

TOWN OF DEER TRAIL, COLORADO

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

DECEMBER 31, 2021



Table of Contents

	Page
Independent Auditor's Report	I-II
Basic Financial Statements	
Statement of Net Position	1
Statement of Activities	2
Fund Financial Statements	
Balance Sheet—Governmental Funds and Reconciliation of the Balance Sheet—Governmental Funds to the Statement of Net Position	3
Governmental Funds Combined Statement of Revenues, Expenditures, Changes in Fund Balances and Reconciliation to the Statement of Activities	4
Proprietary Funds Statement of Net Position	5
Proprietary Funds Statement of Revenues, Expenditures and Changes in Fund Net Position	6
Proprietary Funds Statement of Cash Flows	7
Notes to Financial Statements.....	8-21
Required Supplementary Information	
General Fund Schedule of Revenues, Expenditures and Changes in Fund Balances —Budget and Actual	22
Other Supplementary Information	
Combining Balance Sheet - Nonmajor Governmental Funds	23
Nonmajor Governmental Funds Combining Statement of Revenues, Expenditures and Changes in Fund Balance	24
Conservation Trust Fund Schedule of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual	25
Open Space Fund Schedule of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual	26
Water Fund Schedule of Revenues, Expenditures and Changes in Fund Balances —Budget and Actual	27
Sewer Fund Schedule of Revenues, Expenditures and Changes in Net Position —Budget and Actual	28
Local Highway Finance Report	29-30



1221 W. Mineral Avenue, Suite 202
Littleton, CO 80120

 303-734-4800

 303-795-3356

 www.HaynieCPAs.com

Independent Auditor's Report

Board of Directors and Management
Town of Deer Trail, Colorado

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund and the aggregate remaining fund information as of and for the year ended December 31, 2021 and the related notes to the financial statements, which collectively comprise the Town's basic financial statements 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 governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of Deer Trail, Colorado, as of December 31, 2021 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. 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 of Deer Trail, Colorado 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 opinion.

Responsibilities of Management 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, 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Deer Trail, Colorado's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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 opinion. 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 generally accepted auditing standards will always detect a material misstatement when it exists.



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

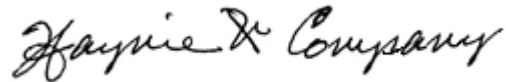
Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Deer Trail, Colorado's basic financial statements. The other supplementary information as listed in the table of contents is presented for purposes of additional analysis is not a required part of the basic financial statements.

The supplementary information as listed in the table of contents 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. 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

Sincerely,

A handwritten signature in cursive script that reads "Haynie & Company".

Littleton, Colorado
July 15, 2022

Town of Deer Trail, Colorado
Statement of Net Position
December 31, 2021

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 893,087	\$ 963,616	\$ 1,856,703
Restricted Cash	-	54,152	54,152
Accounts Receivable	11,851	-	11,851
Property Taxes Receivable	153,065	-	153,065
Utility Accounts Receivable	-	72,306	72,306
Prepaid Expenses	82,936	-	82,936
Total Current Assets	<u>1,140,939</u>	<u>1,090,074</u>	<u>2,231,013</u>
Non-Current Assets:			
Capital Assets, Net			
Land	10,000	3,000	13,000
Infrastructure and Equipment	255,647	5,336,778	5,592,425
Total Non-Current Assets	<u>265,647</u>	<u>5,339,778</u>	<u>5,605,425</u>
TOTAL ASSETS	<u>1,406,586</u>	<u>6,429,852</u>	<u>7,836,438</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	2,640	30,897	33,537
Accrued Liabilities	3,976	22,147	26,123
Current Portion of Long-Term Debt	-	67,471	67,471
Total Current Liabilities	<u>6,616</u>	<u>120,515</u>	<u>127,131</u>
Non-Current Liabilities:			
Long Term Debt, Net of Current Portion	-	2,121,390	2,121,390
Total Non-Current Liabilities	<u>-</u>	<u>2,121,390</u>	<u>2,121,390</u>
TOTAL LIABILITIES	<u>6,616</u>	<u>2,241,905</u>	<u>2,248,521</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Revenue - Property Taxes	153,065	-	153,065
Deferred Revenue - ARPA Funds	100,540	-	100,540
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>253,605</u>	<u>-</u>	<u>253,605</u>
NET POSITION			
Net Investment in Capital Assets	265,647	3,150,917	3,416,564
Restricted for:			
Conservation Trust	86,532	-	86,532
Emergencies	14,187	-	14,187
Unrestricted	779,999	1,037,030	1,817,029
TOTAL NET POSITION	<u>\$ 1,146,365</u>	<u>\$ 4,187,947</u>	<u>\$ 5,334,312</u>

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

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

FUNCTIONS / PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	PRIMARY GOVERNMENT BUSINESS-TYPE ACTIVITIES	TOTAL
PRIMARY GOVERNMENT:							
Governmental activities:							
General Government	\$ 445,314	\$ 172,987	\$ -	\$ -	\$ (272,327)	\$ -	\$ (272,327)
Public Safety	43,054	-	-	-	(43,054)	-	(43,054)
Culture and Recreation	7,688	-	23,920	-	16,232	-	16,232
Public Works	28,857	-	-	-	(28,857)	-	(28,857)
Total Governmental Activities	<u>524,913</u>	<u>172,987</u>	<u>23,920</u>	<u>-</u>	<u>(328,006)</u>	<u>-</u>	<u>(328,006)</u>
Business-Type Activities:							
Water	282,242	316,543	-	120,400	-	154,701	154,701
Sewer	286,507	193,972	-	240,000	-	147,465	147,465
Total Business-Type Activities	<u>568,749</u>	<u>510,515</u>	<u>-</u>	<u>360,400</u>	<u>-</u>	<u>302,166</u>	<u>302,166</u>
Total Primary Government	<u>\$ 1,093,662</u>	<u>\$ 683,502</u>	<u>\$ 23,920</u>	<u>\$ 360,400</u>	<u>\$ (328,006)</u>	<u>\$ 302,166</u>	<u>\$ (25,840)</u>
Current Liabilities:							
			Property Taxes		\$ 171,892	\$ -	\$ 171,892
			Taxes and Other		27,164	-	27,164
			Investment Earnings		372	76	448
			Miscellaneous		-	175,816	175,816
			Transfers In (Out)		(65,723)	65,723	-
			Total General Revenues		133,705	241,615	375,320
			Change in Net Position		(194,301)	543,781	349,480
			Net Position Beginning - as restated		1,340,666	3,644,166	4,984,832
			Net Position Ending		<u>\$ 1,146,365</u>	<u>\$ 4,187,947</u>	<u>\$ 5,334,312</u>

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

Town of Deer Trail, Colorado
Balance Sheet - Governmental Funds and Reconciliation of the Balance
Sheet - Governmental Funds to the Statement of Net Position
December 31, 2021

	<u>GENERAL</u>	<u>NONMAJOR GOVERNMENTAL FUNDS</u>	<u>TOTALS</u>
ASSETS			
Cash	\$ 639,885	\$ 253,202	\$ 893,087
Accounts Receivable	11,851	-	11,851
Property Taxes Receivable	153,065	-	153,065
Prepaid Expenses	<u>82,936</u>	<u>-</u>	<u>82,936</u>
Total Assets	<u>\$ 887,737</u>	<u>\$ 253,202</u>	<u>\$ 1,140,939</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts Payable	3,976	-	3,976
Accrued Liabilities	<u>2,640</u>	<u>-</u>	<u>2,640</u>
Total Liabilities	<u>6,616</u>	<u>-</u>	<u>6,616</u>
 DEFERRED INFLOWS OF RESOURCES			
Deferred Property Taxes	153,065	-	153,065
Deferred Revenue	<u>100,540</u>	<u>-</u>	<u>100,540</u>
Total Deferred Inflows of Resources	<u>253,605</u>	<u>-</u>	<u>253,605</u>
 FUND BALANCES			
Nonspendable:			
Prepaid Expenses	82,936	-	82,936
Restricted:			
Emergency Reserve	14,187	-	14,187
Conservation Trust Funds	-	86,532	86,532
Assigned:			
Open Space	-	166,670	166,670
Unassigned	<u>530,393</u>	<u>-</u>	<u>530,393</u>
Total Fund Balances	<u>627,516</u>	<u>253,202</u>	<u>880,718</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 887,737</u>	<u>\$ 253,202</u>	
Amounts reported for governmental activities in the Statement of Net Position because:			
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.			<u>265,647</u>
Net Position of Governmental Activities			<u>\$ 1,146,365</u>

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

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

	GENERAL	NONMAJOR GOVERNMENTAL FUNDS	TOTALS
REVENUES:			
Taxes	\$ 171,892	\$ -	\$ 171,892
Charges for Services	163,606	299	163,905
Intergovernmental	-	23,920	23,920
Licenses and Permits	9,082	-	9,082
Miscellaneous	17,759	9,777	27,536
TOTAL REVENUES	362,339	33,996	396,335
EXPENDITURES:			
Current:			
General Government	417,708	-	417,708
Public Safety	43,054	-	43,054
Public Works	4,444	24,413	28,857
Miscellaneous	7,688	-	7,688
Current Liabilities:	472,894	24,413	497,307
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(110,555)	9,583	(100,972)
OTHER FINANCING SOURCES (USES)			
Operating Transfer In (Out)	(67,691)	1,968	(65,723)
NET CHANGE IN FUND BALANCE	(178,246)	11,551	(166,695)
FUND BALANCES, BEGINNING	805,762	241,651	
FUND BALANCES, ENDING	\$ 627,516	\$ 253,202	

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

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

Depreciation expense	(27,606)
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Change in Net Position of Governmental Activities	\$ (194,301)
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The accompanying notes are an integral part of these financial statements.

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

ASSETS	WATER	SEWER	
Current Assets:	FUND	FUND	TOTALS
Cash	\$ 529,824	\$ 433,792	\$ 963,616
Accounts Receivable	28,922	43,384	72,306
Total Current Assets	<u>558,746</u>	<u>477,176</u>	<u>1,035,922</u>
Restricted Assets:			
Debt Service Reserve	20,774	33,378	54,152
Total Restricted Assets	<u>20,774</u>	<u>33,378</u>	<u>54,152</u>
Non-Current Assets:			
Capital Assets:			
Land	1,500	1,500	3,000
Distribution/Collection System	4,502,241	2,430,262	6,932,503
Equipment	-	626,116	626,116
Accumulated Depreciation	<u>(1,020,512)</u>	<u>(1,201,329)</u>	<u>(2,221,841)</u>
Total Non-Current Assets	<u>3,483,229</u>	<u>1,856,549</u>	<u>5,339,778</u>
TOTAL ASSETS	<u>4,062,749</u>	<u>2,367,103</u>	<u>6,429,852</u>
LIABILITIES			
Current Liabilities:			
Current Portion of Long-Term Debt	53,080	14,391	67,471
Accounts Payable	26,759	4,138	30,897
Accrued Liabilities	8,352	13,795	22,147
Total Current Liabilities	<u>88,191</u>	<u>32,324</u>	<u>120,515</u>
Non-Current Liabilities:			
Long-Term Debt - Net of Current Portion	1,589,741	531,649	2,121,390
Total Non-Current Liabilities	<u>1,589,741</u>	<u>531,649</u>	<u>2,121,390</u>
TOTAL LIABILITIES	<u>1,677,932</u>	<u>563,973</u>	<u>2,241,905</u>
NET POSITION			
Net Investment in Capital Assets	1,840,408	1,310,509	3,150,917
Unrestricted	<u>544,409</u>	<u>492,621</u>	<u>1,037,030</u>
TOTAL NET POSITION	<u>\$ 2,384,817</u>	<u>\$ 1,803,130</u>	<u>\$ 4,187,947</u>

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

Town of Deer Trail, Colorado

Proprietary Funds

Statement of Revenues, Expenditures and Changes in Fund Net Position For the Year Ended December 31, 2021

	<u>WATER FUND</u>	<u>SEWER FUND</u>	<u>TOTAL</u>
OPERATING REVENUES			
Charges for Services	\$ 316,543	\$ 193,972	\$ 510,515
Total Operating Revenues	<u>316,543</u>	<u>193,972</u>	<u>510,515</u>
OPERATING EXPENSES			
Salaries and Benefits	10,160	10,160	20,320
Supplies and Office Expenses	16,187	-	16,187
Utilities	18,023	18,023	36,046
Repairs and Maintenance	74,576	82,223	156,799
Professional Fees	13,593	13,593	27,186
Other	73,319	58,507	131,826
Depreciation	<u>66,875</u>	<u>81,333</u>	<u>148,208</u>
Total Operating Expenses	<u>272,733</u>	<u>263,839</u>	<u>536,572</u>
Income (Loss) From Operations	<u>43,810</u>	<u>(69,867)</u>	<u>(26,057)</u>
NON-OPERATING REVENUES (EXPENSES)			
Activation and Tap Fees	120,400	240,000	360,400
Miscellaneous	175,552	264	175,816
Investment Earnings	-	76	76
Interest Expense	<u>(9,509)</u>	<u>(22,668)</u>	<u>(32,177)</u>
Total Non-Operating Revenues (Expenses)	<u>286,443</u>	<u>217,672</u>	<u>504,115</u>
Net Income Before Contributions and Transfers	<u>330,253</u>	<u>147,805</u>	<u>478,058</u>
Transfers In (Out)	<u>169,303</u>	<u>(103,580)</u>	<u>65,723</u>
CHANGE IN NET POSITION	<u>\$ 499,556</u>	<u>\$ 44,225</u>	<u>\$ 543,781</u>
NET POSITION, BEGINNING OF YEAR	<u>1,885,261</u>	<u>1,758,905</u>	<u>3,644,166</u>
NET POSITION, END OF YEAR	<u>\$ 2,384,817</u>	<u>\$ 1,803,130</u>	<u>\$ 4,187,947</u>

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

Town of Deer Trail, Colorado

Proprietary Funds Statement of Cash Flows

For the Year Ended December 31, 2021

	WATER FUND	SEWER FUND	TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts From Customers	\$ 311,222	\$ 184,641	\$ 495,863
Payments to Suppliers for Goods and Services	(176,201)	(174,889)	(351,090)
Payments to Employees	(10,160)	(10,160)	(20,320)
Net Cash From Operating Activities	124,861	(408)	124,453
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:			
Transfers (To) From Other Fund	169,303	(103,580)	65,723
Net Cash From Non-Capital Financing Activities	169,303	(103,580)	65,723
CASH FLOWS FROM CAPITAL AND FINANCING ACTIVITIES:			
Tap Fees	120,400	240,000	360,400
Other	175,552	264	175,816
Transfers (to) Restricted Assets	(29)	(47)	(76)
Purchase of Assets	(434,444)	-	(434,444)
Interest Paid	(9,509)	(22,668)	(32,177)
Debt Principal Payments	(29,479)	(13,815)	(43,294)
Net Cash From Capital and Financing Activities	(177,509)	203,734	26,225
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest Revenue	-	76	76
Net Cash From Investing Activities	-	76	76
Net Increase (Decrease) in Cash and Cash Equivalents	116,655	99,822	216,477
CASH AND CASH EQUIVALENTS			
Beginning of Year	413,169	333,970	747,139
End of Year	\$ 529,824	\$ 433,792	\$ 963,616
Reconciliation of Operating Income (Loss) to Net Cash From Operating Activities			
Net Operating Income (Loss)	\$ 43,810	\$ (69,867)	\$ (26,057)
Depreciation	66,875	81,333	148,208
(Increase) Decrease in Accounts Receivable, Net	(6,220)	(9,331)	(15,551)
Increase (Decrease) in Accounts Payable	19,497	(3,124)	16,373
Increase (Decrease) in Accrued Liabilities	899	581	1,480
Net Cash From Operating Activities	\$ 124,861	\$ (408)	\$ 124,453

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

Town of Deer Trail, Colorado

Notes to Financial Statements

December 31, 2021

1. Summary of Significant Accounting Policies

The Town of Deer Trail (the Town) operates under a council-mayor form of government and maintains accounting policies to conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

Reporting Entity

The financial reports of the Town include all of the integral parts of the Town's operations. The Town has no component units using the criteria as set forth in generally accepted accounting principles.

Fund Accounting

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Town reports the following major governmental funds:

General Fund - The general fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.

Proprietary Funds – Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (including depreciation) of providing goods or service to the general public on a continuing basis be financed or recovered primarily through user charges. Proprietary funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

The Town of Deer Trail operates the Water and Sewer Utilities on this basis..

Government-wide and Fund Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

1. Summary of Significant Accounting Policies (continued)

Governmental activities, which normally are supported by taxes and intergovernmental revenue, 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 a given function or activity 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 as general revenues.

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

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 and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants 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 collectible within the current period or soon enough thereafter, to pay liabilities of the current period. For this purpose, the government considers revenues to be recognizable when received. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current period is considered to be susceptible to accrual as revenue of the current period.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

1. Summary of Significant Accounting Policies (continued)

Sales tax collected and held by vendors at year end on behalf of the Town is also recognized as revenue if collected within 30 days after year end. Expenditure-driven grants are recognized as revenue when qualifying expenditures have been incurred and all other grant requirements have been met.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's ongoing operations. The principal operating revenues of the Proprietary funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Equity

Fund balance for governmental funds should be reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which spending can occur. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned, and unassigned. Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

- *Nonspendable fund balance* - The portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts or inventory) or legally or contractually required to be maintained intact.
- *Restricted fund balance* - The portion of fund balance that is constrained to being used for a specific purpose by external parties (such as bondholders), constitutional provisions, or enabling legislation.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

1. Summary of Significant Accounting Policies (continued)

- *Committed fund balance* - The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Trustees. The constraint may be removed or changed only through formal action of the Board of Trustees.

- *Assigned fund balance* - The portion of fund balance that is constrained by the government's intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Board of Trustees to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.

- *Unassigned fund balance* - The residual portion of fund balance that does not meet any of the criteria described above. If more than one classification of fund balance is available for use when an expenditure is incurred, it is the Town's policy to use the most restrictive classification first.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. streets, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Donated or contributed fixed assets are recorded at their estimated fair value on the date received.

The costs of normal maintenance and repairs are charged to operations as incurred. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. Depreciation of buildings, plants, and machinery and equipment is computed using the straight-line method over the following estimated useful lives:

Buildings and Improvements	10 to 40 years
Utility Systems	25 to 50 years
Equipment and Vehicles	5 to 15 years
Infrastructure	25 to 50 years

Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net position.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

1. Summary of Significant Accounting Policies (continued)

Budget and Budgetary Accounting

On or prior to October 15, the Town Clerk submits to the Town Board 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 January 1, the budget is legally enacted through the passage of an ordinance. Amendments can be made until year end.

Budgets for governmental and pension funds are adopted on a basis consistent with generally accepted accounting principles. Budgets for the Proprietary funds are adopted to fulfill statutory requirements and are prepared on an appropriation basis. Principally, the appropriation basis of budgeting provides for a full accrual basis of accounting, loans and reimbursements received, note receivable principal, capital expenditures and bond principal payments, but does not provide for depreciation and amortization. For 2021 the Town Board budgeted all funds and appropriated spending limits by fund. Therefore, the comparisons of actual and budget amounts relating to legal requirements shown in the financial statements is based on “total expenditures” plus “operating transfers to other funds” in the various fund types. All appropriations lapse at year end.

In 2021, the Town’s expenditures exceeded budgeted appropriations, which may be a violation of State statutes.

Cash and Investments

Cash includes interest-bearing demand deposits (checking and money-market accounts), as well as short-term investments with a maturity date within three months of the date acquired.

Investments are stated at cost, except for marketable debt and equity security investments of the pension trust, which are valued at market. State statutes authorize the allowable type of investments, which are detailed in Note 2.

Property Taxes

Annual property taxes are levied and assessed on January 1 and are certified to the County by December 15 of the current year. On January 1 of the following year, the County Treasurer bills the property owners, thus establishing an enforceable lien on the property. The County Treasurer also collects the property taxes and remits the collections on a monthly basis to the Town.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

1. Summary of Significant Accounting Policies (continued)

The Town recognizes a receivable for property tax levies upon certification by the County Treasurer. A deferred revenue liability is recorded in the same amount since the taxes are not available at year end to fund expenditures of the current year. They are recognized as revenue when collected in the following year.

Property taxes are computed using mills, where one mill is equal to \$1 on \$1,000 of assessed value. The mill levy for 2021 was 14.088.

Compensated Absences

All full-time Town employees accumulate sick leave for subsequent use. These accumulations are paid out at half the employees' rate.

Employees also receive noncumulative vacation leave that is paid out in full. The Town has an accrued sick and vacation balance of \$3,843 as of December 31, 2021.

2. Cash and Investments

For the purpose of the statement of cash flows, the Town considers all highly liquid investments (excluding restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Cash Deposits – 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 on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is specified by the PDPA. 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 uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. The State Regulatory Commissions for banks and savings and loan associations are required by Statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

2. Cash and Investments (continued)

The Town has a policy of limiting custodial credit risks by assuring that deposits are only made in eligible public depositories. As of December 31, 2021, none of the Town's deposits are deemed to be exposed to custodial credit risk.

The Town's cash deposits at December 31, 2021 was \$1,910,850 which include cash and cash equivalents, and restricted assets in the primary government Statement of Net Position.

Cash balances are as follows:

	Bank Balance	Carrying Balance
Insured (FDIC)	\$ 312,002	\$ 311,904
Collateralized by securities held by the pledging financial institution's trust department or agent in the Town's name	1,679,803	1,598,951
Total cash and certificates of deposit	\$ 1,991,805	\$ 1,910,855

The difference between the bank balance and carrying balance is \$80,950 which were outstanding checks that had not cleared the banks as of December 31, 2021.

Investments - Colorado statutes specify in which instruments the local government may invest, which include:

1. Repurchase agreements in obligations of the United States;
2. Obligations of the United States or obligations unconditionally guaranteed by the United States;
3. General obligation or revenue bonds of any state, District of Columbia, US territory or any of their subdivisions, with certain limitations;
4. Bankers acceptance issued by a state or national bank, with certain limitations;
5. Commercial paper, with certain limitations;
6. Any obligation, certificate of participation or lease/purchase of the investing public entity;
7. Money market funds, with certain limitations, which invest in the types of securities listed above;
8. Guaranteed investment contracts, with other certain limitations;

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

2. Cash and Investments (continued)

9. Participation with other local governments in pooled investment funds (trusts). These trusts are supervised by participating governments, and must comply with the same restrictions on cash deposits and investments. These trusts are "COLOTRUST" and "CSAFE".

The Town's only investments are in bank savings and local governments pooled investment funds, which are included in cash and cash equivalents.

Interest Rate Risk – The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value loss resulting from increasing interest rates.

Credit Risk – The Town does not have a formal investment policy that would further limit its investment choices beyond those listed above which are approved by Colorado Statutes.

As of December 31, 2021, the Town had \$61,904 invested in the Colorado Liquid Asset Trust (COLOTRUST), and SEC Rule 2a-7-like investment pool. Investments are valued at amortized cost with each share valued at \$1.00. The investment pools are routinely monitored by the Colorado Division of Securities with regard to operations and investments. COLOTRUST is rated AAAM by Standard & Poor's. COLOTRUST records its investments at fair value and the Town records its investments in COLOTRUST using the net asset value method.

3. Restricted Assets

Restricted assets are for the following purposes:

Water Fund – reserve of \$20,774, as required by the Series 2000 loan form Rural Utilities Service. This balance is held in a bank savings account at December 31, 2021.

Sewer Fund – reserve of \$33,378, as required by the Series 2005 Sewer Revenue Bonds. This balance is held in a bank savings account at December 31, 2021.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

4. Capital Assets

Capital asset activity for the year was as follows:

	Balance December 31, 2020	Additions	Transfers or Retirements	Balance December 31, 2021
Governmental activities:				
Non-Depreciable assets:				
Land	\$ 10,000	\$ -	\$ -	\$ 10,000
Depreciable assets:				
Buildings and improvements	653,200	-	-	653,200
Infrastructure	207,218	-	-	207,218
Equipment and vehicles	281,044	-	-	281,044
Total depreciable assets	<u>1,151,462</u>	<u>-</u>	<u>-</u>	<u>1,151,462</u>
Less accumulated depreciation for:				
Buildings and improvements	(586,620)	(5,820)	-	(592,440)
Infrastructure	(69,596)	(5,168)	-	(74,764)
Equipment and vehicles	(201,993)	(16,618)	-	(218,611)
Total accumulated depreciation	<u>(858,209)</u>	<u>(27,606)</u>	<u>-</u>	<u>(885,815)</u>
Governmental activities assets, net	<u>\$ 293,253</u>	<u>\$ (27,606)</u>	<u>\$ -</u>	<u>\$ 265,647</u>

In 2021, depreciation expense of \$27,606 was charged to Public Works.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

4. Capital Assets (continued)

	Balance December 31, 2020	Additions	Transfers or Retirements	Balance December 31, 2021
Business-type activities:				
Non-Depreciable assets:				
Land	\$ 3,000	\$ -	\$ -	\$ 3,000
Construction in progress	2,111,376	434,444	(2,545,820)	-
Depreciable assets:				
Distribution/collection system	4,386,683	2,545,820	-	6,932,503
Equipment	626,116	-	-	626,116
Total capital assets	<u>7,127,175</u>	<u>2,980,264</u>	<u>(2,545,820)</u>	<u>7,561,619</u>
Less accumulated depreciation for:				
Distribution/collection system	(1,628,243)	(127,632)	-	(1,755,875)
Equipment	(445,390)	(20,576)	-	(465,966)
Total accumulated depreciation	<u>(2,073,633)</u>	<u>(148,208)</u>	<u>-</u>	<u>(2,221,841)</u>
Business-type activities assets, net	<u>\$ 5,053,542</u>	<u>\$ 2,832,056</u>	<u>\$ (2,545,820)</u>	<u>\$ 5,339,778</u>

In 2021, depreciation expense of \$66,875 was charged to the Water Fund and \$81,333 was charged to the Sewer Fund.

5. Contingency—Constitutional Amendment

In November 1992, the Colorado voters passed a constitutional amendment (TABOR Amendment) to the State Constitution (Article X, Section 20) which requires voter approval for any increases in mill levies, revenue limits, spending limits and creation of multi-year debt. In addition, the amendment requires that a reserve be established for emergencies of 3% in 1995 and thereafter.

The Town has reserved \$14,188 within the General Fund for the emergency reserve under the TABOR amendment.

In 1998, the voters of the Town approved a referendum allowing the Town to collect, retain and expend the full proceeds of the Town's taxes, fees and other revenues received without increasing or adding taxes of any kind.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

5. Contingency—Constitutional Amendment (continued)

The Town believes that it is in compliance with the provisions of the TABOR Amendment. However, many provisions of the TABOR Amendment are complex and subject to further interpretation and will require judicial interpretation.

6. Long-Term Debt

Series 2005 Sewer Revenue Bonds – The Town issued bonds where the government pledges income derived from customer revenues, net of operating expenses, to repay the debt. Proceeds from the debt provided financing for various improvements. Annual principal and interest payments on the bonds are expected to require approximately 36% of sewer revenues. The bonds have an interest rate of 4.125% and are payable through 2045.

Series 2000 Rural Utilities Service Loan – The Town issued bonds where the government pledges income derived from customer revenues, net of operating expenses, to repay the debt. Proceeds from the debt provided financing for various improvements. Annual principal and interest payments on the bonds are expected to require approximately 19% of water revenues. The bonds have an interest rate of 4.75% and are payable through 2040.

During 2021 principal payments of \$20,315 were made. Additionally, interest payments totaling \$32,429 were made, which are included as a direct expense under Water in the Statement of Activities.

Annual debt service requirements for the above bonds are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 21,091	\$ 31,542	\$ 52,744
2023	22,091	30,620	52,711
2024	23,015	29,653	52,668
2025	24,066	28,646	52,712
2026	25,044	27,595	52,639
2027-2031	142,819	120,537	263,356
2032-2036	177,043	86,387	263,430
2037-2041	195,487	44,571	240,058
2042-2045	109,984	8,654	118,638
	<u>\$ 740,640</u>	<u>\$ 408,205</u>	<u>\$ 1,148,956</u>

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

6. Long-Term Debt (continued)

Drinking Water Revolving Fund Disadvantaged Communities Fund- In October 2020, the Town entered into a loan agreement (the “Agreement”) with the Colorado Water Resource and Power Development Authority (“CWR & PDA”) for a principal amount of \$240,000. The loan accrues interest at 0.5% and is payable in semi-annual principal and interest payments beginning on November 1, 2021. The loan is secured by the net revenues of the Town, as defined within the Agreement.

Drinking Water Revolving Fund Direct Loan - In December 2019, the Town entered into a loan agreement (the “Agreement”) with the Colorado Water Resource and Power Development Authority (“CWR & PDA”) for a principal amount of \$1,221,200. The loan accrues interest at 0.5% and is payable in semi-annual principal and interest payments beginning on May 1, 2021. The loan is secured by the net revenues of the Town, as defined within the Agreement.

Loan requirements to maturity are as follows:

	Principal	Interest	Total
2022	\$ 46,380	\$ 6,050	\$ 26,636
2023	46,607	6,956	53,563
2024	46,846	6,718	53,563
2025	47,080	6,483	53,563
2026	47,406	6,157	53,563
2027-2031	240,156	27,660	267,817
2032-2036	246,228	21,588	267,817
2037-2041	252,454	15,363	267,817
2042-2046	258,836	8,980	267,817
Thereafter	216,228	2,486	272,368
	\$ 1,448,221	\$ 108,441	\$ 1,584,524

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

6. Long-Term Debt (continued)

Total changes in Long-Term Liabilities during 2021 are as follows:

	Balance December 31, 2020	Additions	Payments	Balance December 31, 2021	Due Within One Year
Business-type activities:					
Loans payable:					
2000 RUS Loan- Water	\$ 201,100	\$ -	\$ (6,500)	\$ 194,600	\$ 6,700
2019-2020 CWR & PDA Loans	<u>1,471,200</u>	<u>-</u>	<u>(22,979)</u>	<u>1,448,221</u>	<u>46,380</u>
Total loans payable	1,672,300	-	(29,479)	1,642,821	53,080
Bonds payable:					
Series 2005 Sewer Bonds	<u>559,855</u>	<u>-</u>	<u>(13,815)</u>	<u>546,040</u>	<u>14,391</u>
Total long-term liabilities	<u>\$ 2,232,155</u>	<u>\$ -</u>	<u>\$ (43,294)</u>	<u>\$ 2,188,861</u>	<u>\$ 67,471</u>

7. Deferred Revenue

In June 2021, the Town received tranche one of a two tranche grant in the amount of \$100,540. This was received pursuant to The American Rescue Plan Act of 2021, also called the COVID-19 Stimulus Package or American Rescue Plan (“ARP”) which was enacted on March 11, 2021. The purpose of the bill is to send relief to states and local governments affected by the COVID-19 Pandemic allowing them to better respond to the resulting public health needs and economic hardships that communities continue to experience nationwide. Funds received from this ARP grant can only be used on qualifying expenses. As of December 31, 2021, this grant money was recorded as deferred revenue as none of these funds were spent 2021 and monies are being held until 2022.

8. Risk Management

The Town is exposed to various risks of loss to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters.

Property, Casualty, Errors and Omissions and Liability Insurance

The Town is exposed to various risks of loss related to property, casualty, errors and omissions and liability losses. In 1986 due to the excessive cost of this insurance, the Town joined together with other cities and towns in the State of Colorado to form the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a public entity risk pool currently operating as a common risk management and insurance program for members. The Town pays an annual contribution to CIRSA for its insurance coverage.

Town of Deer Trail, Colorado
Notes to Financial Statements (continued)
December 31, 2021

8. Risk Management (continued)

The member agreement provides that the pool will be self-sustaining through member contributions and additional assessments, if necessary, and the pool will purchase excess insurance through commercial companies for member's claims in excess of a specified self insurance retention, which is determined each policy year.

During 2021 the Town paid approximately \$18,609 for insurance coverage to the pool which is included in the operating expense of the general and enterprise funds.

Town of Deer Trail, Colorado

Required Supplementary Information

Town of Deer Trail, Colorado
General Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balances—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES				
Taxes	\$ 181,150	\$ 181,150	\$ 171,892	\$ (9,258)
Charges for Services	3,000	3,000	163,606	160,606
Licenses and Permits	52,500	52,500	9,082	(43,418)
Miscellaneous	<u>164,900</u>	<u>164,900</u>	<u>17,759</u>	<u>(147,141)</u>
TOTAL REVENUES	<u>401,550</u>	<u>401,550</u>	<u>362,339</u>	<u>(39,211)</u>
EXPENDITURES				
Current:				
General Government	206,400	206,400	417,708	(211,308)
Public Safety	43,500	43,500	43,054	446
Public Works	39,200	39,200	4,444	34,756
Miscellaneous	<u>7,000</u>	<u>7,000</u>	<u>7,688</u>	<u>(688)</u>
TOTAL EXPENDITURES	<u>296,100</u>	<u>296,100</u>	<u>472,894</u>	<u>(176,794)</u>
EXCESS OF REVENUES OVER				
(UNDER) EXPENDITURES	105,450	105,450	(110,555)	(216,005)
OTHER FINANCIAL SOURCES (USES)				
Operating Transfers In (Out)	<u>-</u>	<u>-</u>	<u>(67,691)</u>	<u>(67,691)</u>
NET CHANGE IN FUND BALANCE	105,450	105,450	(178,246)	(283,696)
FUND BALANCES, BEGINNING OF YEAR	<u>188,736</u>	<u>188,736</u>	<u>805,762</u>	<u>617,026</u>
FUND BALANCES, END OF YEAR	<u>\$ 294,186</u>	<u>\$ 294,186</u>	<u>\$ 627,516</u>	<u>\$ 333,330</u>

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

Town of Deer Trail, Colorado

Other Supplementary Information

Town of Deer Trail, Colorado

Combining Balance Sheet Nonmajor Governmental Funds December 31, 2021

	CONSERVATION TRUST FUND	OPEN SPACE FUND	TOTALS
ASSETS:			
Cash	\$ 86,532	\$ 166,670	\$ 253,202
TOTAL ASSETS	<u>\$ 86,532</u>	<u>\$ 166,670</u>	<u>\$ 253,202</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES:			
Accounts Payable	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Restricted - Conservation Trust Funds	86,532	-	86,532
Assigned - Open Space	-	166,670	166,670
TOTAL FUND BALANCES	<u>86,532</u>	<u>166,670</u>	<u>253,202</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 86,532</u>	<u>\$ 166,670</u>	<u>\$ 253,202</u>

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

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

	CONSERVATION TRUST FUND	OPEN SPACE FUND	TOTALS
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Intergovernmental	\$ -	\$ 23,920	\$ 23,920
Other	9,777	-	9,777
Charges for Service	<u>42</u>	<u>257</u>	<u>299</u>
TOTAL REVENUES	<u>9,819</u>	<u>24,177</u>	<u>33,996</u>
EXPENDITURES:			
Culture and Recreation	<u>8,500</u>	<u>15,913</u>	<u>24,413</u>
TOTAL EXPENDITURES	<u>8,500</u>	<u>15,913</u>	<u>24,413</u>
(UNDER) EXPENDITURES	1,319	8,264	9,583
OTHER FINANCING SOURCES (USES):			
Operating Transfers In (Out)	<u>9,975</u>	<u>(8,007)</u>	<u>1,968</u>
NET CHANGE IN FUND BALANCE	11,294	257	11,551
FUND BALANCE, BEGINNING OF YEAR	<u>75,238</u>	<u>166,413</u>	<u>241,651</u>
FUND BALANCE, END OF YEAR	<u>\$ 86,532</u>	<u>\$ 166,670</u>	<u>\$ 253,202</u>

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

Town of Deer Trail, Colorado
Conservation Trust Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balances—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES:				
Intergovernmental - State	\$ -	\$ -	\$ -	\$ -
Other			9,777	9,777
Charges for Service	<u>-</u>	<u>-</u>	<u>42</u>	<u>42</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>9,819</u>	<u>9,819</u>
EXPENDITURES:				
Operating				
Recreation	<u>-</u>	<u>-</u>	<u>8,500</u>	<u>(8,500)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>8,500</u>	<u>(8,500)</u>
(UNDER) EXPENDITURES	-	-	1,319	1,319
OTHER FINANCING SOURCES (USES):				
Operating Transfers (Out)	<u>-</u>	<u>-</u>	<u>9,975</u>	<u>9,975</u>
NET CHANGE IN FUND BALANCE	-	-	11,294	11,294
FUND BALANCE, BEGINNING OF YEAR	<u>32,498</u>	<u>32,498</u>	<u>75,238</u>	<u>35,166</u>
FUND BALANCE, END OF YEAR	<u>\$ 32,498</u>	<u>\$ 32,498</u>	<u>\$ 86,532</u>	<u>\$ 46,460</u>

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

Town of Deer Trail, Colorado
Open Space Fund
Schedule of Revenues, Expenditures
And Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 23,920	\$ 23,920
Charges for Service	<u>-</u>	<u>-</u>	<u>257</u>	<u>257</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>24,177</u>	<u>24,177</u>
EXPENDITURES:				
Culture and Recreation	<u>-</u>	<u>-</u>	<u>15,913</u>	<u>(15,913)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>15,913</u>	<u>(15,913)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	8,264	8,264
OTHER FINANCING SOURCES (USES):				
Operating Transfers In (Out)	<u>-</u>	<u>-</u>	<u>(8,007)</u>	<u>(8,007)</u>
NET CHANGE IN FUND BALANCE	-	-	257	257
FUND BALANCE, BEGINNING OF YEAR	<u>73,375</u>	<u>73,375</u>	<u>166,413</u>	<u>93,038</u>
FUND BALANCE, END OF YEAR	<u>\$ 73,375</u>	<u>\$ 73,375</u>	<u>\$ 166,670</u>	<u>\$ 93,295</u>

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

Town of Deer Trail, Colorado
Water Fund
Schedule of Revenues, Expenditures
And Changes in Net Position—Budget and Actual
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)
OPERATING REVENUES				
Charges for Services	\$ 120,700	\$ 120,700	\$ 316,543	\$ 195,843
Total Operating Revenues	<u>120,700</u>	<u>120,700</u>	<u>316,543</u>	<u>195,843</u>
OPERATING EXPENSES				
Salaries and Benefits	67,700	67,700	10,160	57,540
Supplies and Office Expenses	22,400	22,400	16,187	6,213
Utilities	15,150	15,150	18,023	(2,873)
Repairs and Maintenance	103,100	103,100	74,576	28,524
Professional Fees	13,000	13,000	13,593	(593)
Insurance	6,500	6,500	-	6,500
Capital improvements	-	-	434,444	(434,444)
Other	-	-	73,319	(73,319)
Total Operating Expenses	<u>227,850</u>	<u>227,850</u>	<u>640,302</u>	<u>(412,452)</u>
Income (Loss) From Operations	<u>(107,150)</u>	<u>(107,150)</u>	<u>(323,759)</u>	<u>(216,609)</u>
NON-OPERATING REVENUES (EXPENSES)				
Activation and Tap Fees	350,000	350,000	120,400	(229,600)
Miscellaneous	-	-	175,552	175,552
Principal Payments	-	-	(29,479)	(29,479)
Interest Expense	-	-	(9,509)	(9,509)
Total Non-Operating Revenues (Expenses)	<u>350,000</u>	<u>350,000</u>	<u>256,964</u>	<u>(93,036)</u>
Net Income Before Contributions and Transfers	<u>242,850</u>	<u>242,850</u>	<u>(66,795)</u>	<u>(309,645)</u>
Transfers In (Out)	-	-	169,303	169,303
CHANGE IN NET POSITION	<u>\$ 242,850</u>	<u>\$ 242,850</u>	<u>102,508</u>	<u>\$ (140,342)</u>
RECONCILIATION TO GAAP BASIS:				
Principal Payments			29,479	
Depreciation and Amortization			(66,875)	
Capital outlay			434,444	
Change in Net Position GAAP			<u>\$ 499,556</u>	

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

Town of Deer Trail, Colorado
Sewer Fund
Schedule of Revenues, Expenditures
And Changes in Net Position—Budget and Actual
For the Year Ended December 31, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
OPERATING REVENUES				
Charges for Services	\$ 146,500	\$ 146,500	\$ 193,972	\$ 47,472
Total Operating Revenues	<u>146,500</u>	<u>146,500</u>	<u>193,972</u>	<u>47,472</u>
OPERATING EXPENSES				
Salaries and Benefits	67,700	67,700	10,160	57,540
Utilities	15,150	15,150	18,023	(2,873)
Repairs and Maintenance	106,600	106,600	82,223	24,377
Professional Fees	13,000	13,000	13,593	(593)
Insurance	6,500	6,500	-	6,500
Other	22,400	22,400	58,507	(36,107)
Total Operating Expenses	<u>231,350</u>	<u>231,350</u>	<u>182,506</u>	<u>48,844</u>
Income (Loss) From Operations	(84,850)	(84,850)	11,466	96,316
NON-OPERATING REVENUES (EXPENSES)				
Activation and Tap Fees	600,000	600,000	240,000	(360,000)
Investment Earnings	-	-	76	76
Miscellaneous	-	-	264	264
Principal Payments	-	-	(13,815)	(13,815)
Interest Expense	-	-	(22,668)	(22,668)
Total Non-Operating Revenues (Expenses)	<u>600,000</u>	<u>600,000</u>	<u>203,857</u>	<u>(396,143)</u>
Net Income Before Contributions and Transfers	<u>515,150</u>	<u>515,150</u>	<u>215,323</u>	<u>(299,827)</u>
Transfers In (Out)	-	-	(103,580)	(103,580)
CHANGE IN NET POSITION	<u>\$ 515,150</u>	<u>\$ 515,150</u>	111,743	<u>\$ (403,407)</u>
RECONCILIATION TO GAAP BASIS:				
Principal Payments			13,815	
Depreciation and Amortization			<u>(81,333)</u>	
Change in Net Position GAAP			<u>\$ 44,225</u>	

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

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

LOCAL HIGHWAY FINANCE REPORT		City or County: Deer Trail
		YEAR ENDING : December 2021
This Information From The Records Of (example - City of _ or County of _): Town of Deer Trail	Prepared By: Phone:	Debbie Cowell 303-769-4464

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:	
Current Liabilities:		1. Capital outlay (from page 2)	
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	21,979
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	0
2. General fund appropriations		b. Snow and ice removal	3,421
3. Other local imposts (from page 2)	125,846	c. Other	18,924
4. Miscellaneous local receipts (from page 2)	35,616	d. Total (a. through c.)	22,345
5. Transfers from toll facilities		4. General administration & miscellaneous	0
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	27,544
a. Bonds - Original Issues		6. Total (1 through 5)	71,868
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	161,462	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)		2. Notes:	
	149,696	a. Interest	
D. Receipts from Federal Government (from page 2)		b. Redemption	
	0	c. Total (a. + b.)	0
E. Total receipts (A.7 + B + C + D)		3. Total (1.c + 2.c)	0
	311,158	C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	
			71,868

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds	2,232,155	0	43,294	2,188,861
B. Notes (Total)	2,232,155	0	43,294	2,188,861

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	590,957	311,158	71,868	830,247	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	107,515	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses	10,004	f. Charges for Services	
5. Specific Ownership &/or Other	8,327	g. Other Misc. Receipts	
6. Total (1. through 5.)	18,331	h. Other Franchise fees	35,616
c. Total (a. + b.)	125,846	i. Total (a. through h.)	35,616
	(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	49,156	1. FHWA (from Item I.D.5.)	
Current Liabilities:		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations		d. Federal Transit Admin	
d. Other (Specify) - ARP DOLA Grant	100,540	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	100,540	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	149,696	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			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	0	0
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	0	0
			(Carry forward to page 1)
Notes and Comments:			