TOWN OF LOG LANE VILLAGE, COLORADO

FINANCIAL STATEMENTS

December 31, 2021

Logan and Associates, LLC
CERTIFIED PUBLIC ACCOUNTANTS

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Logan and Associates, LLC
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Town Board of Trustees
Town of Log Lane Village
Log Lane Village, Colorado

Report on the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Log Lane Village (the "Town") 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Log Lane Village as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 Log Lane Village, and to meet our 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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the 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's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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 will always detect a material misstatement when it exists. 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgement 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 of 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 of the effectiveness of the Town'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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town'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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedule – General Fund, schedule of proportionate share of the net pension liability/(asset), schedule of Town contributions and the notes to required supplementary information on pages i – ix and 29 – 33 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the GASB 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.

Supplementary Information and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The accompanying supplementary information and other information 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 supplementary information and other information have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and other information are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Logan and Associates, LLC

Aurora, Colorado
July 6, 2022

TOWN OF LOG LANE VILLAGE, COLORADO
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2021

As management of the Town of Log Lane Village (the "Town"), we offer readers of the Town's basic financial statements this narrative overview and analysis of the Town for the fiscal year ended December 31, 2021. We encourage readers to consider the information presented here in conjunction with additional information provided in the financial statement.

FINANCIAL HIGHLIGHTS

- The Town's assets exceed it liabilities by $8,856,261 as of December 31, 2021, an increase of $986,520 in comparison to the prior year.
- Governmental activities report combined ending net position of $3,930,736, an increase of $810,105 in comparison with the prior year.
- The Town's fund balance for the General Fund is $2,117,254, an increase of $331,024 in comparison to the prior year.
- Total long-term liabilities decreased by $18,937 during the 2021 fiscal year with no new debt.
- General property tax, sales tax, and other taxes totaled $1,186,586 or 94% of the general revenues.
- The Town received $106,698 in America Rescue Plan Act funds, which were used during the year for infrastructure improvements in the General and Water Funds.
- The Town purchased a property for $177,013 to provide housing for police officers so that they can be in the Town limits and be able to respond faster to dispatched calls.
- The Town, additionally, expended $870,480 in major road, water and wastewater improvements.
- The Town invested $150,000 in an annuity. The cash surrender value of this annuity has decreased in value, as noted in Note 3 to the financial statements. The Town does not intend to liquidate this investment in the near future, hence no write down was included in the financial records.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances in a manner similar to a private-sector business.

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

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

The government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (*Governmental Activities*) from other functions that are intended to recover all or a significant portion of their cost through user fees and charges (*Business-type Activities*). The Governmental Activities of the Town include general government administration, public works, public safety, parks and recreation, library, community service and economic development. The Business-type Activities of the Town include the following utilities: water, sewer, and trash.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The Town's fund can be divided into two categories: Governmental Funds and Proprietary Funds.

Governmental Funds – *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *short-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's short-term financial requirements. The accounting method is called *modified accrual* accounting.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental activities in the *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's short-term financing decisions. Both governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and change in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The Town maintains one major government fund, which is the General Fund. Information for the General Fund is presented in the governmental fund balance sheet, in the governmental fund statement of revenues, expenditures, and changes in fund balances for the governmental funds.

Proprietary Funds – The Town maintains one proprietary fund. *Enterprise Funds* are used to report the same function presented as business-type activities in the government-wide financial statements. The Town uses a separate enterprise fund to account for each of its utility funds: Water, Sewer and Trash funds, all of which are major.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted previously, net position may serve over time as a useful indicator of the Town's financial position. For the year ended December 31, 2021, the Town's combined assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $8,856,261. Of this amount, $2,455,578 is unrestricted and available to meet the Town's ongoing financial obligations.

By far the largest portion of net position is the investment in capital assets (net of related debt) of $6,367,348. (72 % of net position). This amount reflects the investment in all capital assets (e.g. infrastructure, land, buildings, and equipment) less any related debt used to acquire those assets that are still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

The following table summarizes the Town's governmental and business-type net position for 2021:

	Governmental Activities 2021	Governmental Activities 2020	Business Type Activities 2021	Business Type Activities 2020	Total 2021	Total 2020
Assets:						
Current and Other Assets	$2,233,609	$1,862,193	$351,857	$574,824	$2,585,466	$2,437,017
Capital Assets	1,745,732	1,266,166	5,399,358	5,005,283	7,145,090	6,271,449
TOTAL ASSETS	3,979,341	3,128,359	5,751,215	5,580,107	9,730,556	8,708,466
Deferred Outflows of Resources	57,953	62,354	-	-	57,953	62,354
Liabilities:						
Current Liabilities	38,520	17,484	19,708	14,678	58,228	32,162
Noncurrent Liabilities	-	0	777,742	796,679	777,742	796,679
Customer Deposits	-	-	28,240	19,640	28,240	19,640
TOTAL LIABILITIES	38,520	17,484	825,690	830,997	864,210	848,481
Deferred Inflows of Resources	68,038	52,598	-	-	68,038	52,598
Net Position:						
Net Investment in Capital Assets	1,745,732	1,266,166	4,621,616	4,208,604	6,367,348	5,474,770
Restricted	13,751	27,187	19,584	56,640	33,335	83,827
Unrestricted	2,171,253	1,827,278	284,325	483,866	2,455,578	2,311,144
TOTAL NET POSITION	$3,930,736	$3,120,631	$4,925,525	$4,749,110	$8,856,261	$7,869,741

A portion of total net position, $33,335, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, $2,455,578 (28 % of net position) may be used to meet the Town's ongoing obligations to citizens and creditors.

Change in Net Position

Governmental and business-type activities increased the Town's net position by $986,520 in 2021.

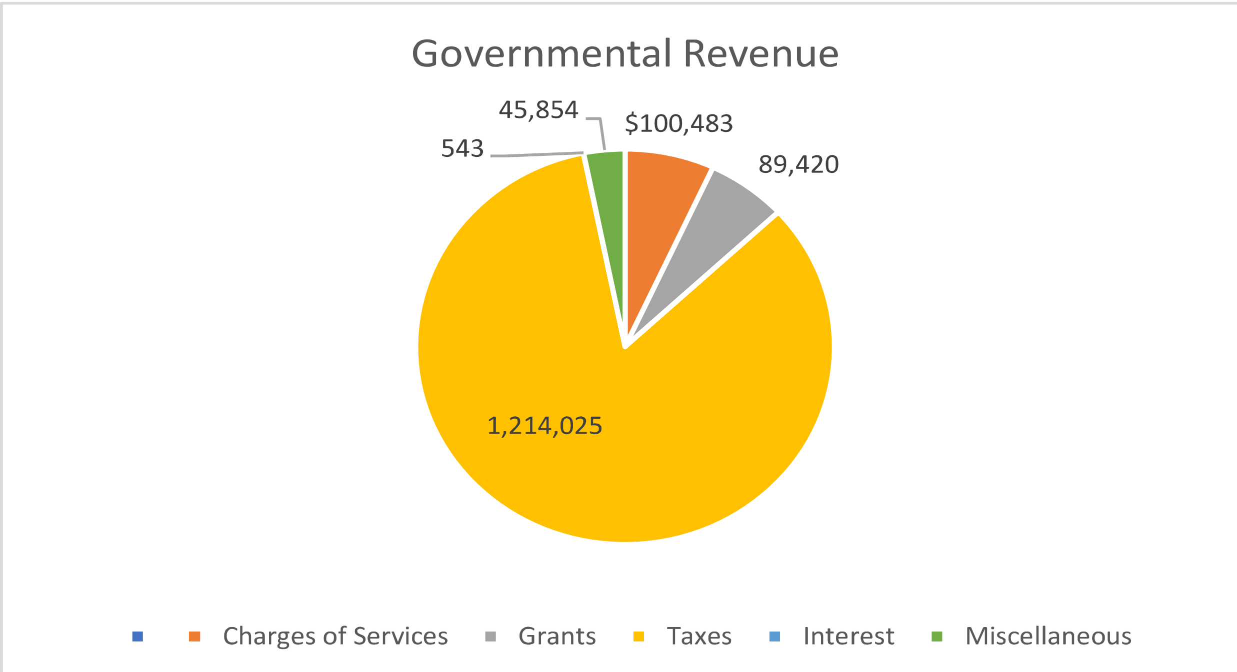
The following table summarizes the Town's governmental and business-type revenues, expenses and changes in net position.

	Governmental Activities 2021	Governmental Activities 2020	Business Type Activities 2021	Business Type Activities 2020	Total 2021	Total 2020
Revenues:						
Program Revenues						
Charges of Services	$100,483	$89,645	$653,824	$635,984	$754,307	$725,629
Grants	82,599	64,318	72,763	-	155,362	64,318
Miscellaneous	-	-	-	-	-	-
General Revenues						
Taxes	1,214,025	1,305,317			1,214,025	1,305,317
Interest	543	932	49	9,182	592	10,114
Grants Not Restricted	6,821	21,274	-	-	6,821	21,274
Sale of Assets	(9,450)	8,853	-	-	(9,450)	8,853
Miscellaneous	45,854	188,056	50	-	45,904	188,056
TOTAL REVENUES	1,440,875	1,678,395	726,686	645,166	2,167,561	2,323,561
Expenses:						
General Government	190,200	203,984	-	-	190,200	203,984
Public Safety	272,427	291,789	-	-	272,427	291,789
Public Works	151,810	96,570	-	-	151,810	96,570
Parks and Recreation	16,333	33,238	-	-	16,333	33,238
Water Operations		-	282,028	268,661	282,028	268,661
Sewer Operations	-	-	146,710	128,475	146,710	128,475
Trash Operations	-	-	85,830	78,656	85,830	78,656
Interest	-	-	35,703	36,510	35,703	36,510
TOTAL EXPENSES	630,770	625,581	550,271	512,302	1,181,041	1,137,883
Transfers:	-	-	-	-	-	-
Increase in Net Position:	810,105	1,052,814	176,415	132,864	986,520	1,185,678
Net Position, Beginning	3,120,631	2,067,817	4,749,110	4,616,246	7,869,741	6,684,063
Net Position, Ending	$ 3,930,736	$ 3,120,631	$ 4,925,525	$ 4,749,110	$ 8,856,261	$ 7,869,741

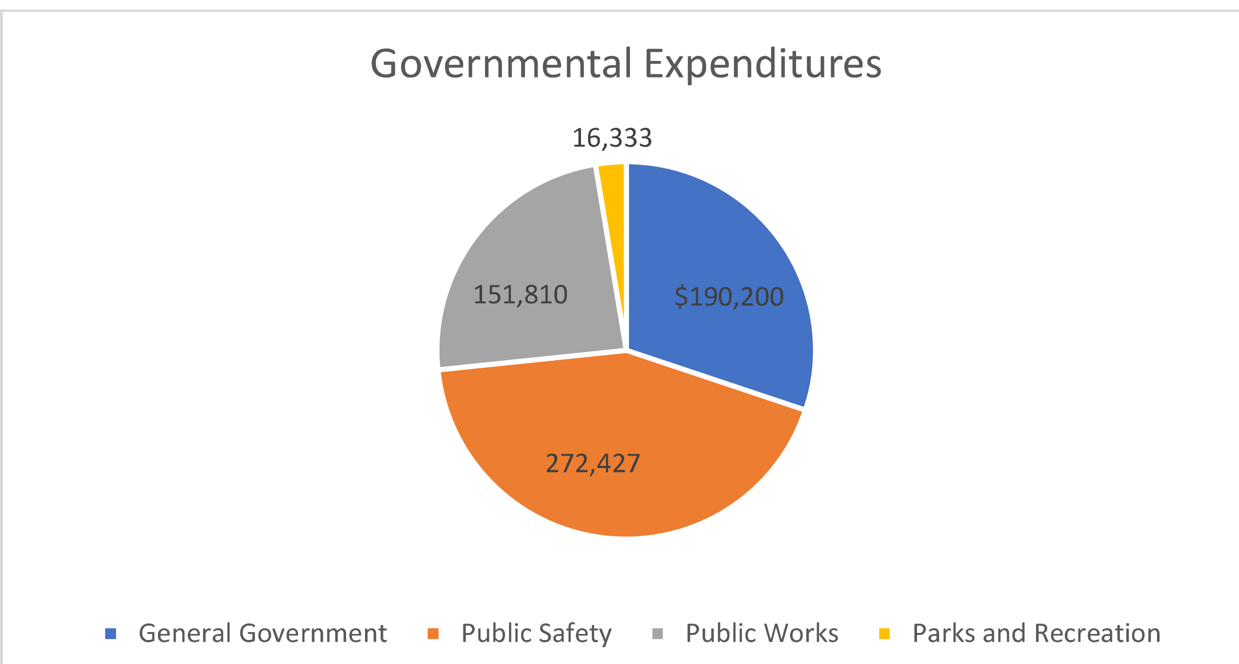
Governmental Activities

Governmental activities increased the Town's net position by $810,105.

REVENUES BY SOURCE – GOVERNMENTAL ACTIVITIES



EXPENSES BY DEPARTMENT – GOVERNMENTAL ACTIVITIES



Business-type activities for the year resulted in an increase in net position of $176,415. Charges for services accounted for 88% of total revenues.

FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS

Governmental Funds – The focus of the Town's governmental fund is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, the unreserved fund balance may serve as a useful measure of the Town's net resources available for spending at the end of the fiscal year. As of the end of 2021, the Town's governmental funds reported an ending fund balance of $2,121,005, an increase of $324,588 in comparison with the prior year. Of the ending fund balance for the governmental funds, 7.7% of this total has been restricted, committed, or assigned.

The Town has one major governmental fund, which is the General Fund, and it is the primary operating fund for the Town. At the end of 2021, the unassigned fund balance of the General Fund was $1,931,563, while the total fund balance was $2,117,254 . As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. The fund balance of the General Fund increased by $331,024 during 2021.

Propriety funds – The Town's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

The Town has three enterprise funds: Water, Sewer and Trash Funds. At the end of 2021, these funds represented the following net position amounts:

Fund:	Water	Sewer	Trash
Unrestricted net position	$ 6,590	$ 322,283	$ (44,548)
Total net position	$ 4,204,494	$ 765,579	$ (44,548)
Increase (decrease) in net position	$ 133,422	$ 53,663	$ (10,670)

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town budgeted $1,484,240 for 2021 expenditures. Actual expenditures were $1,111,291.

CAPITAL ASSET AND DEBT ADMINISTRATION

The Town's investment in capital assets for its governmental and business-type activities as of December 31, 2021, was $7,145,090. As required by GASB 34, the investment in capital assets includes land, buildings, building improvements, and equipment.

	Balances 12/31/2020	Additions	Deletions	Balances 12/31/2021
Governmental Activities:				
Capital Assets, not being depreciated				
Land	$ 40,415	$ -	$ -	$ 40,415
Construction in Progress	-	180,561	-	180,561
Total Capital Assets, not being depreciated	40,415	180,561	-	220,976
Capital Assets, being depreciated				
Buildings	330,243	177,013	-	507,256
Infrastructure	725,002	190,659	-	915,661
Parks & Improvements	92,848	-	-	92,848
Equipment and Vehicles	609,836	22,257	10,500	621,593
Total Capital Assets, being depreciated	1,757,929	389,929	10,500	2,137,358
Less accumulated depreciation				
Buildings	(55,903)	(9,605)	-	(65,508)
Infrastructure	(64,456)	(31,243)	-	(95,699)
Parks & Improvements	(7,784)	(5,913)	-	(13,697)
Equipment and Vehicles	(404,035)	(34,713)	(1,050)	(437,698)
Total accumulated depreciation	(532,178)	(81,474)	(1,050)	(612,602)
Total Capital Assets, being depreciated, net	1,225,751	308,455	9,450	1,524,756
Governmental Activities Capital Assets, net	**$ 1,266,166**	**$ 489,016**	**$ 9,450**	**$ 1,745,732**

	Balances 12/31/2020	Additions	Deletions	Balances 12/31/2021
Business-type Activities:				
Capital Assets, not being depreciated				
Water Connection Right - MCQWD	$ 3,396,545	$ -	$ -	$ 3,396,545
Water Rights	4,170	-	-	4,170
Construction in Progress	-	82,863	-	82,863
Total Capital Assets, not being depreciated	3,400,715	82,863	-	3,483,578
Capital Assets, being depreciated				
Water System	2,285,778	263,530	-	2,549,308
Sewer System	762,828	130,610	-	893,438
Equipment and Vehicles	60,488	-	-	60,488
Total Capital Assets, being depreciated	3,109,094	394,140	-	3,503,234
Less accumulated depreciation				
Water System	(998,087)	(58,551)	-	(1,056,638)
Sewer System	(498,903)	(21,351)	-	(520,254)
Equipment and Vehicles	(7,536)	(3,026)	-	(10,562)
Total accumulated depreciation	(1,504,526)	(82,928)	-	(1,587,454)
Total Capital Assets, being depreciated, net	1,604,568	311,212	-	1,915,780
Business-type Activities Capital Assets, net	**$ 5,005,283**	**$ 394,075**	**$ -**	**$ 5,399,358**

LONG-TERM DEBT

As of December 31, 2021, the Town had long-term debt as follows:

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021	Due Within One Year
Business-type Activities					
2004 USDA Bonds	$ 796,679	$ -	$ 18,937	$ 777,742	$ 19,780

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in the report or requests for additional financial information should be addressed to:

Town Clerk/Treasurer
Town of Log Lane Village
109 Maine St
Log Lane Village, CO 80705
Phone: 970-867-8027

BASIC FINANCIAL STATEMENTS

TOWN OF LOG LANE VILLAGE, COLORADO

STATEMENT OF NET POSITION
December 31, 2021

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and Investments	$ 1,915,515	$ 322,715	$ 2,238,230
Restricted Cash and Investments	-	19,584	19,584
Internal Balances	51,760	(51,760)	-
Receivables			
Property Taxes	49,744	-	49,744
Other Governments	164,451	-	164,451
Accounts	2,108	61,318	63,426
Prepaid Expenses	25,691	-	25,691
Net Pension Asset	24,340	-	24,340
Capital Assets, Not Depreciated	220,976	3,483,578	3,704,554
Capital Assets, Depreciated Net of Accumulated Depreciation	1,524,756	1,915,780	3,440,536
TOTAL ASSETS	3,979,341	5,751,215	9,730,556
DEFERRED OUTLFOWS OF RESOURCES			
Related to Defined Benefit Pension Plan	57,953	-	57,953
LIABILITIES			
Accounts Payable	27,518	19,708	47,226
Accrued Liabilities	9,802	-	9,802
Customer Deposits	1,200	28,240	29,440
Noncurrent Liabilities			
Due in One Year	-	19,780	19,780
Due in More Than One Year	-	757,962	757,962
TOTAL LIABILITIES	38,520	825,690	864,210
DEFERRED INFLOW OF RESOURCES			
Deferred Property Tax Revenue	49,744	-	49,744
Related to Defined Benefit Pension Plan	18,294	-	18,294
TOTAL DEFERRED INFLOWS OF RESOURCES	68,038	-	68,038
NET POSITION			
Net Investment in Capital Assets	1,745,732	4,621,616	6,367,348
Restricted for Debt Service	-	19,584	19,584
Restricted for Emergencies	10,000	-	10,000
Restricted for Parks and Recreation	3,751	-	3,751
Unrestricted, Unreserved	2,171,253	284,325	2,455,578
TOTAL NET POSITION	$ 3,930,736	$ 4,925,525	$ 8,856,261

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

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TOWN OF LOG LANE VILLAGE, COLORADO

STATEMENT OF ACTIVITIES
Year Ended December 31, 2021

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES CHARGES FOR SERVICES	PROGRAM REVENUES OPERATING GRANTS AND CONTRIBUTIONS	PROGRAM REVENUES CAPITAL GRANTS AND CONTRIBUTIONS
PRIMARY GOVERNMENT				
Governmental Activities				
General Government	$ 190,200	$ 85,032	$ -	$ -
Public Safety	272,427	15,451	-	-
Public Works	151,810	-	40,770	33,935
Parks and Recreation	16,333	-	-	7,894
Total Governmental Activities	630,770	100,483	40,770	41,829
Business-Type Activities				
Water	282,028	378,335	-	72,763
Sewer	146,710	200,329	-	-
Trash	85,830	75,160	-	-
Interest on Long-Term Debt	35,703	-	-	-
Total Business-Type Activities	550,271	653,824	-	72,763
Total Primary Government	$ 1,181,041	$ 754,307	$ 40,770	$ 114,592

GENERAL REVENUES
Property Taxes
Sales Taxes
Franchise Taxes
Other Taxes
Grants not Restricted to Specific Programs
Interest
Gain (Loss)-Capital Assets Disposal
Miscellaneous

TOTAL GENERAL REVENUES

CHANGE IN NET POSITION

NET POSITION, Beginning

NET POSITION, Ending

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

NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION		
GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
$ (105,168)	$ -	$ (105,168)
(256,976)	-	(256,976)
(77,105)	-	(77,105)
(8,439)	-	(8,439)
(447,688)	-	(447,688)
-	169,070	169,070
-	53,619	53,619
-	(10,670)	(10,670)
-	(35,703)	(35,703)
-	176,316	176,316
(447,688)	176,316	(271,372)
47,057	-	47,057
1,128,519	-	1,128,519
27,439	-	27,439
11,010	-	11,010
6,821	-	6,821
543	49	592
(9,450)	-	(9,450)
45,854	50	45,904
1,257,793	99	1,257,892
810,105	176,415	986,520
3,120,631	4,749,110	7,869,741
$ 3,930,736	$ 4,925,525	$ 8,856,261

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2021

	GENERAL FUND	NONMAJOR GOVERNMENTAL CONSERVATION TRUST FUND	TOTALS
ASSETS			
Cash and Investments	$ 1,911,764	$ 3,751	$ 1,915,515
Property Taxes Receivable	49,744	-	49,744
Due from Other Governments	164,451	-	164,451
Accounts Receivable	2,108	-	2,108
Prepaid Expenditures	25,691	-	25,691
Due from Other Funds	51,760	-	51,760
TOTAL ASSETS	2,205,518	3,751	2,209,269
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND EQUITY			
LIABILITIES			
Accounts Payable	27,518	-	27,518
Accrued Liabilities	9,802	-	9,802
Deposits Payable	1,200	-	1,200
TOTAL LIABILITIES	38,520	-	38,520
DEFERRED INFLOW OF RESOURCES			
Deferred Property Tax Revenue	49,744	-	49,744
FUND EQUITY			
Fund Balance			
Nonspendable	25,691		25,691
Restricted for Emergencies	10,000	-	10,000
Restricted for Parks and Recreation	-	3,751	3,751
Committed for Infrastructure Improvements	150,000	-	150,000
Unassigned	1,931,563	-	1,931,563
TOTAL FUND EQUITY	2,117,254	3,751	2,121,005
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND EQUITY	$ 2,205,518	$ 3,751	$ 2,209,269

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

TOWN OF LOG LANE VILLAGE, COLORADO

RECONCILIATION OF THE BALANCE SHEET -
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	$ 2,121,005
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	1,745,732
Some assets were not received in the current period and, therefore, are not reported in the funds. This is the amount of the net pension assets.	24,340
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds:	
Deferred outflows of resources - difference in expected vs actual experience	17,398
Deferred outflows of resources - change in proportionate share of net pension liability	22,876
Deferred outflows of resources - change in assumptions or other inputs	8,664
Deferred outflows of resources - pension contributions from the measurement date	9,015
Deferred inflows of resources - difference in expected vs actual experience	(70)
Deferred inflows of resources - difference in expected vs actual experience	(18,224)
Net position of governmental activities	$ 3,930,736

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

TOWN OF LOG LANE VILLAGE, COLORADO

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
Year Ended December 31, 2021

	GENERAL FUND	NONMAJOR GOVERNMENTAL CONSERVATION TRUST FUND	TOTALS
REVENUES			
Taxes	$ 1,211,163	$ -	$ 1,211,163
Licenses and Permits	84,522	-	84,522
Fines and Forfeitures	15,451	-	15,451
Charges for Services	510	-	510
Intergovernmental	84,388	7,894	92,282
Interest	542	1	543
Miscellaneous	45,739	115	45,854
TOTAL REVENUES	1,442,315	8,010	1,450,325
EXPENDITURES			
Current			
General Government	190,200	-	190,200
Public Safety	250,686	-	250,686
Public Works	125,851	-	125,851
Parks and Recreation	-	7,960	7,960
Capital Outlay	544,554	6,486	551,040
TOTAL EXPENDITURES	1,111,291	14,446	1,125,737
NET CHANGE IN FUND BALANCES	331,024	(6,436)	324,588
FUND BALANCES, Beginning	1,786,230	10,187	1,796,417
FUND BALANCES, Ending	$ 2,117,254	$ 3,751	$ 2,121,005

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

TOWN OF LOG LANE VILLAGE, COLORADO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2021

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

Net Changes in Fund Balances - Total Governmental Funds	$	324,588
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay of $570,490, exceeded depreciation expense ($81,474) and loss on capital asset disposal($9,450) in the current period.		479,566
In the statement of activities, certain operating expenses and pension income/(expense), are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used or due (the amounts actually paid). This amount represents the net effect of pension related amounts, including amortization of deferred outflows and deferred inflows of resources related to pensions, in the statement of activities.		5,951
Change in Net Position of Governmental Activities	$	810,105

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

TOWN OF LOG LANE VILLAGE, COLORADO

STATEMENT OF NET POSITION
PROPRIETARY FUND TYPE
December 31, 2021

	WATER FUND	SEWER FUND	TRASH FUND	TOTALS
ASSETS				
Current Assets				
Cash and Investments	$ 16,822	$ 305,893	$ -	$ 322,715
Restricted Cash and Investments	19,584	-	-	19,584
Accounts Receivable, Net	30,898	23,208	7,212	61,318
Total Current Assets	67,304	329,101	7,212	403,617
Noncurrent Assets				
Capital Assets, Not Being Depreciated	3,442,147	41,431	-	3,483,578
Capital Assets, Net of Accumulated Depreciation	1,513,915	401,865	-	1,915,780
Total Noncurrent Assets	4,956,062	443,296	-	5,399,358
TOTAL ASSETS	5,023,366	772,397	7,212	5,802,975
LIABILITIES				
Current Liabilities				
Accounts Payable	12,890	6,818	-	19,708
Customer Deposits	28,240	-	-	28,240
Due to Other Funds	-	-	51,760	51,760
Bonds Payable - Current Portion	19,780	-	-	19,780
Total Current Liabilities	60,910	6,818	51,760	119,488
Noncurrent Liabilities				
Bonds Payable	757,962	-	-	757,962
Total Noncurrent Liabilities	757,962	-	-	757,962
TOTAL LIABILITIES	818,872	6,818	51,760	877,450
NET POSITION				
Net Investment in Capital Assets	4,178,320	443,296	-	4,621,616
Restricted for Debt Service	19,584	-	-	19,584
Unreserved	6,590	322,283	(44,548)	284,325
TOTAL NET POSITION	$ 4,204,494	$ 765,579	$ (44,548)	$ 4,925,525

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

TOWN OF LOG LANE VILLAGE, COLORADO

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPES
Year Ended December 31, 2021

	WATER FUND	SEWER FUND	TRASH FUND	TOTALS
OPERATING REVENUES				
Charges for Services	$ 371,583	$ 195,340	$ 75,160	$ 642,083
Connection and Late Fees	6,752	4,989	-	11,741
Miscellaneous	50	-	-	50
TOTAL OPERATING REVENUES	378,385	200,329	75,160	653,874
OPERATING EXPENSES				
Operations and Maintenance	188,897	91,434	85,830	366,161
Administrative and General	32,837	32,642	-	65,479
Depreciation	60,294	22,634	-	82,928
TOTAL OPERATING EXPENSES	282,028	146,710	85,830	514,568
OPERATING INCOME (LOSS)	96,357	53,619	(10,670)	139,306
NON-OPERATING REVENUES (EXPENSES)				
Interest Income	5	44	-	49
Interest Expense	(35,703)	-	-	(35,703)
TOTAL NON-OPERATING REVENUES (EXPENSES)	(35,698)	44	-	(35,654)
INCOME (LOSS) BEFORE CAPITAL CONTRIBUITIONS	60,659	53,663	(10,670)	103,652
CAPITAL CONTRIBUTIONS				
Capital Grants	72,763	-	-	72,763
CHANGE IN NET POSITION	133,422	53,663	(10,670)	176,415
NET POSITION, Beginning	4,071,072	711,916	(33,878)	4,749,110
NET POSITION, Ending	$ 4,204,494	$ 765,579	$ (44,548)	$ 4,925,525

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

TOWN OF LOG LANE VILLAGE, COLORADO

STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPES
Year Ended December 31, 2021
Increase (Decrease) in Cash and Cash Equivalents

	WATER FUND	SEWER FUND	TRASH FUND	TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Customers	$ 382,639	$ 198,457	$ 74,413	$ 655,509
Cash Received from Others	50	-	-	50
Cash Paid to Suppliers	(187,050)	(94,451)	(85,830)	(367,331)
Cash Paid to Employees	(32,584)	(26,695)	-	(59,279)
Net Cash Provided (Used) by Operating Activities	163,055	77,311	(11,417)	228,949
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Payments received from Other Funds	-	-	11,417	11,417
Cash Received from Grants	72,763	-	-	72,763
Purchase of Capital Assets	(304,962)	(172,041)	-	(477,003)
Bond Payments	(18,937)	-	-	(18,937)
Interest Payments	(35,703)	-	-	(35,703)
Net Cash Provided (Used) by Capital and Related Financing Activities	(286,839)	(172,041)	11,417	(447,463)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	5	44	-	49
Net Cash Provided by Investing Activities	5	44	-	49
Net Decrease in Cash and Cash Equivalents	(123,779)	(94,686)	-	(218,465)
CASH AND CASH EQUIVALENTS, Beginning	160,185	400,579	-	560,764
CASH AND CASH EQUIVALENTS, Ending	$ 36,406	$ 305,893	$ -	$ 342,299
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	$ 96,357	$ 53,619	$ (10,670)	$ 139,306
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities				
Depreciation and Amortization	60,294	22,634	-	82,928
Changes in Assets and Liabilities				
Accounts Receivable	(4,296)	(1,872)	(747)	(6,915)
Accounts Payable	2,100	2,930		5,030
Customer Deposits	8,600	-	-	8,600
Total Adjustments	66,698	23,692	(747)	89,643
Net Cash Provided (Used) by Operating Activities	$ 163,055	$ 77,311	$ (11,417)	$ 228,949

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Town of Log Lane Village (the "Town") is a political subdivision of the State of Colorado governed by a seven-member Board of Trustees elected by the residents. The Town is a full service local government entity providing public safety, public works, parks and recreation services, water services, sewer services and trash services.

The accounting policies of the Town conform to generally accepted accounting principles 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. A summary of the Town's more significant accounting policies follows.

Reporting Entity

The definition of the reporting entity is based primarily on financial accountability. The Town is financially accountable for organizations that make up its legal entity. It is also financially accountable for legally separate organizations if the Town officials appoint a voting majority of the organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the Town. The Town may also be financially accountable for organizations that are fiscally dependent upon it. Based on the application of the criteria, no additional organizations were included within the Town's 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 nonfiduciary 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 net position reports all financial, capital and debt resources of the Town. The difference between assets plus deferred outflows, and liabilities plus deferred inflows of the Town is reported as net position.

The statement of activities demonstrates the degree to which the direct expenses and allocated indirect expenses of a given function or segment are offset by program revenues.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide and Fund Financial Statements (Continued)

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental and 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 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 granting agency 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 revenue and interest associated with the current fiscal year are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. Grants and similar items are recorded as revenues when all eligibility requirements are met, including any time requirements. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met. All other revenues are considered to be 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

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 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 or capital contributions.

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

The Town reports the following major governmental fund in the fund financial statements:

General Fund – The General Fund is used to account for the general operations and specific programs of the Town.

The Town also reports the following nonmajor governmental fund:

Conservation Trust Fund – The Conservation Trust Fund is a special revenue fund that accounts for lottery revenues received and spent on recreational programs.

The Town reports the following major proprietary funds:

Water Fund – The Water Fund accounts for the financial activities associated with providing water services.

Sewer Fund – The Sewer Fund accounts for the financial activities associated with providing sewer services.

Trash Fund – The Trash Fund accounts for the financial activities associated with providing trash services.

Assets, Liabilities, Fund Balance/Net Position

Cash and Investments – Cash equivalents include investments with original maturities of three months or less. Investments are reported at fair value.

Due to/from Other Funds/Internal Balances – During the course of operations, certain transactions occur between individual funds. The resulting receivables and payables are classified in the fund financial statements as due to/from other funds.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, Fund Balance/Net Position

Other Governments Receivables and Accounts Receivable – Other governments receivables and accounts receivable are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Capital Assets – Capital assets, which include property, plant, buildings and related improvements, equipment, vehicles, and all infrastructure owned by the Town, are reported in the applicable government-wide or business-type activities columns of 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 more than $5,000 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 estimated fair market value at the date of donation.

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

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

Land Improvements	15 – 25 years
Buildings and Improvements	20 – 40 years
Infrastructure	25 – 55 years
Collection and Distribution Systems	5 – 40 years
Equipment and Vehicles	3 – 10 years

General infrastructure assets acquired prior to January 1, 2002 are not being reported in the basic financial statements. General infrastructure assets include all roads, bridges, and other infrastructure acquired subsequent to January 1, 2002.

Customer Deposits – The Town requires water customers to pay a deposit for water services, to be held by the Town.

Deferred Outflows/Inflows of Resources – In addition to assets, the statement of financial position reports a separate section for *deferred outflows of resources*. This separate financial statement classification represents a consumption of net position that applies to a future period(s) and therefore will not be recognized as an outflow of resources (expenses) until then. The Town has an item related to pension actuarial activity and the change in proportion of pension participation in relation to the pension plan as a whole at December 31, 2021.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, Fund Balance/Net Position (Continued)

In addition to liabilities, the balance sheet – governmental funds and statement of financial position reports a separate section for *deferred inflows of resources*. This separate financial statement classification represents an acquisition of fund balance or net position that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until then. The Town has an item related to property taxes levied in the current year to be collected in the following year and an item related to pension actuarial activity and the change in proportion of pension participation in relation to the pension plan as a whole at December 31, 2021.

Compensated Absences - Employees of the Town are allowed to accumulate unused vacation and sick time. Beginning in 2015, employees with less than 5 years of service are allowed to accumulate up to 40 hours of unused vacation. Employees with more than 5 years of service are allowed to accumulate up to 80 hours of unused vacation time. Employees will be paid for all accrued vacation time upon separation of employment. There is no maximum limit on accumulated sick time. However, unused sick time is not paid upon separation of employment. Therefore, no liability for accumulated sick time is reported in the financial statements. Accrued vacation time is recognized as current salary costs when earned in the proprietary funds and when due in the governmental funds. There was no liability to be reported for accrued vacation time ad December 31, 2021.

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

In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Debt premiums and discounts are reported as other financing sources and uses, respectively. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. In the government-wide and proprietary funds, debt premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method.

Net Position – In the government-wide and proprietary fund financial statements, net position is restricted when constraints placed on the net position are externally imposed.

- Net Investment in Capital Assets – this classification is intended to report the portion of net position which is associated with non-liquid, capital assets less outstanding debt related to those capital assets.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

- Restricted Net Position – this classification includes liquid assets which have third party limitations on their use.
- Unrestricted Net Position – this classification includes assets that do not have any third party limitation on their use.

Fund Balance Classification – The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form (such as prepaid items) or (b) are legally or contractually required to be maintained intact. The Town had nonspendable resources relating to prepaid expenditures at December 31, 2021.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The Town had classified emergency reserves as being restricted because State statute requires this restriction. In addition, the Town had restricted an amount for unspent conservation trust fund monies at December 31, 2021.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Town's highest level of decision-making authority, the Town Board of Trustees. The constraint may be removed or changed only through formal action of the Town Board of Trustees. The Town reported an amount for future infrastructure improvements committed at December 31, 2021.
- Assigned – This classification includes amounts that are constrained by the Town's intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Town Board of Trustees to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or changed than those imposed on committed amounts. The Town had no assigned resources at December 31, 2021.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

- Unassigned – This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

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

Use of Estimates

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and are 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, a receivable and corresponding deferred inflow of resources are reported at December 31.

Pensions

The Town participates in the Fire and Police Statewide Defined Benefit Plan ("FPSDBP") administered by the Fire and Police Pension Association of Colorado ("FPPA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the FPSDBP have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Subsequent Events

The Town has evaluated events subsequent to the year ended December 31, 2021 through July 6, 2022, the date these financial statements were issued, and has incorporated any required recognition into these financial statements.

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Accountability

The Trash Fund had a deficit net position of $44,548 at December 31, 2021. Management expects this deficit will be eliminated in the future by transfers from the General Fund and increased charges to customers and reducing expenses in the Trash Fund.

NOTE 3: CASH AND INVESTMENTS

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

Cash Deposits	$ 2,056,236
Investments	201,578
Total	$ 2,257,814

Cash and Investments are reported in the financial statements as follows:

Cash and Investments	$ 2,238,230
Restricted Cash and Investments	19,584
Total	$ 2,257,814

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all local government entities deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of Federal Deposit Insurance Corporation (FDIC) levels must be collateralized by eligible collateral as determined by the PDPA. The FDIC insures depositors up to $250,000 for each financial institution. 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 totaling $2,112,102 of which $307,482 were FDIC insured and $1,804,620 were collateralized with securities held by the financial institutions' agents but not in the Town's name.

Investments

The Town does not have a formal investment policy; however, the Town follows state statutes regarding investments. The Town generally limits its concentration risk of investments to Local Government Investment Pools, obligations of the United States and certain U. S. government agency securities, which are believed to have minimal credit risk, minimal interest rate risk and no foreign currency risk. Additionally, the Town is not subject to concentration of risk for investments that are in the possession of another party.

NOTE 3: CASH AND INVESTMENTS (Continued)

Investments (Continued)

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Board of Trustees. Such actions are generally associated with a debt service reserve or sinking fund requirements.

State statutes specify investment instruments meeting defined rating, maturity and concentration risk criteria in which local governments may invest, which include the following:

- Obligations of the United States & certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

At December 31, 2021, the Town had the following investments:

	Maturity	2021
Colorado Liquid Government Asset Trust (COLOTRUST)	Weighted Average under 60 days	$ 51,578
Protective Live Annuity	10 Year	150,000
Total		$ 201,578

The Town invested in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to $1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS +. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rates commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTUST is rated AAAm by Standard & Poor's. COLOTRUST records its investments at fair value and the Town records its investment in COLOTRUST using the net asset value method. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

NOTE 3: CASH AND INVESTMENTS (Continued)

Investments (Continued)

Interest Rate Risk - State statutes generally limit investments to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years. The Town does not have a policy for managing credit risk or interest rate risk.

Protective Asset Builder II Indexed Annuity

During the year ended December 31, 2021, the Town board approved the purchase of a life insurance annuity contract (Protective Asset Builder II Indexed Annuity) (the "Annuity"), in the principal amount of $150,000. The Annuity has a life of ten (10) years, with early withdrawal penalty percentages before ten years from the contract purchase date. The Annuity principal is allocated as follows: 40% - S&P 500 Index; 30% - Citi Flexible Allocation 6 Excess Return Index; 30% - J.P. Morgan Mojave Index. The Annuity has no rating by a rating agency, which may be a violation of State statute. The Town is the beneficiary of the Annuity, with the Annuitant being a member of the Board of Trustees. The Annuity is subject to market risk and may loose principal value during its life. Subsequent to the year ended December 31, 2021, the cash surrender value of the Annuity was approximately $122,000.

Restricted Cash and Investments

Restricted cash and investments consist of debt service reserve of $19,578 related to the outstanding bonds in the Water Fund.

NOTE 4: INTERFUND BALANCES

At December 31, 2021, the General Fund temporarily subsidized the negative cash balance of the Trash Fund by $51,760.

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NOTE 5: CAPITAL ASSETS

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

	Balances 12/31/2020	Additions	Deletions	Balances 12/31/2021
Governmental Activities:				
Capital Assets, not being depreciated				
Land	$ 40,415	$ -	$ -	$ 40,415
Construction in Progress	-	180,561	-	180,561
Total Capital Assets, not being depreciated	40,415	180,561	-	220,976
Capital Assets, being depreciated				
Buildings	330,243	177,013	-	507,256
Infrastructure	725,002	190,659	-	915,661
Parks & Improvements	92,848	-	-	92,848
Equipment and Vehicles	609,836	22,257	10,500	621,593
Total Capital Assets, being depreciated	1,757,929	389,929	10,500	2,137,358
Less accumulated depreciation				
Buildings	(55,903)	(9,605)	-	(65,508)
Infrastructure	(64,456)	(31,243)	-	(95,699)
Parks & Improvements	(7,784)	(5,913)	-	(13,697)
Equipment and Vehicles	(404,035)	(34,713)	(1,050)	(437,698)
Total accumulated depreciation	(532,178)	(81,474)	(1,050)	(612,602)
Total Capital Assets, being depreciated, net	1,225,751	308,455	9,450	1,524,756
Governmental Activities Capital Assets, net	**$ 1,266,166**	**$ 489,016**	**$ 9,450**	**$ 1,745,732**

Depreciation expense was charged to the functions/programs as follows:

Public Safety	$ 27,692
Public Works	45,409
Culture and Recreation	8,373
Total	$ 81,474

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NOTE 5: CAPITAL ASSETS (Continued)

	Balances 12/31/2020	Additions	Deletions	Balances 12/31/2021
Business-type Activities:				
Capital Assets, not being depreciated				
Water Connection Right - MCQWD	$ 3,396,545	$ -	$ -	$ 3,396,545
Water Rights	4,170	-	-	4,170
Construction in Progress	-	82,863	-	82,863
Total Capital Assets, not being depreciated	3,400,715	82,863	-	3,483,578
Capital Assets, being depreciated				
Water System	2,285,778	263,530	-	2,549,308
Sewer System	762,828	130,610	-	893,438
Equipment and Vehicles	60,488	-	-	60,488
Total Capital Assets, being depreciated	3,109,094	394,140	-	3,503,234
Less accumulated depreciation				
Water System	(998,087)	(58,551)	-	(1,056,638)
Sewer System	(498,903)	(21,351)	-	(520,254)
Equipment and Vehicles	(7,536)	(3,026)	-	(10,562)
Total accumulated depreciation	(1,504,526)	(82,928)	-	(1,587,454)
Total Capital Assets, being depreciated, net	1,604,568	311,212	-	1,915,780
Business-type Activities Capital Assets, net	$ 5,005,283	$ 394,075	$ -	$ 5,399,358

Depreciation expense was charged to the functions/programs as follows:

Water Fund	$ 60,294
Sewer Fund	22,634
Total	$ 82,928

The water connection right – MCQWD shown above represents the tap fee to the Morgan County Water District to connect to their system.

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NOTE 6: LONG-TERM DEBT

Business-type Activities

Following is a summary of long-term debt transactions for the business-type activities for the year ended December 31, 2021.

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021	Due Within One Year
Business-type Activities					
2004 USDA Bonds	$ 796,679	$ -	$ 18,937	$ 777,742	$ 19,780

Water Bonds

During 2004, the Town issued $1,000,000 Rural Development Bonds through the U.S. Department of Agriculture (USDA), Office of Rural Development for the purpose of providing additional funding for the water system improvements and connection charges. Principal and interest payments are due semi-annually on June 10 and December 10 through 2045. Interest accrues at 4.50% per annum. The bond ordinance requires the establishment of water rates in order to generate revenues equal to operating expenses plus 120% of debt service. In addition, the Town is required to establish a debt reserve of $56,640, whereas the Town had only $19,578 in restricted cash and investments at December 31, 2021. The Town didn't meet the debt reserve requirement at December 31, 2021.

Future Debt Service Requirements:

Year Ended December 31	Principal	Interest	Total
2022	19,780	34,860	54,640
2023	20,661	33,979	54,640
2024	21,580	33,060	54,640
2025	22,541	32,099	54,640
2026	23,545	31,096	54,641
2027 - 2031	134,408	138,791	273,199
2032 - 2036	167,109	106,091	273,200
2037 - 2041	207,766	65,434	273,200
2042 - 2045	160,352	15,724	176,076
	777,742	491,134	1,268,876

NOTE 7: 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 is involved with the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent

NOTE 7: PUBLIC ENTITY RISK POOL (Continued)

governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and 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 in preventing and reducing 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. CIRSA is a separate legal entity and the Town does not approve budgets nor does it have the ability to significantly affect the operations of entity.

NOTE 8: PENSION PLANS

Police Officers Statewide Defined Benefit Pension Plan

Plan description. The Town contributes to the Statewide Defined Benefit Pension Plan (SWDB) (the"Plan"), a cost-sharing multiple-employer defined benefit pension plan administered by the Colorado Fire and Police Pension Association (FPPA). The SWDB provides retirement benefits for members and beneficiaries.

Colorado Revised Statutes Title 31, Article 31 assigns the authority to establish benefit provisions to the State legislature. FPPA issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for the SWDB. This report can be obtained at http://www.fppaco.org.

Description of Benefits. A member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55. Effective January 1, 2021, a member may also qualify for a normal retirement pension if the member's combined years of service and age equals at least 80, minimum age of 50 (Rule of 80.)

The annual normal retirement benefit is 2% of the average of the member's highest three years' base salary for each year of credited service up to ten years, plus 2.5%

NOTE 8: PENSION PLANS (Continued)

Police Officers Statewide Defined Benefit Pension Plan (Continued)

for each year of service thereafter. The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007,members currently covered under Social Security will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefits paid to retired members are evaluated and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0% to the higher of 3% or the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W).

A member is eligible for an early retirement at age 50 or after 30 years of service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, an employee may elect to have member contributions, along with 5% as interest, returned as a lump sum distribution. Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 2% of the member's average highest three years' base salary for each year of credited service up to ten years, plus 2.5% for each year of service thereafter.

The Plan includes a Deferred Retirement Option Plan (DROP). A member may elect to participate in the DROP after reaching eligibility for normal retirement, early retirement, or vested retirement and age 55. A member can continue to work while participating in the DROP, but must terminate employment within 5 years of entry into the DROP. The member's percentage of retirement benefits is determined at time of entry into the DROP. The monthly payments that begin at entry into the DROP are accumulated in a DROP account until the member terminates service, at which time the DROP accumulated benefits can be paid as periodic installments, a lump sum, or if desired a member may elect to convert the DROP to a lifetime monthly benefit with survivor benefits. While participating in DROP, the member continues to make pension contributions, which are credited to the DROP. Effective January 1, 2003, the member shall self-direct the investments of their DROP funds.

Contributions. The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. Contribution rates for this Plan are set by state statute. Employer contribution rates can only be amended by state statute. Member contribution rates can be amended by state statute or by election of the membership. Effective January 1, 2021, contribution rates for employers and members may be increased equally by FPPA Board of Directors upon approval through an election by both the employers and members.

NOTE 8: PENSION PLANS (Continued)

Police Officers Statewide Defined Benefit Pension Plan (Continued)

In 2014, the members elected to increase the member contribution rate to the Plan beginning in 2015. Member contribution rates will increase 0.5% annually through 2022 to a total of 12% of pensionable earnings. Employer contributions are 8%

and 8.5%, respectively. Employer contributions will increase 0.5% annually beginning in 2021 through 2030 to a total of 13% of pensionable earnings. In 2020, members of the Plan and their employers are contributing at the rate of 11% and 8%, respectively, of pensionable earnings for a total contribution rate of 19%. Employees contributed 11.5% of pensionable earnings for the year ended December 31, 2021 and the Town contributed 8.5% or $9,015.

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

At December 31, 2021, the Town reported a net pension asset of $24,340 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2020, and the total pension liability was used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2021.

The Town's proportion of the net pension asset was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At December 31, 2020, the Town's proportion was 0.01121%, which was a decrease of 0.00206% from its proportion measured at December 31, 2019.

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NOTE 8: PENSION PLANS (Continued)

Police Officers Statewide Defined Benefit Pension Plan (Continued)

For the year ended December 31, 2020, the Town recognized pension expense (income) of $(5,951). At December 31, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	$ 17,398	$ (70)
Changes in assumptions or other inputs	8,664	-
Net difference between projected and actual earnings on pension plan investments	-	(18,224)
Changes in proportion and differences between contributions recognized and proportionate share of contributions	22,876	-
Contributions subsequent to the measurement date	9,015	N/A
Total	$ 57,953	$ (18,294)

The Town's contributions to the Plan subsequent to the measurement date of $9,015 will be recognized as a decrease/(increase) to the net pension liability/(asset) in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	
2022	$ 893
2023	4,136
2024	(70)
2025	4,183
2026	7,343
Thereafter	14,159

Actuarial assumptions. The total pension liability in the December 31, 2018 actuarial valuation, based on a date of January 1, 2019, was determined using the following actuarial assumptions, applied to all periods included in the measurement:

NOTE 8: PENSION PLANS (Continued)

Police Officers Statewide Defined Benefit Pension Plan (Continued)

Total Pension Liability:

Actuarial method	Entry Age Normal
Amortization method	N/A
Amortization period	N/A
Investment rate of return	7.00%, including 2.5% inflation
Projected salary increases	4.25% – 11.25%
Cost of living adjustment	0.0%

Actuarial Determined Contributions:

Actuarial method	Entry Age Normal
Amortization method	Level % of Payroll, Open
Amortization period	30 years
Investment rate of return	7.00%, including 2.5% inflation
Projected salary increases	4.25% – 11.25%
Cost of living adjustment	0.0%

The collective total pension liability as of December 31, 2020 is based upon the January 1, 2021 actuarial valuation.

For determining the total pension liability and actuarially determined contributions, the post-retirement mortality tables for non-disabled retirees uses the 2006 central rates from the RP-2014 Annuitant Mortality Tables projected to 2018 using the MP-2017 projection scales, and the projected prospectively using the ultimate rates of the scale for all years. The pre-retirement off-duty mortality tables are adjusted to 50% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00015.

At least every five years, the FPPA's Board of Directors, in accordance with best practices, reviews its economic and demographic actuarial assumptions. At its July 2018 meeting, the Board of Directors reviewed and approved recommended changes to the actuarial assumptions. The recommendations were made by FPPA's actuaries, Gabriel, Roeder, Smith & Co., based upon their analysis of past experience and expectations of the future. The assumption of changes were effective for actuarial valuations beginning January 1, 2019. The actuarial assumptions impact actuarial factors for benefit purposes such as purchases of service credit and other benefits where actuarial factors are used.

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

NOTE 8: PENSION PLANS (Continued)

Police Officers Statewide Defined Benefit Pension Plan (Continued)

expected inflation (assumed at 2.5%). Best estimates of arithmetic real rates of return for each major asset class included in the Plans target asset allocation as of December 31, 2020, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Global Equity	39.00%	8.23%
Equity Long/Short	8.00%	6.87%
Private Markets	26.00%	10.63%
Fixed Income - Rates	10.00%	4.01%
Fixed Income - Credit	5.00%	5.25%
Absolute Return	10.00%	5.60%
Cash	2.00%	2.32%
Total	100.00%	

Discount rate. The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the FPPA's Board of Director's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the Plan fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members.

Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Town's proportionate share of the net pension liability to changes in the discount rate. The following presents the Town's proportionate share of the net pension asset calculated using the discount rate of 7.0%, as well as what the Town's proportionate share of the net pension asset would be if it were calculated using a discount rate that is 1-percentagepoint lower (6.0%) or 1-percentage-point higher (8.0%) than the current rate:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
Proportionare share of the net pension liability/(asset)	$ 24,494	$ (24,340)	$ (64,780)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Fire & Police Pension Association of Colorado financial report, which may be obtained at http://www.fppaco.org.

NOTE 9: COMMITMENTS AND CONTINGENCIES

Tabor Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20 (the "Amendment"), which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local government. The Amendment requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of an expiring tax, or tax policy change directly causing a net tax revenue gain to the Town. Revenue in excess of the fiscal spending limit must be refunded in the next fiscal year unless voters approve retention of such revenue.

The Town's management believes it is in compliance with the provisions of the Amendment. However, the Amendment is complex and subject to interpretation. Many of its provisions may require judicial interpretation.

In November 1999, voters within the Town authorized the Town to collect, retain and expend the full amount of revenues from all sources during 1998, as well as the full amount of all revenues generated by all sources for each subsequent year. This election authorized the spending of such revenues in each year without limitation under Article X, Section 20 of the State Constitution.

The Town has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2021, the emergency reserve of $10,000 was reported as restricted net position and fund balance in the Governmental Activities and General Fund, respectively.

Claims and Judgments

The Town participates in a number of federal, state, and local programs that are fully or partially funded by grants received from other governmental entities. Expenses financed by grants are subject to audit by the appropriate grantor government. If expenses are disallowed due to noncompliance with grant program regulations, the Town may be required to reimburse the grantor government. At December 31, 2021, significant amounts of grant expenses have not been audited but management believes that subsequent audits will not have a material effect on the overall financial position of the Town.

Uncertainty – Coronavirus Pandemic

On January 30, 2020, the World Health Organization declared the coronavirus outbreak a "Public Health Emergency of International Concern" and on March 10, 2020, declared it to be a pandemic. The coronavirus and actions taken by government and public health officials to mitigate it have had and are expected to continue to have an adverse impact on the economies and financial markets in many countries, including the geographical area in which the Town is located. It is unknown how long these conditions will last and what the complete financial impact will be to the Town.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF LOG LANE VILLAGE, COLORADO

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2021
(With Comparative Totals for December 31, 2020)

	2021			2020
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	ACTUAL
REVENUES				
Taxes	$ 1,275,000	$ 1,211,163	$ (63,837)	$ 1,296,267
Licenses and Permits	92,552	84,522	(8,030)	66,687
Fines and Forfeitures	58,000	15,451	(42,549)	36,724
Charges for Services	3,000	510	(2,490)	550
Intergovernmental	66,300	84,388	18,088	71,393
Interest	1,000	542	(458)	922
Miscellaneous	56,300	45,739	(10,561)	268,322
TOTAL REVENUES	1,552,152	1,442,315	(109,837)	1,740,865
EXPENDITURES				
Current				
General Government	389,840	190,200	199,640	203,319
Public Safety	521,800	250,686	271,114	273,685
Public Works	341,600	125,851	215,749	60,968
Capital Outlay	231,000	544,554	(313,554)	781,828
TOTAL EXPENDITURES	1,484,240	1,111,291	372,949	1,319,800
NET CHANGE IN FUND BALANCE	67,912	331,024	263,112	421,065
FUND BALANCE, Beginning	-	1,786,230	1,786,230	1,365,165
FUND BALANCE, Ending	$ 67,912	$ 2,117,254	$ 2,049,342	$ 1,786,230

See the accompanying Independent Auditor's Report.

TOWN OF LOG LANE VILLAGE, COLORADO

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY/(ASSET)
FPPA - STATEWIDE DEFINED BENEFIT PLAN - POLICE
Last Ten Years*

	2020	2019	2018	2017	2016	2015	2014	2013
Proportion of the Net Pension Liability (Asset)	0.01121%	0.01327%	0.01589%	-0.02042%	0.01582%	0.01920%	0.01410%	0.00754%
Proportionate Share of the Net Pension Liability (Asset)	$ (24,340)	$ (7,508)	$ 20,094	$ (29,373)	$ 5,716	$ (389)	$ (15,908)	$ (6,739)
Covered Employee Payroll	$ 106,062	$ 90,050	$ 97,837	$ 106,463	$ 119,425	$ 80,963	$ 63,388	$ 32,738
Proportionate Share of Net Pension Liability as a Percentage of its Covered Employee Payroll	-22.95%	-8.34%	20.54%	-27.59%	4.79%	-0.48%	-25.10%	-20.58%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	106.72%	101.94%	95.23%	106.34%	98.21%	100.10%	106.83%	105.83%
Total Pension Liability	$ 3,230,485,701	$ 2,919,378,738	$ 2,653,120,261	$ 2,269,410,684	$ 2,021,526,883	$ 1,846,961,999	$ 1,652,901,084	$ 1,533,631,141
Plan Fiduciary Net Position	3,447,586,098	2,975,935,079	2,526,692,808	2,413,276,447	1,985,383,043	1,848,724,853	1,765,758,630	1,623,049,809
Net Pension Liability/(Asset)	$ (217,100,397)	$ (56,556,341)	$ 126,427,453	$ (143,865,763)	$ 36,143,840	$ (1,762,854)	$ (112,857,546)	$ (89,418,668)

* - The amounts presented for each fiscal year were determined as of 12/31.

NOTE: Information for the prior two years was not available to report.

See the accompanying Independent Auditor's Report.

TOWN OF LOG LANE VILLAGE, COLORADO

SCHEDULE OF TOWN PENSION CONTRIBUTIONS
FPPA - STATEWIDE DEFINED BENEFIT PLAN - POLICE
Last Ten Fiscal Years

	2021	2020	2019	2018	2017	2016	2015	2014
Contractually Required Contribution	$ 9,015	$ 7,204	$ 7,827	$ 8,517	$ 9,554	$ 6,477	$ 5,071	$ 2,619
Contributions in Relation to the Contractually Required Contribution	9,015	7,204	7,827	8,517	9,554	6,477	5,071	2,619
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered employee payroll	$ 106,062	$ 90,050	$ 97,838	$ 106,463	$ 119,425	$ 80,963	$ 63,388	$ 32,738
Contributions as a Percentage of Covered Employee Payroll	8.50%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%

NOTE: Information for the prior two years was not available to report.

See the accompanying Independent Auditor's Report.

NOTE 1: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgets

Budgets are legally adopted for all funds of the Town. Budgets for 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 long-term debt principal are budgeted as expenditures and depreciation is not budgeted.

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

- In September, Management submits to the Town 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 and public comments.

- Prior to December 31, the budget is legally enacted through passage of an ordinance.

- Budgets amended by the Town Board of Trustees during the year have been presented in the budgetary comparison schedules for each fund amended.

- Management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures must be approved by the Town Board of Trustees.

- All budget appropriations lapse at year end. Colorado governments may not exceed budgeted appropriations at the fund level.

Legal Compliance

For the year ended December 31, 2021, the Conservation Trust Fund, Water Fund and Trash Fund actual expenditures exceeded budgeted expenditures by $6,946, $64,336 and $30,497. These may be a violation of State statutes.

NOTE 2: DEFINED BENEFIT PENSION PLANS

FPPA POLICE AND FIRE STATEWIDE DEFINED BENEFIT PLANS

Basis of Presentation

The underlying financial information used to prepare the Schedule of Employer Contributions and Schedule of Collective Pension Amounts is based on FPPA's financial statements. FPPA follows the accounting principles and reporting guidelines as set forth by the GASB. The financial statements are prepared using the accrual basis of accounting and reflect the overall operations of FPPA. Employer contributions in FPPA's financial statements are recognized in the period in which they are due. Investments are reported at fair value.

SUPPLEMENTARY INFORMATION

TOWN OF LOG LANE VILLAGE, COLORADO

CONSERVATION TRUST FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2021
(With Comparative Totals for December 31, 2020)

	2021			2020
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	ACTUAL
REVENUES				
Lottery Revenues	$ 7,500	$ 7,894	$ 394	$ 8,933
Contibutions	-	115	115	618
Interest	-	1	1	10
TOTAL REVENUES	7,500	8,010	510	9,561
EXPENDITURES				
Parks and Recreation	7,500	14,446	(6,946)	25,988
TOTAL EXPENDITURES	7,500	14,446	(6,946)	25,988
NET CHANGE IN FUND BALANCE	-	(6,436)	(6,436)	(16,427)
FUND BALANCE, Beginning	-	10,187	10,187	26,614
FUND BALANCE, Ending	$ -	$ 3,751	$ 3,751	$ 10,187

See the accompanying Independent Auditor's Report.

TOWN OF LOG LANE VILLAGE, COLORADO

WATER FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2021
(With Comparative Totals for December 31, 2020)

	2021			2020
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	ACTUAL
REVENUES				
Charges for Services	$ 415,000	$ 371,583	$ (43,417)	$ 360,564
Connection and Late Fees	5,700	6,752	1,052	2,932
Grants	-	72,763	72,763	-
Investment Income	-	5	5	5,323
Miscellaneous	-	50	50	-
Transfers In	100,000	-	(100,000)	-
TOTAL REVENUES	520,700	451,153	(69,547)	368,819
EXPENDITURES				
Operations and Maintenance	342,750	188,897	153,853	187,705
Administration and General	105,750	32,837	72,913	19,982
Capital Outlay	28,500	304,962	(276,462)	-
Debt Service				
Principal	-	18,937	(18,937)	18,130
Interest	40,000	35,703	4,297	36,510
TOTAL EXPENDITURES	517,000	581,336	(64,336)	262,327
NET INCOME, Budget Basis	$ 3,700	(130,183)	$ (133,883)	106,492
GAAP BASIS ADJUSTMENTS				
Capital Outlay		304,962		-
Depreciation		(60,294)		(60,974)
Principal Paid on Long-Term Debt		18,937		18,130
NET INCOME, GAAP Basis		133,422		63,648
NET POSITION, Beginning		4,071,072		4,007,424
NET POSITION, Ending		$ 4,204,494		$ 4,071,072

See the accompanying Independent Auditor's Report.

TOWN OF LOG LANE VILLAGE, COLORADO

SEWER FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2021
(With Comparative Totals for December 31, 2020)

	2021			2020
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	ACTUAL
REVENUES				
Charges for Services	$ 180,000	$ 195,340	$ 15,340	$ 196,170
Late Fees	11,000	4,989	(6,011)	5,795
Investment Income	-	44	44	3,859
Transfer In	135,000	-	(135,000)	-
TOTAL REVENUES	326,000	200,373	(125,627)	205,824
EXPENDITURES				
Operations and Maintenance	238,000	91,434	146,566	89,834
Administration and General	57,500	32,642	24,858	16,007
Capital Outlay	30,000	172,041	(142,041)	-
TOTAL EXPENDITURES	325,500	296,117	29,383	105,841
NET INCOME, Budget Basis	$ 500	(95,744)	$ (96,244)	99,983
GAAP BASIS ADJUSTMENTS				
Capital Outlay		172,041		-
Depreciation		(22,634)		(22,634)
NET INCOME, GAAP Basis		53,663		77,349
NET POSITION, Beginning		711,916		634,567
NET POSITION, Ending		$ 765,579		$ 711,916

See the accompanying Independent Auditor's Report.

TOWN OF LOG LANE VILLAGE, COLORADO

TRASH FUND
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2021
(With Comparative Totals for December 31, 2020)

	2021			2020
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)	ACTUAL
REVENUES				
Charges for Services	$ 57,200	$ 75,160	$ 17,960	$ 70,523
Transfers In	55,000	-	55,000	-
TOTAL REVENUES	112,200	75,160	72,960	70,523
EXPENDITURES				
Operations and Maintenance	40,333	85,830	(45,497)	78,656
Contingency	15,000	-	15,000	-
TOTAL EXPENDITURES	55,333	85,830	(30,497)	78,656
NET INCOME, Budget Basis	$ 56,867	(10,670)	$ (10,670)	(8,133)
NET POSITION, Beginning		(33,878)		(25,745)
NET POSITION, Ending		$ (44,548)		$ (33,878)

See the accompanying Independent Auditor's Report.

OTHER INFORMATION

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

Form Approved
OMB No. 2125-0032

LOCAL HIGHWAY FINANCE REPORT	City or County: Log Lane Village
	YEAR ENDING : December 2021
This Information From The Records Of (example - City of _ or County of _	Prepared By: Alexandria Vance Phone: 970-867-8027

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	130,000
3. Other local imposts (from page 2)	101,623
4. Miscellaneous local receipts (from page 2)	18,983
5. Transfers from toll facilities	0
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	250,606
B. Private Contributions	
C. Receipts from State government (from page 2)	134,409
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	385,015

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	379,615
2. Maintenance:	
3. Road and street services:	
a. Traffic control operations	4,200
b. Snow and ice removal	1,200
c. Other	
d. Total (a. through c.)	5,400
4. General administration & miscellaneous	
5. Highway law enforcement and safety	0
6. Total (1 through 5)	385,015
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	385,015

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
	385,015	385,015		0

Notes and Comments:

FORM FHWA-536 (Rev.06/2000) PREVIOUS EDITIONS OBSOLETE Excel (Next Page)

See the accompanying Independent Auditor's Report.

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	39,121	a. Interest on investments	0
b. Other local imposts:		b. Traffic Fines & Penalities	15,365
1. Sales Taxes	58,922	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses	0	f. Charges for Services	3,618
5. Specific Ownership &/or Other	3,580	g. Other Misc. Receipts	
6. Total (1. through 5.)	62,502	h. Other	
c. Total (a. + b.)	101,623	i. Total (a. through h.)	18,983
	(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	24,382	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	0	d. Federal Transit Admin	0
d. Other (Specify) - DOLA Grant	3,329	e. U.S. Corps of Engineers	0
e. Other (Specify)	106,698	f. Other Federal	0
f. Total (a. through e.)	110,027	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	134,409	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	7,200	0	7,200
b. Engineering Costs	0	0	0
c. Construction:			
(1). New Facilities	0	0	0
(2). Capacity Improvements	0	358,835	358,835
(3). System Preservation	0	13,580	13,580
(4). System Enhancement & Operation	0	0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	372,415	372,415
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	7,200	372,415	379,615
			(Carry forward to page 1)

Notes and Comments:

Dola Grant for 3329 was COVID grant	3,329
e. ARPA funds 2021 disbursment	106,698

FORM FHWA-536

See the accompanying Independent Auditor's Report.