

Town of Berthoud, Colorado

Financial Statements
with Independent Auditor's Report

December 31, 2021



Town of Berthoud, Colorado

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Town of Berthoud, Colorado

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**HINKLE &
COMPANY**
Strategic PC
Business Advisors

Independent Auditor's Report

Honorable Mayor and Members of the Board of Trustees
Town of Berthoud
Berthoud, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and each major fund of the Town of Berthoud, Colorado (the Town) as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Town, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and each major fund of the Town as of December 31, 2021, and the respective changes in financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

The Town's 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, and for 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists.

Office Locations:

Colorado Springs, CO
Denver, CO
Tulsa, OK

Denver Office:

750 W. Hampden Avenue
Suite 400
Englewood,
Colorado 80110
TEL: 303.796.1000
FAX: 303.796.1001
www.HinkleCPAs.com

Auditor’s Responsibilities for the Audit of the Financial Statements (Continued)

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Town of Berthoud, Colorado’s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Town of Berthoud, Colorado’s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Berthoud's basic financial statements. The supplementary information and the local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling the information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Hick & Company, PC

Englewood, Colorado
May 3, 2022



Basic Financial Statements

Town of Berthoud, Colorado
Statement of Net Position
December 31, 2021

	Governmental Activities	Business-type Activities	Totals
Assets			
Cash and Investments	\$ 39,808,014	\$ 63,830,430	\$ 103,638,444
Accounts Receivable	944,491	580,779	1,525,270
Taxes Receivable	830,753	-	830,753
Property Taxes Receivable	2,067,998	-	2,067,998
Restricted Cash	43	4,202	4,245
Capital Assets, <i>Not Being Depreciated</i>	39,871,866	29,459,425	69,331,291
Capital Assets, <i>Net of Accumulated Depreciation</i>	17,544,688	29,049,106	46,593,794
 Total Assets	 101,067,853	 122,923,942	 223,991,795
Deferred Outflows of Resources			
Loss on Debt Refunding, <i>Net of Accumulated Amortization</i>	-	59,811	59,811
Liabilities			
Accounts Payable	606,876	86,549.0	693,425
Accrued Liabilities	104,553	-	104,553
Accrued Interest Payable	66,283	90,908.0	157,191
Noncurrent Liabilities			
Due within one year	335,275	426,265.0	761,540
Due in More Than One Year	23,291,809	8,465,036.0	31,756,845
 Total Liabilities	 24,404,796	 9,068,758.0	 33,473,554
Deferred Inflows of Resources			
Deferred Property Taxes	2,172,131	-	2,172,131
 Deferred Inflows of Resources	 2,172,131	 -	 2,172,131
Net Positions			
Net Investment in Capital Assets	34,020,182	49,621,204	83,641,386
Restricted for:			
Debt Service	-	8,978,235	8,978,235
Street Paving and Maintenance	6,604,483	-	6,604,483
Open Space and Parks	1,085,707	-	1,085,707
Emergencies	228,191	-	228,191
Unrestricted	32,552,363	55,315,556	87,867,919
 Total Net Position	 \$ 74,490,926	 \$ 113,914,995	 \$ 188,405,921

Town of Berthoud, Colorado
Statement of Activities
For the Year Ended December 31, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Totals
Primary Government							
<i>Governmental Activities</i>							
General Government	\$ 2,438,882	\$ 1,453,722	\$ -	\$ -	\$ (985,160)	\$ -	\$ (985,160)
Public Safety	1,661,589	16,201	-	-	(1,645,388)	-	(1,645,388)
Public Works	1,694,415	1,729,723	482,589	-	517,897	-	517,897
Parks and Recreation	2,335,660	2,942,802	471,457	-	1,078,599	-	1,078,599
Planning	1,499,481	2,208,929	-	-	709,448	-	709,448
Transportation	163,084	34,012	-	-	(129,072)	-	(129,072)
Interest and Fiscal Charges	692,651	-	-	-	(692,651)	-	(692,651)
Total Governmental Activities	10,485,762	8,385,389	954,046	-	(1,146,327)	-	(1,146,327)
<i>Business-Type Activities</i>							
Water Utility	3,163,673	4,049,598	-	11,483,972	-	12,369,897	12,369,897
Wastewater Utility	2,651,933	3,290,749	-	2,804,056	-	3,442,872	3,442,872
Storm Water Utility	177,761	1,633,616	-	-	-	1,455,855	1,455,855
Total Business-Type	5,993,367	8,973,963	-	14,288,028	-	17,268,624	17,268,624
Total Primary Government	\$ 16,479,129	\$ 17,359,352	\$ 954,046	\$ 14,288,028	(1,146,327)	17,268,624	16,122,297
General Revenues							
Property Taxes					2,098,885	-	2,098,885
Specific Ownership Taxes					374,142	-	374,142
Sales and Use Taxes					13,944,363	-	13,944,363
Occupation Taxes					10,900	-	10,900
Franchise Taxes					110,342	-	110,342
Lodging Taxes					255	-	255
Grants and Contributions not Restricted to Specific Programs					1,410,616	-	1,410,616
Investment Income					226,298	329,624	555,922
Gain (Loss) on Disposal of Capital Assets					(14,857)	-	(14,857)
Miscellaneous					233,136	-	233,136
Transfers					332,161	(332,161)	-
Total General Revenues and Transfers					18,726,241	(2,537)	18,723,704
Change in Net Position					17,579,914	17,266,087	34,846,001
Net Position, Beginning of year					56,911,012	96,648,908	153,559,920
Net Position, End of year					\$ 74,490,926	\$ 113,914,995	\$ 188,405,921

Town of Berthoud, Colorado
Balance Sheet
Governmental Funds
December 31, 2021

	General	1% Sales Tax	Park Development	2019 1% Sales Tax	Nonmajor Governmental Funds	Totals
Assets						
Cash and Investments	\$ 17,861,190	\$ 1,931,566	\$ 2,471,917	\$ 6,026,911	\$ 11,516,473	\$ 39,808,057
Accounts Receivable	891,347	-	-	-	53,144	944,491
Taxes Receivable	-	388,219	-	388,215	54,319	830,753
Property Taxes Receivable	2,067,998	-	-	-	-	2,067,998
Total Assets	\$ 20,820,535	\$ 2,319,785	\$ 2,471,917	\$ 6,415,126	\$ 11,623,936	\$ 43,651,299
Liabilities						
Accounts Payable	\$ 133,087	\$ 10,381	\$ -	\$ 225,058	\$ 238,350	\$ 606,876
Accrued Liabilities	104,553	-	-	-	-	104,553
Total Liabilities	237,640	10,381	-	225,058	238,350	711,429
Deferred Inflows of Resources						
Deferred Property Taxes	2,172,131	-	-	-	-	2,172,131
Deferred Inflows of Resources	2,172,131	-	-	-	-	2,172,131
Fund Balances						
Restricted for:						
Street Paving and Maintenance	-	2,309,404	-	-	4,295,079	6,604,483
Open Space and Parks	-	-	-	-	1,085,707	1,085,707
Emergencies	228,191	-	-	-	-	228,191
Committed to:						
Capital Improvements	-	-	2,471,917	6,190,068	4,226,955	12,888,940
Assigned to:						
Cemetery	-	-	-	-	157,044	157,044
Transportation	-	-	-	-	1,620,801	1,620,801
Unrestricted, Unassigned	18,182,573	-	-	-	-	18,182,573
Total Fund Balances	18,410,764	2,309,404	2,471,917	6,190,068	11,385,586	40,767,739
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 20,820,535	\$ 2,319,785	\$ 2,471,917	\$ 6,415,126	\$ 11,623,936	\$ 43,651,299

Town of Berthoud, Colorado
 Reconciliation of the Balance Sheet of Governmental Funds
 to the Statement of Net Position
 December 31, 2021

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:

Total Fund Balances of Governmental Funds	\$ 40,767,739
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds	57,416,554
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds:	
Certificate of Participation	(19,885,000)
Certificate of Participation Premium	(3,511,372)
Accrued Interest Payable	(66,283)
Compensated absences payable	(230,712)
Total Net Position of Governmental Activities	\$ 74,490,926

Town of Berthoud, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2021

	General	1% Sales Tax	Park Development	2019 1% Sales Tax	Nonmajor Governmental Funds	Totals
Revenues						
Taxes	\$ 9,332,284	\$ 3,305,152	\$ -	\$ 3,307,019	\$ 594,432	\$ 16,538,887
Licenses and Permits	124,099	-	-	-	-	124,099
Intergovernmental	1,893,205	-	40,000	-	431,457	2,364,662
Charges for Services	2,946,003	-	1,837,216	510,397	2,951,473	8,245,089
Fines and Forfeitures	16,201	-	-	-	-	16,201
Investment Income	85,789	11,278	14,390	56,613	58,228	226,298
Miscellaneous	190,629	-	-	-	42,507	233,136
Total Revenues	14,588,210	3,316,430	1,891,606	3,874,029	4,078,097	27,748,372
Expenditures						
Current						
General Government	2,067,970	-	-	-	-	2,067,970
Public Safety	1,650,207	-	-	-	-	1,650,207
Public Works	934,048	-	-	2,012	28,801	964,861
Parks and Recreation	875,172	-	830,517	886,407	383,300	2,975,396
Planning	1,499,481	-	-	-	-	1,499,481
Transportation	-	-	-	-	163,084	163,084
Contributions	45,400	-	-	-	-	45,400
Capital Outlay	534,092	1,514,303	58,686	18,133,850	466,108	20,707,039
Debt Service						
Principal	-	-	-	315,000	-	315,000
Interest and Fees	-	-	-	808,000	-	808,000
Issuance Costs	-	-	-	2,757	-	2,757
Total Expenditures	7,606,370	1,514,303	889,203	20,148,026	1,041,293	31,199,195
Excess of Revenues Over (Under) Expenditures	6,981,840	1,802,127	1,002,403	(16,273,997)	3,036,804	(3,450,823)
Other Financing Sources (Uses)						
Transfers In	384,053	-	-	570,000	305,000	1,259,053
Transfers Out	(215,000)	(660,000)	-	-	(51,892)	(926,892)
Total Other Financing Sources (Uses)	169,053	(660,000)	-	570,000	253,108	332,161
Net Change in Fund Balances	7,150,893	1,142,127	1,002,403	(15,703,997)	3,289,912	(3,118,662)
Fund Balances, Beginning of year	11,259,871	1,167,277	1,469,514	21,894,065	8,095,674	43,886,401
Fund Balances, End of year	\$ 18,410,764	\$ 2,309,404	\$ 2,471,917	\$ 6,190,068	\$ 11,385,586	\$ 40,767,739

Town of Berthoud, Colorado
 Reconciliation of the Statement of Revenues, Expenditures and Changes in
 Fund Balances of Governmental Funds to the Statement of Activities
 Governmental Funds
 For the Year Ended December 31, 2021

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:

Net Change in Fund Balances of Governmental Funds	\$ (3,118,662)
<p>Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.</p>	
Capital outlay	21,473,384
Disposal of Capital Assets	(14,857)
Depreciation expense	(1,138,178)
<p>Repayments of debt principal are expenditures in governmental funds, but the repayments reduce long-term liabilities in the statement of net position and do not affect the statement of activities.</p>	
COP payment	315,000
<p>Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position and does not affect the statement of activities. This is the net effect of these differences in the treatment of long-term debt and related items.</p>	
Amortization of COP Premiums	115,764
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>	
Accrued Interest Payable	2,342
Compensated absences payable	(54,879)
	17,579,914
Change in Net Position of Governmental Activities	\$ <u>17,579,914</u>

Town of Berthoud, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2021

	Water	Wastewater	Storm Water	Totals
Assets				
<i>Current Assets</i>				
Cash and Investments	\$ 40,006,372	\$ 19,265,288	\$ 4,558,770	\$ 63,830,430
Accounts Receivable	230,339	296,425	54,015	580,779
Restricted Cash	1,265	2,937	-	4,202
Total Current Assets	<u>40,237,976</u>	<u>19,564,650</u>	<u>4,612,785</u>	<u>64,415,411</u>
<i>Noncurrent Assets</i>				
Capital Assets, <i>Not Being Depreciated</i>	29,204,449	200,527	54,449	29,459,425
Capital Assets, <i>Net of Accumulated Depreciation</i>	11,059,993	16,644,842	1,344,271	29,049,106
Total Noncurrent Assets	<u>40,264,442</u>	<u>16,845,369</u>	<u>1,398,720</u>	<u>58,508,531</u>
Total Assets	<u>80,502,418</u>	<u>36,410,019</u>	<u>6,011,505</u>	<u>122,923,942</u>
Deferred Outflows of Resources				
Loss on Debt Refunding, <i>Net of Accumulated Amortization</i>	-	59,811	-	59,811
Liabilities				
<i>Current Liabilities</i>				
Accounts Payable	70,976	15,573	-	86,549
Accrued Interest Payable	12,199	78,709	-	90,908
Current Portion of Noncurrent Liabilities				
Note Payable	51,265	-	-	51,265
Bonds Payable	-	375,000	-	375,000
Total Current Liabilities	<u>134,440</u>	<u>469,282</u>	<u>-</u>	<u>603,722</u>
<i>Noncurrent Liabilities</i>				
Compensated Absences	1,987	1,987	-	3,974
Note Payable	353,499	-	-	353,499
Bonds Payable	-	8,107,563	-	8,107,563
Total Noncurrent Liabilities	<u>355,486</u>	<u>8,109,550</u>	<u>-</u>	<u>8,465,036</u>
Total Liabilities	<u>489,926</u>	<u>8,578,832</u>	<u>-</u>	<u>9,068,758</u>
Net Position				
Net Investment in Capital Assets	39,401,934	8,218,279	1,344,271	48,964,484
Restricted for Debt Service	416,963	8,561,272	-	8,978,235
Unrestricted	40,193,595	11,111,447	4,667,234	55,972,276
Total Net Position	<u>\$ 80,012,492</u>	<u>\$ 27,890,998</u>	<u>\$ 6,011,505</u>	<u>\$ 113,914,995</u>

Town of Berthoud, Colorado
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2021

	Water	Wastewater	Storm Water	Totals
Operating Revenues				
Charges for Services	\$ 4,049,598	\$ 3,290,749	\$ 1,633,616	\$ 8,973,963
Total Operating Revenues	<u>4,049,598</u>	<u>3,290,749</u>	<u>1,633,616</u>	<u>8,973,963</u>
Operating Expenses				
Operations and Maintenance	2,579,422	1,338,472	75,857	3,993,751
Depreciation	567,574	927,409	101,904	1,596,887
Total Operating Expenses	<u>3,146,996</u>	<u>2,265,881</u>	<u>177,761</u>	<u>5,590,638</u>
Net Operating Income	<u>902,602</u>	<u>1,024,868</u>	<u>1,455,855</u>	<u>3,383,325</u>
Nonoperating Revenues (Expenses)				
Investment Income	202,898	103,771	22,955	329,624
Debt Interest and Fiscal Charges	(16,677)	(386,052)	-	(402,729)
Total Nonoperating Revenues (Expenses)	<u>186,221</u>	<u>(282,281)</u>	<u>22,955</u>	<u>(73,105)</u>
Net Income Before Capital Contributions and Transfers	1,088,823	742,587	1,478,810	3,310,220
Capital Contributions and Transfers				
Water Dedication Fees	8,386,055	-	-	8,386,055
System Investment Fees	3,097,917	2,804,056	-	5,901,973
Transfers In	382,584	702,324	-	1,084,908
Transfers Out	(597,014)	(809,539)	(10,516)	(1,417,069)
Change in Net Position	12,358,365	3,439,428	1,468,294	17,266,087
Net Position, Beginning of year	<u>67,654,127</u>	<u>24,451,570</u>	<u>4,543,211</u>	<u>96,648,908</u>
Net Position, End of year	<u>\$ 80,012,492</u>	<u>\$ 27,890,998</u>	<u>\$ 6,011,505</u>	<u>\$ 113,914,995</u>

Town of Berthoud, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2021

	Water	Wastewater	Storm Water	Totals
Cash Flows From Operating Activities				
Cash Received from Customers	\$ 4,367,290	\$ 3,288,022	\$ 1,630,100	\$ 9,285,412
Cash Payments to Employees	(349,874)	(39,694)	(14,594)	(404,162)
Cash Payments to Vendors and Suppliers	(2,211,796)	(1,395,254)	(161,922)	(3,768,972)
Net Cash Provided by Operating Activities	1,805,620	1,853,074	1,453,584	5,112,278
Cash Flows From Noncapital Financing Activities				
Transfers to Other Funds	(214,430)	(107,215)	(10,516)	(332,161)
Net Cash Used in Noncapital Financing Activities	(214,430)	(107,215)	(10,516)	(332,161)
Cash Flows From Capital and Related Financing Activities				
Purchases of Capital Assets	(1,010,554)	(474,868)	(214,148)	(1,699,570)
Water Dedication Fees Received	8,386,055	-	-	8,386,055
System Investment Fees Received	3,097,917	2,804,056	-	5,901,973
Debt Principal Payments	(49,294)	(165,687)	-	(214,981)
Debt Interest Payments	(18,162)	(357,413)	-	(375,575)
Net Cash Provided by (Used in) Capital and Related Financing Activities	10,405,962	1,806,088	(214,148)	11,997,902
Cash Flows From Investing Activities				
Interest Received	202,898	103,771	22,955	329,624
Net Increase In Cash	12,200,050	3,655,718	1,251,875	17,107,643
Cash, Beginning of Year	27,807,587	15,612,507	3,306,895	46,726,989
Cash, End of Year	\$ 40,007,637	\$ 19,268,225	\$ 4,558,770	\$ 63,834,632
Reconciliation of Net Operating Income to Net Cash Provided by (Used in) Operating Activities				
Net Operating Income	\$ 902,602	\$ 1,024,868	\$ 1,455,855	\$ 3,383,325
Adjustments to Reconcile Net Operating Income to Net Cash Provided by (Used in) Operating Activities				
Depreciation	567,574	833,701	101,904	1,503,179
Changes in Assets and Liabilities				
Accounts Receivable	317,692	(2,727)	(3,516)	311,449
Accounts Payable	62,642	1,028	(97,196)	(33,526)
Accrued Liabilities	(17,899)	(2,031)	(1,143)	(21,073)
Compensated Absences Payable	(26,991)	(1,765)	(2,320)	(31,076)
Net Cash Provided by (Used in) Operating Activities	\$ 1,805,620	\$ 1,853,074	\$ 1,453,584	\$ 5,112,278

See Notes to the Financial Statements.

Town of Berthoud, Colorado

Notes to Financial Statements

December 31, 2021

Note 1: Summary of Significant Accounting Policies

The financial statements of the Town of Berthoud (the Town) have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

Reporting Entity

The financial reporting entity consists of the Town, organizations for which the Town is financially accountable and organizations that raise and hold economic resources for the direct benefit of the Town. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are part of the Town. Legally separate organizations for which the Town is financially accountable are considered part of the reporting entity. Financial accountability exists if the Town appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if there is a potential for the organization to provide benefits to, or impose financial burdens on, the Town.

Based on the application of this criteria, the Town does not include additional organizations in its reporting entity.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. *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 the direct expenses of the given function or segment are 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*. Internally dedicated resources are reported as general revenues rather than as program revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual funds are reported as separate columns in the fund financial statements.

Town of Berthoud, Colorado

Notes to Financial Statements

December 31, 2021

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current year.

Taxes, intergovernmental revenues, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. All other revenues are considered measurable and available only when cash is received by the Town.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a fund's principal ongoing operations. Operating expenses for 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 nonoperating revenues and expenses.

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

In the fund financial statements, the Town reports the following major governmental funds:

The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the Town, except those accounted for in another fund.

The *1% Sales Tax Fund* accounts for 1% sales and use tax restricted by election to maintain streets, purchase land and construct a recreation center, purchase open space, and operate and maintain the Berthoud Public Library and the Berthoud Area Transportation System.

The *Park Development Fund* accounts for park development investment fee collected from development in the Town.

Town of Berthoud, Colorado

Notes to Financial Statements

December 31, 2021

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

(Continued)

The *2019 1% Sales Tax Fund* accounts for 1% sales and use tax restricted by election to use solely for parks and recreation purposes including, finance recreation improvements, funding parks and recreation.

In addition, the Town reports the following major proprietary funds:

The *Water Fund* accounts for the financial activities associated with the provision of water services to the Town residents.

The *Wastewater Fund* accounts for the financial activities associated with the operation and maintenance of the sewer system.

Assets, Liabilities and Net Position/Fund Balances

Cash Equivalents - For purposes of the statement of cash flows, cash equivalents include investment with original maturities of three months or less.

Receivables - Receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Prepaid Expenses - Certain payments to vendors reflect costs applicable to future years and are reported as prepaid expenses using the consumption method.

Capital Assets - Capital assets, which include land, buildings, utility systems, equipment, and all infrastructure owned by the Town, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary funds in the fund financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

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

Buildings, Improvements and Plants	10 - 50 years
Collection and Distribution Systems	5 - 50 years
Infrastructure	15 - 40 years
Vehicles and Equipment	5 - 20 years

Deferred Inflows of Resources - Property taxes earned but levied for a subsequent year are reported as deferred inflows of resources in the financial statements.

Town of Berthoud, Colorado

Notes to Financial Statements

December 31, 2021

Note 1: Summary of Significant Accounting Policies (Continued)

Assets, Liabilities and Net Position/Fund Balances (Continued)

Compensated Absences - Employees of the Town are allowed to accumulate unused vacation and sick leave up to a maximum based on years of service. Upon termination of employment from the Town, employees with at least ten years of service will be paid for one-third of their accumulated sick leave up to a maximum of 320 hours, and for all accumulated vacation leave up to a maximum of 240 hours, at their current pay rate.

A liability for these compensated absences is reported when earned in the proprietary funds and when due in the governmental funds. A long-term liability has been reported in the government-wide financial statement for the accrued compensated absences.

Long-Term Debt - In the government-wide financial statements and the proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums, discounts and accounting losses resulting from debt refunding's are deferred and amortized over the life of the debt using the straight-line method. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses.

Debt issuance costs, whether or not withheld from the debt proceeds, are reported as current expenses or expenditures.

Net Position/Fund Balances - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. In the fund financial statements, governmental funds report committed fund balances when the Board of Trustees approves an ordinance that places constraints on the use of resources for a specific purpose. Assigned fund balances arise from an informal action of the Board of Trustees.

The Town has not established a formal policy for its use of restricted and unrestricted fund balances. However, if both restricted and unrestricted fund balances are available for a specific purpose, the Town uses restricted fund balances first, followed by committed, assigned, and unassigned balances.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and collected in the subsequent calendar year. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's Office collects property taxes and remits to the Town on a monthly basis. Since property tax revenues are collected in arrears during the succeeding year, receivables and corresponding deferred inflows of resources are reported at year end.

Town of Berthoud, Colorado

Notes to Financial Statements

December 31, 2021

Note 1: Summary of Significant Accounting Policies (Continued)

Subsequent Event

We have evaluated subsequent events through May 3, 2022. The date the financial statements were available to be issued.

Note 2: Cash and Investments

A summary of cash at December 31, 2021, follows:

	Total
Petty Cash	\$ 640
Deposits	101,635,141
Investments	<u>2,006,908</u>
Total	<u>\$ 103,642,689</u>

Cash is reported in the financial statements as follows:

	Total
Cash	\$ 103,638,444
Restricted Cash	<u>4,245</u>
Total	<u>\$ 103,642,689</u>

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2021, the Town had bank deposits of \$62,760,057 collateralized with securities held by the financial institution's agent but not in the Town's name.

Investments

The Town is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which the Town may invest, which include the following. State statutes do not address custodial risk.

- Obligations of the United States and certain U.S. Agency securities
- Certain international agency securities

Town of Berthoud, Colorado

Notes to Financial Statements

December 31, 2021

Note 2: Cash and Investments (Continued)

Investments (Continued)

- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts (GICs)

Interest Rate Risk - State statutes generally limit the maturity of investment securities to five years from the date of purchase unless the governing board authorizes the investment for a period in excess of five years.

Credit Risk - State statutes limit certain investments to those with specified ratings from nationally recognized statistical rating organizations, depending on the type of investment.

Concentration of Credit Risk - State statutes do not limit the amount the Town may invest in one issuer of investment securities, except for corporate securities.

Local Government Investment Pools - At December 31, 2021, the Town had \$2,006,908 invested in the Colorado Surplus Asset Fund Trust (CSAFE). The pool is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating the pools. The pools operate in conformity with the Securities and Exchange Commission's Rule 2a-7. The pool is measured at the net asset value per share, with each share valued at \$1. The pool is rated AAAM by Standard and Poor's. Investments of the pool are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

Restricted Cash and Investments

At December 31, 2021, the Town reported restricted cash of \$1,265 and \$2,937 in the Water and Wastewater Funds, respectively. The restricted cash represents contributions from developers for the construction of water and wastewater infrastructure along Interstate 25.

At December 31, 2021, the Town reported restricted cash of \$1,931,566 in its 2019 1% Sales Tax fund. The restricted cash represents cash restricted to usage related to the Town's Certificate of Participation to construct a recreation center and associated park and trail improvements.

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2021

Note 3: Capital Assets

Capital asset activity for the year ended December 31, 2021, is summarized below.

Governmental Activities	Balance				Balance
<i>Capital Assets, Not Being Depreciated</i>	12/31/20	Additions	Deletions	Transfers	12/31/21
Land	\$ 7,741,388	\$ 5,502	\$ -	\$ -	\$ 7,746,890
Construction in Progress	<u>13,846,987</u>	<u>18,352,255</u>	<u>-</u>	<u>(74,266)</u>	<u>32,124,976</u>
Total Capital Assets, Not Being Depreciated	<u>21,588,375</u>	<u>18,357,757</u>	<u>-</u>	<u>(74,266)</u>	<u>39,871,866</u>
<i>Capital Assets, Being Depreciated</i>					
Buildings and Improvements	7,202,815	824,656	-	-	8,027,471
Infrastructure	13,933,555	1,490,036	-	74,266	15,497,857
Vehicles and Equipment	<u>3,804,364</u>	<u>800,935</u>	<u>(59,429)</u>	<u>-</u>	<u>4,545,870</u>
Total Capital Assets, Being Depreciated	<u>24,940,734</u>	<u>3,115,627</u>	<u>(59,429)</u>	<u>74,266</u>	<u>28,071,198</u>
<i>Less Accumulated Depreciation</i>					
Buildings and Improvements	(2,294,250)	(282,435)	-	-	(2,576,685)
Infrastructure	(4,384,169)	(490,353)	-	-	(4,874,522)
Vehicles and Equipment	<u>(2,754,485)</u>	<u>(365,390)</u>	<u>44,572</u>	<u>-</u>	<u>(3,075,303)</u>
Total Accumulated Depreciation	<u>(9,432,904)</u>	<u>(1,138,178)</u>	<u>44,572</u>	<u>-</u>	<u>(10,526,510)</u>
Total Capital Assets, Being Depreciated, net	<u>15,507,830</u>	<u>1,977,449</u>	<u>(14,857)</u>	<u>74,266</u>	<u>17,544,688</u>
Governmental Activities Capital Assets, net	<u>\$ 37,096,205</u>	<u>\$ 20,335,206</u>	<u>\$ (14,857)</u>	<u>\$ -</u>	<u>\$ 57,416,554</u>
Business-Type Activities					
<i>Capital Assets, Not Being Depreciated</i>					
Land	\$ 2,437,542	\$ -	\$ -	\$ -	\$ 2,437,542
Water Rights	24,627,391	691,000	-	-	25,318,391
Drainage System	1,046,772	-	-	-	1,046,772
Construction in Progress	<u>1,903,977</u>	<u>907,864</u>	<u>(67,875)</u>	<u>(2,087,246)</u>	<u>656,720</u>
Total Capital Assets, not being Depreciated	<u>30,015,682</u>	<u>1,598,864</u>	<u>(67,875)</u>	<u>(2,087,246)</u>	<u>29,459,425</u>
<i>Capital Assets, being depreciated</i>					
Buildings and Plants	25,856,461	-	-	-	25,856,461
Collection and Distribution Systems	18,028,974	102,345	-	1,955,071	20,086,390
Drainage Systems	2,156,432	(122,475)	-	132,175	2,166,132
Equipment	<u>1,942,768</u>	<u>188,711</u>	<u>-</u>	<u>-</u>	<u>2,131,479</u>
Total Capital Assets, Being Depreciated	<u>47,984,635</u>	<u>168,581</u>	<u>-</u>	<u>2,087,246</u>	<u>50,240,462</u>
<i>Less Accumulated Depreciation</i>					
Buildings and Plants	(10,079,682)	(745,221)	-	-	(10,824,903)
Collection and Distribution Systems	(7,013,205)	(659,432)	-	-	(7,672,637)
Drainage Systems	(1,174,108)	(51,969)	-	-	(1,226,077)
Equipment	<u>(1,327,474)</u>	<u>(140,265)</u>	<u>-</u>	<u>-</u>	<u>(1,467,739)</u>
Total Accumulated Depreciation	<u>(19,594,469)</u>	<u>(1,596,887)</u>	<u>-</u>	<u>-</u>	<u>(21,191,356)</u>
Total Capital Assets, Being Depreciated, net	<u>28,390,166</u>	<u>(1,428,306)</u>	<u>-</u>	<u>2,087,246</u>	<u>29,049,106</u>
Business - Type Activities Capital Assets, net	<u>\$ 58,405,848</u>	<u>\$ 170,558</u>	<u>\$ (67,875)</u>	<u>\$ -</u>	<u>\$ 58,508,531</u>

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2021

Note 3: Capital Assets (Continued)

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

	Total
Governmental Activities	
General Government	\$ 113,818
Public Safety	261,781
Public Works	751,197
Parks and Recreation	11,382
Total	\$ 1,138,178

Note 4: Long-Term Debt

Governmental Activities

Following is a summary of long-term debt transactions of the governmental activities for the year ended December 31, 2021:

During 2020, the Town entered \$20,715,000 Certificate of Participation to construct recreation

	Balance 12/31/20	Additions	Payments	Balance 12/31/21	Due Within One Year
2020 Certificate of Participation	\$ 20,200,000	\$ -	\$ (315,000)	\$ 19,885,000	\$ 315,000
2020 COP Premium	3,627,136	-	(115,764)	3,511,372	-
Compensated Absences	175,833	63,644	(8,765)	230,712	20,275
Total	\$ 24,002,969	\$ 63,644	\$ (439,529)	\$ 23,627,084	\$ 335,275

center and associated park and trail improvements. Interest payments are due semi-annually on May 15 and November 15, with interest accruing at rate of 4%. Principal payments are due annually on November 15, through 2049.

Annual debt service requirements for the outstanding Certificate of Participation at December 31, 2021, were as follows:

Year Ended December 31,	Principal	Interest	Total
2022	\$ 335,000	\$ 795,400	\$ 1,130,400
2023	350,000	782,000	1,132,000
2024	370,000	768,000	1,138,000
2025	395,000	753,200	1,148,200
2026	415,000	737,400	1,152,400
2027-2031	2,425,000	3,420,000	5,845,000
2032-2036	3,110,000	2,882,200	5,992,200
2037-2041	3,945,000	2,196,400	6,141,400
2042-2046	4,975,000	1,328,000	6,303,000
2047-2049	3,565,000	289,400	3,854,400
Total	\$ 19,885,000	\$ 13,952,000	\$ 33,837,000

Town of Berthoud, Colorado

Notes to Financial Statements

December 31, 2021

Note 4: Long-Term Debt (Continued)

Governmental Activities (Continued)

Compensated absences are expected to be liquidated primarily with revenues of the General and Berthoud Area Transportation Funds.

Business-type Activities

Following are the changes in long-term debt of the business-type activities for the year ended December 31, 2021:

	Balance 12/31/20	Additions	Payments	Balance 12/31/21	Due Within One Year
2012 Wastewater Refunding Bonds	\$ 8,460,000	\$ -	\$ (150,000)	\$ 8,310,000	\$ 375,000
Premium	188,250	-	(15,687)	172,563	-
Note Payable	454,058	-	(49,294)	404,764	51,265
Compensated Absences	35,050	(20,715)	(10,361)	3,974	-
Total	<u>\$ 9,137,358</u>	<u>\$ (20,715)</u>	<u>\$ (225,342)</u>	<u>\$ 8,891,301</u>	<u>\$ 426,265</u>

During 2012, the Town issued \$9,485,000 Wastewater Revenue Refunding and Improvement Bonds to refund the outstanding 2002 and 2004 Colorado Water Resources and Power Development Authority loans and to finance the expansion and upgrade of the wastewater treatment plant. Interest payments are due semi-annually on October 15 and April 15, with interest accruing at rates ranging from 3% to 5%. Principal payments are due annually on October 15, through 2032.

Annual debt service requirements for the outstanding bonds at December 31, 2021, were as follows.

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 375,000	\$ 367,100	\$ 742,100
2022	560,000	348,350	908,350
2023	585,000	320,350	905,350
2024	615,000	291,100	906,100
2025	650,000	260,350	910,350
2026-2030	3,725,000	825,850	4,550,850
2031-2032	1,800,000	72,000	1,872,000
Total	<u>\$ 8,310,000</u>	<u>\$ 2,485,100</u>	<u>\$ 10,795,100</u>

During 2013, the Town entered into an agreement to purchase water rights as part of a contract to buy and sell real estate with a local property owner. The purchase of the water rights will be financed by the seller. Principal and interest payments are due annually each April 1, through 2028, with interest accruing at 4% per annum.

Town of Berthoud, Colorado
Notes to Financial Statements
December 31, 2021

Note 4: Long-Term Debt (Continued)

Business-Type Activities (Continued)

Following is a summary of debt service requirements under the agreement.

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 51,265	\$ 16,191	\$ 67,456
2022	53,316	14,140	67,456
2023	55,449	12,007	67,456
2024	57,666	9,789	67,455
2025	59,973	7,483	67,456
2026-2028	<u>127,095</u>	<u>7,673</u>	<u>134,768</u>
Total	<u>\$ 404,764</u>	<u>\$ 67,283</u>	<u>\$ 472,047</u>

Note 5: Interfund Transactions

Interfund transfers for the year ended December 31, 2021, were comprised of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Road Impact Fund	\$ 51,892
General Fund	Water Fund	214,430
General Fund	Wastewater Fund	107,215
General Fund	Storm Water Fund	10,516
General Fund	Berthoud Area Transportation Fund	-
2019 1% Sales Tax Fund	Road Impact Fund	-
2019 1% Sales Tax Fund	1% Sales Tax Fund	-
2019 1% Sales Tax Fund	Park Development Fund	-
2019 1% Sales Tax Fund	Larimer County Open Space Fund	-
Conservation Trust Fund	General Fund	195,000
Cemetery Fund	General Fund	20,000
Berthoud Area Transportation Fund	1% Sales Tax Fund	<u>90,000</u>
Total		<u>\$ 689,053</u>

The Road Impact, Water, Wastewater, Storm Water, and Berthoud Area Transportation Funds reimbursed the General Fund for services provided, including administration, payroll, and billing. The Open Space Fund, 1% sales Tax Fund, Park Development Fund, and Larimer County Open Space Fund are for contribution of Recreation Center Project. 1% Sales Tax Fund contributed to the maintenance and operations of the Berthoud Area Transportation System as allowed by the election that authorized the 1% sales tax. Transfers from the General Fund to the Conservation Trust Fund were used for tools and pond maintenance. General Fund transferred to Cemetery fund to cover expenses.

Town of Berthoud, Colorado

Notes to Financial Statements

December 31, 2021

Note 6: Risk Management

Public Entity Risk Pool

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the Town participates in the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-10-115.5, Colorado Revised Statutes, and the Colorado Constitution, Article XIV, Section 18(2).

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

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability of loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverages at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members.

Note 7: Retirement Commitments

Defined Contribution Money Purchase Pension Plan

The Town contributes to a single-employer defined contribution money purchase pension plan on behalf of its employees. The Plan is administered by the International City/County Management Association (ICMA). All employees are eligible to participate in the Plan after one full year of employment. The Town is required to contribute 5% of each participating employee's compensation. No employee contributions are required. Employees become vested in the Town's contributions at 20% annually after one year of employment. Participants become fully vested after five years of service. The contribution requirements of the Town and eligible employees are established and may be amended by the Board of Trustees.

For the year ended December 31, 2021, the Town contributed \$105,346 to the Plan, equal to the required contributions. All Plan assets are held and managed by ICMA.

Note 8: Commitments and Contingencies

Litigation

The Town is from time to time involved in various threatened and pending litigation. However, the outcome of this litigation cannot be determined at this time.

Town of Berthoud, Colorado

Notes to Financial Statements

December 31, 2021

Note 8: Commitments and Contingencies (Continued)

TABOR Amendment

In November 1992, Colorado voters passed the TABOR Amendment to the State Constitution which limits state and local government taxing powers and imposes spending limitations. The Town is subject to the TABOR Amendment. Fiscal year 1992 provides the basis for limits in future years, to which may be applied allowable increases for inflation and property valuation. Revenue received in excess of the limitations may be required to be refunded unless the Town's electorate vote to retain the revenue. The TABOR Amendment is subject to many interpretations, but the Town believes it is in substantial compliance with the Amendment.

In November 1994, voters permitted the Town, without increasing or adding any taxes of any kind, to collect, retain or expend revenues generated from all sources during 1994 and each subsequent year for trails, parks, and open space, storm water facilities and drainage, street, curb and sidewalk construction, repair and maintenance, police services, and for other basic municipal services and lawful purposes, without limitation.

The Town has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2021, the emergency reserve was reported as restricted fund balance in the General Fund, in the amount of \$228,191.

Current Economic Conditions

During the year ended December 31, 2021, the United States of America and State of Colorado declared an emergency associated with the COVID-19 pandemic. Along with significant declines in financial markets, the public health emergency creates uncertain economic conditions. The Town has adapted and made changes to operations due to the potential impacts on health and safety, however the full economic effect on the Town is uncertain. Should these conditions continue, the Town could continue to be negatively impacted.

Required Supplementary Information

Town of Berthoud, Colorado
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2021

Revenues	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Taxes				
Property Taxes	\$ 2,049,000	\$ 2,049,000	\$ 2,098,885	\$ 49,885
Specific Ownership Taxes	220,000	220,000	374,142	154,142
Sales and Use Taxes	3,710,500	3,710,500	6,737,760	3,027,260
Occupation Taxes	10,000	10,000	10,900	900
Franchise Taxes	90,000	90,000	110,342	20,342
Lodging Taxes	300	300	255	(45)
Total Taxes	<u>6,079,800</u>	<u>6,079,800</u>	<u>9,332,284</u>	<u>3,252,484</u>
Licenses and Permits				
Passports	15,000	15,000	21,926	6,926
Liquor Licenses	80,000	80,000	77,085	(2,915)
Medical Marijuana Licenses	25,000	25,000	23,848	(1,152)
Animal Licenses	1,100	1,100	1,240	140
Total Licenses and Permits	<u>121,100</u>	<u>121,100</u>	<u>124,099</u>	<u>2,999</u>
Intergovernmental				
Highway Users Taxes	280,000	280,000	351,181	71,181
Severance Taxes	25,000	25,000	14,926	(10,074)
Road and Bridge Fees	126,000	126,000	482,589	356,589
Cigarette Taxes	8,000	8,000	77,750	69,750
Grants	8,750	1,151,550	956,657	(194,893)
Utility Road Cut Permit	3,000	3,000	10,102	7,102
Total Intergovernmental	<u>450,750</u>	<u>1,593,550</u>	<u>1,893,205</u>	<u>299,655</u>
Charges for Services				
Development Review Fees & Application Fees	41,750	41,750	5,092	(36,658)
Building and Plan Check Fees	810,000	2,310,000	2,203,837	(106,163)
Recreation Fees	113,900	113,900	140,671	26,771
Municipal Fees	418,180	418,180	467,576	49,396
Other Charges for Services	115,750	115,750	128,827	13,077
Total Charges for Services	<u>1,499,580</u>	<u>2,999,580</u>	<u>2,946,003</u>	<u>(53,577)</u>
Fines and Forfeitures	<u>27,000</u>	<u>27,000</u>	<u>16,201</u>	<u>(10,799)</u>
Investment Income	<u>70,000</u>	<u>70,000</u>	<u>85,789</u>	<u>15,789</u>
Miscellaneous	<u>6,084</u>	<u>6,084</u>	<u>190,629</u>	<u>184,545</u>
Total Revenues	<u>8,254,314</u>	<u>10,897,114</u>	<u>14,588,210</u>	<u>3,691,096</u>

(Continued)

Town of Berthoud, Colorado
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2021
(Continued)

Expenditures	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Current				
General Government	\$ 2,041,727	\$ 3,253,027	\$ 2,067,970	\$ 1,185,057
Public Safety	1,635,438	1,705,438	1,650,207	55,231
Public Works	907,894	912,394	934,048	(21,654)
Parks and Recreation	1,677,121	1,677,121	875,172	801,949
Planning	1,229,848	2,054,848	1,499,481	555,367
Contributions	152,520	152,520	45,400	107,120
Capital Outlay	1,005,000	1,261,500	534,092	727,408
Emergency Reserves	-	-	-	-
Total Expenditures	<u>8,649,548</u>	<u>11,016,848</u>	<u>7,606,370</u>	<u>3,410,478</u>
Excess of Revenues Over (Under) Expenditures	<u>(395,234)</u>	<u>(119,734)</u>	<u>6,981,840</u>	<u>7,101,574</u>
Other Financing Sources (Uses)				
Transfers In	352,474	352,474	384,053	31,579
Transfers Out	-	-	(215,000)	(215,000)
Total Other Financing Sources (Uses)	<u>352,474</u>	<u>352,474</u>	<u>169,053</u>	<u>(183,421)</u>
Net Change in Fund Balance	<u>(42,760)</u>	<u>232,740</u>	<u>7,150,893</u>	<u>6,918,153</u>
Fund Balance, Beginning of year	<u>11,259,871</u>	<u>11,259,871</u>	<u>11,259,871</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 11,217,111</u>	<u>\$ 11,492,611</u>	<u>\$ 18,410,764</u>	<u>\$ 6,918,153</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 1% Sales Tax Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Sales Tax	\$ 1,817,750	\$ 1,817,750	\$ 3,305,152	\$ 1,487,402
Grants	100,000	100,000	-	(100,000)
Investment Income	20,000	20,000	11,278	(8,722)
	<u>1,937,750</u>	<u>1,937,750</u>	<u>3,316,430</u>	<u>1,378,680</u>
Total Revenues				
Expenditures				
Public Works	60	60	-	60
Emergency Reserves	-	-	-	-
Capital Outlay	1,475,000	1,670,000	1,514,303	155,697
	<u>1,475,060</u>	<u>1,670,060</u>	<u>1,514,303</u>	<u>155,757</u>
Total Expenditures				
Excess Revenues Over (Under) Expenditures	462,690	267,690	1,802,127	1,534,437
Other Financing Sources (Uses)				
Transfers Out	(660,000)	(660,000)	(660,000)	-
	<u>(660,000)</u>	<u>(660,000)</u>	<u>(660,000)</u>	<u>-</u>
Net Changes in Fund Balance	(197,310)	(392,310)	1,142,127	1,534,437
Fund Balance, Beginning of year	1,167,277	1,167,277	1,167,277	-
	<u>1,167,277</u>	<u>1,167,277</u>	<u>1,167,277</u>	<u>-</u>
Fund Balance, End of year	\$ <u>969,967</u>	\$ <u>774,967</u>	\$ <u>2,309,404</u>	\$ <u>1,534,437</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Park Development Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 653,400	\$ 653,400	\$ 1,837,216	\$ 1,183,816
Grants	-	-	40,000	40,000
Investment Income	1,000	1,000	14,390	13,390
Total Revenues	<u>654,400</u>	<u>654,400</u>	<u>1,891,606</u>	<u>1,237,206</u>
Expenditures				
Parks and Recreation	831,060	1,282,060	830,517	451,543
Capital Outlay	50,000	75,000	58,686	16,314
Total Expenditures	<u>881,060</u>	<u>1,357,060</u>	<u>889,203</u>	<u>467,857</u>
Excess Revenues Over (Under) Expenditures	(226,660)	(702,660)	1,002,403	1,705,063
Fund Balance, Beginning of year	<u>810,020</u>	<u>1,469,514</u>	<u>1,469,514</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 583,360</u>	<u>\$ 766,854</u>	<u>\$ 2,471,917</u>	<u>\$ 1,705,063</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 2019 1% Sales Tax Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Sales Tax	\$ 1,817,750	\$ 1,817,750	\$ 3,307,019	\$ 1,489,269
Charges for Services	730,000	400,000	510,397	110,397
Investment Income	20,000	20,000	56,613	36,613
Total Revenues	<u>2,567,750</u>	<u>2,237,750</u>	<u>3,874,029</u>	<u>1,636,279</u>
Expenditures				
Public Works	-	-	2,012	(2,012)
Parks and Recreation	570,060	1,199,310	886,407	312,903
Capital Outlay	19,000,000	19,000,000	18,133,850	866,150
Debt Service				
Principal	1,122,700	1,122,700	315,000	807,700
Interest and Fees	-	-	808,000	(808,000)
Issuance Costs	-	2,000	2,757	(757)
Total Expenditures	<u>20,692,760</u>	<u>21,324,010</u>	<u>20,148,026</u>	<u>1,175,984</u>
Excess Revenues Over (Under) Expenditures	(18,125,010)	(19,086,260)	(16,273,997)	2,812,263
Other Financing Sources (Uses)				
Proceeds From Loan	-	-	-	-
Transfers In	570,000	570,000	570,000	-
Total Other Financing Sources (Uses)	570,000	570,000	570,000	-
Net Changes in Fund Balance	<u>(17,555,010)</u>	<u>(18,516,260)</u>	<u>(15,703,997)</u>	<u>2,812,263</u>
Fund Balance, Beginning of year	<u>21,894,065</u>	<u>21,894,065</u>	<u>21,894,065</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 4,339,055</u>	<u>\$ 3,377,805</u>	<u>\$ 6,190,068</u>	<u>\$ 2,812,263</u>

Town of Berthoud, Colorado
Notes to Required Supplementary Information
December 31, 2021

Note 1: Stewardship, Compliance and Accountability

Budgets and Budgetary Accounting

Budgets are adopted for all funds of the Town in accordance with State statutes. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons for the enterprise funds are presented on a non-GAAP budgetary basis. Capital outlay and debt principal are budgeted as expenditures, but depreciation is not budgeted.

The Town follows these procedures to establish the budgetary information reflected in the financial statements:

- Management submits to the Board of Trustees a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31, the budget is legally adopted through passage of a resolution.
- Town management is authorized to transfer budgeted amounts between departments within any fund. However, revisions that alter the total expenditures of any fund must be approved by the Board of Trustees. State statutes stipulate that expenditures may not exceed budget appropriations at the fund level.
- All appropriations lapse at year end.

Supplementary Information

Town of Berthoud, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2021

	Public Facility	Park Dedication	Conservation Trust	Larimer County Open Space	Cemetery	Berthoud Area Transportation	Recreation MJ Tax	Road Impact	Totals
Assets									
Cash	\$ 2,353,419	\$ 1,873,536	\$ 230,624	\$ 1,021,969	\$ 157,066	\$ 514,891	\$ 1,052,804	\$ 4,312,164	\$ 11,516,473
Accounts Receivable	-	-	-	-	-	-	53,144	-	53,144
Taxes Receivables	-	-	-	54,319	-	-	-	-	54,319
Total Assets	\$ 2,353,419	\$ 1,873,536	\$ 230,624	\$ 1,076,288	\$ 157,066	\$ 514,891	\$ 1,105,948	\$ 4,312,164	\$ 11,623,936
Liabilities									
Accounts Payable	\$ -	\$ -	\$ 25	\$ 221,180	\$ 22	\$ 38	\$ -	\$ 17,085	\$ 238,350
Accrued Liabilities	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	25	221,180	22	38	-	17,085	238,350
Fund Balances									
Restricted for Street Paving and Maintenance	-	-	-	-	-	-	-	4,295,079	4,295,079
Restricted for Open Space and Parks	-	-	230,599	855,108	-	-	-	-	1,085,707
Committed to Capital Improvements	2,353,419	1,873,536	-	-	-	-	-	-	4,226,955
Assigned to Cemetery	-	-	-	-	157,044	-	-	-	157,044
Assigned to Transportation	-	-	-	-	-	514,853	1,105,948	-	1,620,801
Total Fund Balances	2,353,419	1,873,536	230,599	855,108	157,044	514,853	1,105,948	4,295,079	11,385,586
Total Liabilities and Fund Balances	\$ 2,353,419	\$ 1,873,536	\$ 230,624	\$ 1,076,288	\$ 157,066	\$ 514,891	\$ 1,105,948	\$ 4,312,164	\$ 11,623,936

Town of Berthoud, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2021

	Public Facility	Park Dedication	Conservation Trust	Larimer County Open Space	Cemetery	Berthoud Area Transportation	Recreation MJ Tax	Road Impact	Totals
Revenues									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 594,432	\$ -	\$ 594,432
Intergovernmental	-	-	108,532	322,925	-	-	-	-	431,457
Charges for Services	733,220	416,613	-	-	37,905	34,012	-	1,729,723	2,951,473
Investment Income	11,412	10,067	1,082	6,173	827	3,002	4,547	21,118	58,228
Miscellaneous	-	-	-	-	33,250	4,257	5,000	-	42,507
Total Revenues	744,632	426,680	109,614	329,098	71,982	41,271	603,979	1,750,841	4,078,097
Expenditures									
Current									
General Government	-	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	28,801	28,801
Parks and Recreation	-	56,898	232,942	36,262	57,198	-	-	-	383,300
Transportation	-	-	-	-	-	163,084	-	-	163,084
Capital Outlay	11,219	-	-	391,545	-	-	-	63,344	466,108
Total Expenditures	11,219	56,898	232,942	427,807	57,198	163,084	-	92,145	1,041,293
Excess of Revenues Over (Under) Expenditures	733,413	369,782	(123,328)	(98,709)	14,784	(121,813)	603,979	1,658,696	3,036,804
Other Financing Sources (Uses)									
Transfers In	-	-	195,000	-	20,000	90,000	-	-	305,000
Transfers Out	-	-	-	-	-	-	-	(51,892)	(51,892)
Total Other Financing Sources (Uses)	-	-	195,000	-	20,000	90,000	-	(51,892)	253,108
Net Change in Fund Balances	733,413	369,782	71,672	(98,709)	34,784	(31,813)	603,979	1,606,804	3,289,912
Fund Balances, Beginning of year	1,620,006	1,503,754	158,927	953,817	122,260	546,666	501,969	2,688,275	8,095,674
Fund Balances, End of year	\$ 2,353,419	\$ 1,873,536	\$ 230,599	\$ 855,108	\$ 157,044	\$ 514,853	\$ 1,105,948	\$ 4,295,079	\$ 11,385,586

See Accompanying Independent Auditor's Report.

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Road Impact Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Road Impact Fees	\$ 677,100	\$ 677,100	\$ 1,729,723	\$ 1,052,623
Investment Income	16,000	16,000	21,118	5,118
Total Revenues	<u>693,100</u>	<u>693,100</u>	<u>1,750,841</u>	<u>1,057,741</u>
Expenditures				
Public Works	60,060	85,060	28,801	56,259
Capital Outlay	1,825,000	1,845,000	63,344	1,781,656
Total Expenditures	<u>1,885,060</u>	<u>1,930,060</u>	<u>92,145</u>	<u>1,837,915</u>
Excess Revenues Over (Under) Expenditures	(1,191,960)	(1,236,960)	1,658,696	2,895,656
Other Financing Sources (Uses)				
Transfers Out	(20,313)	(50,313)	(51,892)	(1,579)
Net Change in Fund Balance	(1,212,273)	(1,287,273)	1,606,804	2,894,077
Fund Balance, Beginning of year	<u>2,688,275</u>	<u>2,688,275</u>	<u>2,688,275</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 1,476,002</u>	<u>\$ 1,401,002</u>	<u>\$ 4,295,079</u>	<u>\$ 2,894,077</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Park Dedication Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Park Dedication Fees	\$ 195,000	\$ 195,000	\$ 416,613	\$ 221,613
Investment Income	2,000	2,000	10,067	8,067
Total Revenues	<u>197,000</u>	<u>197,000</u>	<u>426,680</u>	<u>229,680</u>
Expenditures				
Parks and Recreation	<u>860,060</u>	<u>860,060</u>	<u>56,898</u>	<u>803,162</u>
Total Expenditures	<u>860,060</u>	<u>860,060</u>	<u>56,898</u>	<u>803,162</u>
Net Change in Fund Balance	(663,060)	(663,060)	369,782	1,032,842
Fund Balance, Beginning of year	<u>1,503,754</u>	<u>1,503,754</u>	<u>1,503,754</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 840,694</u>	<u>\$ 840,694</u>	<u>\$ 1,873,536</u>	<u>\$ 1,032,842</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Public Facility Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 457,200	\$ 457,200	\$ 733,220	\$ 276,020
Investment Income	12,000	12,000	11,412	(588)
Total Revenues	<u>469,200</u>	<u>469,200</u>	<u>744,632</u>	<u>275,432</u>
Expenditures				
General Government	290,030	340,060	-	340,060
Capital Outlay	-	7,000	11,219	(4,219)
Total Expenditures	<u>290,030</u>	<u>347,060</u>	<u>11,219</u>	<u>335,841</u>
Net Change in Fund Balance	179,170	122,140	733,413	611,273
Fund Balance, Beginning of year	<u>1,620,006</u>	<u>1,620,006</u>	<u>1,620,006</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 1,799,176</u>	<u>\$ 1,742,146</u>	<u>\$ 2,353,419</u>	<u>\$ 611,273</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Conservation Trust Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 60,000	\$ 60,000	\$ 108,532	\$ 48,532
Investment Income	600	600	1,082	482
Total Revenues	<u>60,600</u>	<u>60,600</u>	<u>109,614</u>	<u>49,014</u>
Expenditures				
Parks and Recreation	<u>294,107</u>	<u>304,107</u>	<u>232,942</u>	<u>71,165</u>
Total Expenditures	<u>294,107</u>	<u>304,107</u>	<u>232,942</u>	<u>71,165</u>
Excess of Revenues Over (Under) Expenditures	(233,507)	(243,507)	(123,328)	120,179
Other Financing Sources / Uses				
Transfers In	<u>195,000</u>	<u>195,000</u>	<u>195,000</u>	<u>-</u>
Net Change in Fund Balance	(38,507)	(48,507)	71,672	120,179
Fund Balance, Beginning of year	<u>158,927</u>	<u>158,927</u>	<u>158,927</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 120,420</u>	<u>\$ 110,420</u>	<u>\$ 230,599</u>	<u>\$ 120,179</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Larimer County Open Space Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 200,000	\$ 200,000	\$ 322,925	\$ 122,925
CDOT Funding for Berthoud Pkwy Trail	200,000	200,000	-	(200,000)
Investment Income	6,000	6,000	6,173	173
 Total Revenues	 406,000	 406,000	 329,098	 (76,902)
Expenditures				
Parks and Recreation	70,060	85,060	36,262	48,798
Emergency Reserves	-	-	-	-
Capital Outlay	845,000	879,000	391,545	487,455
 Total Expenditures	 915,060	 964,060	 427,807	 536,253
 Excess Revenues Over (Under) Expenditures	 (509,060)	 (558,060)	 (98,709)	 459,351
 Fund Balance, Beginning of year	 953,817	 953,817	 953,817	 -
 Fund Balance, End of year	 \$ 444,757	 \$ 395,757	 \$ 855,108	 \$ 459,351

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Cemetery Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 48,000	\$ 48,000	\$ 71,155	\$ 23,155
Investment Income	500	500	827	327
Total Revenues	<u>48,500</u>	<u>48,500</u>	<u>71,982</u>	<u>23,482</u>
Expenditures				
Parks and Recreation	56,926	56,926	57,198	(272)
Total Expenditures	<u>56,926</u>	<u>56,926</u>	<u>57,198</u>	<u>(272)</u>
Excess Revenues Over (Under) Expenditures	(8,426)	(8,426)	14,784	23,210
Other Financing Sources (Uses)				
Transfers In	20,000	20,000	20,000	-
Net Change in Fund Balance	11,574	11,574	34,784	23,210
Fund Balance, Beginning of year	<u>122,260</u>	<u>122,260</u>	<u>122,260</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 133,834</u>	<u>\$ 133,834</u>	<u>\$ 157,044</u>	<u>\$ 23,210</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Berthoud Area Transportation Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 68,000	\$ 68,000	\$ 34,012	\$ (33,988)
Investment Income	2,000	2,000	3,002	1,002
Miscellaneous	2,000	2,000	4,257	2,257
Total Revenues	<u>72,000</u>	<u>72,000</u>	<u>41,271</u>	<u>(30,729)</u>
Expenditures				
Transportation	247,594	247,594	163,084	84,510
Emergency Reserves	-	-	-	-
Total Expenditures	<u>247,594</u>	<u>247,594</u>	<u>163,084</u>	<u>84,510</u>
Excess of Revenues Over (Under) Expenditures	<u>(175,594)</u>	<u>(175,594)</u>	<u>(121,813)</u>	<u>53,781</u>
Other Financing Sources (Uses)				
Transfers In	90,000	90,000	90,000	-
Transfers Out	(5,000)	(5,000)	-	5,000
Total Other Financing Sources (Uses)	<u>85,000</u>	<u>85,000</u>	<u>90,000</u>	<u>5,000</u>
Net Change in Fund Balance	(90,594)	(90,594)	(31,813)	58,781
Fund Balance, Beginning of year	<u>546,666</u>	<u>546,666</u>	<u>546,666</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 456,072</u>	<u>\$ 456,072</u>	<u>\$ 514,853</u>	<u>\$ 58,781</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Recreation MJ Tax Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Sales Tax	\$ 380,000	\$ 380,000	\$ 594,432	\$ 214,432
Miscellaneous	-	-	5,000	5,000
Investment Income	1,000	1,000	4,547	3,547
Total Revenues	<u>381,000</u>	<u>381,000</u>	<u>603,979</u>	<u>222,979</u>
Expenditures				
General Government	60	60	-	60
Capital Outlay	650,000	650,000	-	650,000
Total Expenditures	<u>650,060</u>	<u>650,060</u>	<u>-</u>	<u>650,060</u>
Net Change in Fund Balance	<u>(269,060)</u>	<u>(269,060)</u>	<u>603,979</u>	<u>873,039</u>
Fund Balance, Beginning of year	<u>501,969</u>	<u>501,969</u>	<u>501,969</u>	<u>-</u>
Fund Balance, End of year	<u>\$ 232,909</u>	<u>\$ 232,909</u>	<u>\$ 1,105,948</u>	<u>\$ 873,039</u>

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Water Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 3,143,000	\$ 3,143,000	\$ 4,049,598	\$ 906,598
Water Dedication Fees	1,237,500	1,237,500	8,386,055	7,148,555
System Investment Fees	1,972,510	1,972,510	3,097,917	1,125,407
Investment Income	150,500	150,500	202,898	52,398
Transfers In	482,584	482,584	382,584	(100,000)
Total Revenues	<u>6,986,094</u>	<u>6,986,094</u>	<u>16,119,052</u>	<u>9,132,958</u>
Expenditures				
Operations and Maintenance	8,889,285	9,126,925	2,579,422	6,547,503
Capital Outlay	1,725,060	2,350,060	346,016	2,004,044
Debt Principal	67,640	67,640	49,294	18,346
Debt Interest and Fiscal Charges	-	-	16,677	(16,677)
Transfers Out	597,014	597,014	597,014	-
Total Expenditures	<u>11,278,999</u>	<u>12,141,639</u>	<u>3,588,423</u>	<u>8,553,216</u>
Change in Net Position, Budgetary Basis	<u>\$ (4,292,905)</u>	<u>\$ (5,155,545)</u>	12,530,629	<u>\$ 17,686,174</u>
Adjustments to GAAP Basis				
Depreciation			(567,574)	
Capital Outlay			346,016	
Debt Principal			49,294	
Change in Net Position, GAAP Basis			<u>\$ 12,358,365</u>	

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Wastewater Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 2,781,200	\$ 2,781,200	\$ 3,290,749	\$ 509,549
System Investment Fees	1,800,010	1,870,010	2,804,056	934,046
Investment Income	78,000	78,000	103,771	25,771
	<u>4,659,210</u>	<u>4,729,210</u>	<u>6,198,576</u>	<u>1,469,366</u>
Expenditures				
Operations and Maintenance	3,539,804	4,299,804	1,338,472	2,961,332
Capital Outlay	1,055,000	1,255,000	531,324	723,676
Debt Principal	523,100	523,100	552,324	(29,224)
Debt Interest and Fiscal Charges	(29,224)	(29,224)	386,052	(415,276)
Transfers Out	107,215	107,215	107,215	-
	<u>5,195,895</u>	<u>6,155,895</u>	<u>2,915,387</u>	<u>3,240,508</u>
Change in Net Position, Budgetary Basis	<u>\$ (536,685)</u>	<u>\$ (1,426,685)</u>	3,283,189	<u>\$ 4,709,874</u>
Adjustments to GAAP Basis				
Depreciation			(927,409)	
Capital Outlay			531,324	
Debt Principal			<u>552,324</u>	
Change in Net Position, GAAP Basis			<u>\$ 3,439,428</u>	

Town of Berthoud, Colorado
 Budgetary Comparison Schedule
 Storm Water Fund
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 903,600	\$ 903,600	\$ 1,633,616	\$ 730,016
Developer Contribution	-	-	-	-
Investment Income	12,000	12,000	22,955	10,955
	<u>915,600</u>	<u>915,600</u>	<u>1,656,571</u>	<u>740,971</u>
Total Revenues				
Expenditures				
Operations and Maintenance	219,857	219,857	75,856	144,001
Capital Outlay	770,060	800,060	204,449	595,611
Transfers Out	10,516	10,516	10,516	-
	<u>1,000,433</u>	<u>1,030,433</u>	<u>290,821</u>	<u>739,612</u>
Total Expenditures				
Change in Net Position, Budgetary Basis	<u>\$ (84,833)</u>	<u>\$ (114,833)</u>	1,365,750	<u>\$ 1,480,583</u>
Adjustments to GAAP Basis				
Depreciation			(101,905)	
Capital Outlay			<u>204,449</u>	
Change in Net Position, GAAP Basis			<u>\$ 1,468,294</u>	

Compliance Section

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Berthoud, Colorado
	YEAR ENDING : 12/31/2021 December 2020

This Information From The Records Of Town of Berthoud	Prepared By: Cindy Leach Phone: 970-532-2643
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I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	725,010
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	47,140
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	36,799
2. General fund appropriations	701,110	b. Snow and ice removal	96,841
3. Other local imposts (from page 2)	1,100,012	c. Other	61,471
4. Miscellaneous local receipts (from page 2)	21,118	d. Total (a. through c.)	195,111
5. Transfers from toll facilities	0	4. General administration & miscellaneous	463,187
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	787,456
a. Bonds - Original Issues		6. Total (1 through 5)	2,217,904
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	0
7. Total (1 through 6)	1,822,240	b. Redemption	0
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	395,664	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	0
E. Total receipts (A.7 + B + C + D)	2,217,904	b. Redemption	0
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	0
		D. Payments to toll facilities	0
		E. Total disbursements (A.6 + B.3 + C + D)	2,217,904

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		2,217,904	2,217,904		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2021

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	0	a. Interest on investments	21,118
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	725,010	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Specific Ownership Tax	375,002	e. Sale of Surplus Property	0
		f. Charges for Services	0
5. From Cities/Counties	0	g. Other Misc. Receipts	0
6. Total (1. through 5.)	1,100,012	h. Other	0
c. Total (a. + b.)	1,100,012	i. Total (a. through h.)	21,118
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	351,181	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	44,483	d. Federal Transit Admin	0
d. Other (Specify) - DOLA Grant	0	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	0
f. Total (a. through e.)	44,483	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	395,664	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		725,010	725,010
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	725,010	725,010
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	725,010	725,010
			(Carry forward to page 1)

Notes and Comments: