds	21.019	CVRF CM-083	863,500	115,681
Total Department of The Treasury			<u>863,500</u>	<u>115,681</u>
Total			<u>\$ 4,919,041</u>	<u>\$ 830,704</u>
Additional Information for Clusters:				
	Amount			
A - Highway Planning and Construction Cluster	\$	1,854,198		
B - Federal Transit Cluster		444,087		

Notes to the Schedule of Expenditures of Federal Awards for the year ended December 31, 2020

Note 1. Basis of Presentation:

The Schedule of Expenditures of Federal Awards includes the federal grant activity of The City and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements on of Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Therefore some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the general purpose financial statements.

Note 2. Determining the Name of Non-cash Awards Expended:

Fair market value of assistance at the time of disbursement to the recipient, or the assessed value provided by the state or federal agency.

Note 3. Indirect Facilities and Administration costs:

The City does not use the 10% de minimis cost rate allowed in Title 2 U.S. Code of Federal Regulations (CFR) Part 200.414, indirect (F & A) costs.