CITY OF ARVADA

COLORADO



Annual Comprehensive Financial Report

For the Year Ended December 31, 2021

We Dream Big and Deliver

CITY OF ARVADA

ARVADA, COLORADO
Annual Comprehensive Financial Report
For The Year Ended December 31, 2021

CERTIFIED

Kristen R. Rush

CITY CLERK
CITY OF ARVADA

DATE: June 28, 2022

COPY

REPORT ISSUED BY:

DEPARTMENT OF FINANCE
BRYAN ARCHER, DIRECTOR

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Introductory Section

Letter of Transmittal

Government Finance Officers Association
Certificate of Achievement

City Officials

Organizational Chart

CITY OF ARVADA
FINANCE DEPARTMENT
FACSIMILE: 720-898-7846 ▲ TDD: 720-898-7869
PHONE: 720-898-7120

June 24, 2022

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

We are pleased to submit the Comprehensive Annual Financial Report for Arvada, Colorado for the fiscal year ended December 31, 2021. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present the financial position and results of operations of various funds and component units of the City in accordance with Generally Accepted Accounting Principles (GAAP). All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

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

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

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

PROFILE OF THE CITY OF ARVADA

The City of Arvada is located approximately 20 miles to the northwest of the City of Denver, Colorado along Interstate 70. The City provides a full range of services, including police protection, physical parks, planning and zoning, transportation planning, street improvements and maintenance, a housing authority, two golf courses, municipal court services, water, wastewater, stormwater, solid waste and recycling services and facilities, along with various administrative functions. The area has separate governmental units that provide fire protection and recreational services. The population of the City is 120,492 and growing.

THE ECONOMIC FACTORS OF 2021

Final US Gross Domestic Product (GDP) grew at an annualized rate of 5.7%, the largest number since 1984. This was driven by a 6.9% increase in the fourth quarter alone. The concept of "transitory inflation" went out

the window with the Fed now trying to slow down the rapidly increasing inflationary rate. After receiving this data, the Fed telegraphed the start of rate hikes in March 2022. Federal unemployment has dropped to 3.9%, the lowest since March of 2020. Job openings still outpace the number of workers available, reducing the production of goods and increasing inflation as demand for goods has remained high.

At the State level, GDP grew at an annualized rate of 5.5%, slower than the national economy. Per-capita personal income experienced the second largest increase placing Colorado ninth in the country at an average of $68,106. This has certainly led to an increase in consumer confidence and spending. The state's unemployment rate finished the year at 4.2%, above the national average but well below last year's 6.6%. Growth continues but there is still a pretty large hole to climb out of.

The City of Arvada's retail environment closed 2021 the strongest it has been in over 2 years. As mask mandates were lightened, consumers returned to in-person shopping experiences in droves while continuing to take advantage of the convenience of on-line ordering. Overall sales tax receipts ended up the year 15.4% over 2020. While some of this can be explained by the increase in inflation, 6.9%, the rest demonstrates a very strong growth pattern. The largest growth categories by NAICS codes for 2021 were: local messengers/delivery, 135.7%, internet retailers 88.3%, full service restaurants 31.2%, grocery stores 10.1%, and limited service restaurants 11.8%. The categories that experienced reductions as compared to 2020 were: plumbing and heating (15.8%) and pet supplies (5.5%) and liquor stores (5.5%). The past two years have demonstrated strength with significant year over year growth. The majority of this growth can be attributed to online sales and the collection of sales tax from these transactions. Moving forward, additional growth in sales tax will need to come from retail expansion or a sales tax increase as the majority of transactions on goods are now taxed.

The City was awarded a little over $11 million dollars in American Rescue Plan Act (ARPA) funds. The ARPA funds have a little longer time frame for usage than the CARES Act funds. The City leadership team along with the City Council is working on the best way to put these funds to use. Expected categories include housing, homelessness, premium pay, infrastructure, technology and business reinvestment.

Building activity slowed in 2021 with year over year growth at 2.6%. Constraints in the labor market along with supply chain challenges made it difficult to get new projects to the market. With the expected interest rate increases in 2022, this revenue category will be under pressure. Auto use tax surged in 2021, up 16.8% compared to 2020. With new car inventory being limited, the used car market demand exploded, driving prices up across the board. As the chip crisis is resolved, this industry should see a return to a more normal buying activity.

Total expenditures finished under budget by 2.6% and were down 6.5% compared to 2020, with the largest difference being the CARES Act expenditures, a little over $9 million, in 2020. Excluding CARES Act dollars, total expenditures were up 3%. The work systems continue to do a great job managing their budgets and maximizing the value tax payers receive for their tax dollars.

The 2020-2025 Council Strategic Plan was adopted on September 16, 2019 and included 25 measures in five strategic areas. Updates to the plan were adopted in July of 2021 and included four new results. The new results are as follows: funding alternatives for the streets maintenance deficit, constructing a regional navigation center to address homelessness, encouraging the development of pocket neighborhoods and create a plan to build a hospital.

In 2014, Council approved, by resolution, mandatory reserves for all of the major funds, demonstrating a long-term conservative view of City finances. In 2021, each of the major funds met or exceeded their required reserve goal with the exception of the Golf Fund. By maintaining ten-year operating and capital improvement

plans for these funds, the City is able to identify future challenges and work towards meeting them. The long-range financial planning process also makes sure that any decisions to add expenditures today can be paid for in the future.

FUTURE ECONOMIC FACTORS

The first quarter of 2022 is sending mixed signals. On the positive side, COVID cases have reduced to their lowest levels since the start of the pandemic, unemployment has fallen to 3.6%, its lowest level since February of 2020 and consumer sentiment is up over the prior months. These are all signals of a healthy economy and one that is in the start of a longer term growth pattern.

On the negative side, inflation has reared its ugly head, up 8.5% year over year, the highest since 1981 and GDP was down (1.4%), the worst number since the second quarter of 2020, the 2-year and 10-year treasury yields inverted for the first time since 2019 and the S&P 500 had its worst month since 2008 (other than the shock drop of March 2020). These are all signs of a recession. In fact, 100% of the time a recession follows when the 2-year and 10-year treasury yields cross. The challenge will be determining when that will happen and how long it will last.

The Federal Reserve is doing everything in its power to fight the meteoric rise in inflation. The Feds raised interest rates 25 basis points in March and are expected to raise rates 50 basis points in May. Additional 50 basis point rate hikes are expected in June and July, landing the short term rate at 1.75% before the summer session is over. Additional rate hikes are expected to continue throughout the year before stabilizing in the 1st quarter of 2023. The Feds are also going to start quickly reducing their balance sheet which currently sits at over $9 trillion dollars, the largest in history. The hope is that these measures will further tighten credit and slow down inflation. The real balancing act will be between slowing down the economy to a more normal pace and throwing it into a recession.

The City of Arvada's current sales tax base is largely supported by supermarkets, grocery, health, small retail stores and now on-line retail. Businesses like Costco, Sam's Club, King Soopers, Safeway, Target, Walmart, Home Depot and Lowes provide essential items to the residents of Arvada and its surrounding communities. Other retailers like Ulta Beauty, Michael's, Big 5, Kohl's and Floor and Décor meet specific needs and offer the in-person buying experience desired by many consumers. A diverse offering of restaurant and bar establishments helps to round out the in-person sales tax portfolio. The wild card continues to be on-line retail and what consumer habits will be now that the pandemic has slowed down. Inflation pressures are significant and will affect the retail industry over the next year. Expected annual sales tax growth is 9% with all categories increasing as compared to 2021.

Building activity is expected to return to more of a normal pattern in 2022. Single-family detached building permits, multi-family apartments and new businesses are still coming to the market, just at a slower more consistent pace. One large multi-family project, Olde Town Residences (252 units) has received final approval and will begin construction later this year.

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

The "Ralston Fields" area was established in 2003 by City Council as an economic development area. The first phase of redevelopment included the addition of a Target, Big 5 and many smaller retail restaurants and

shops. The area has seen increased usage with the addition of three multi-family projects, including a 380-unit complex, a 298-unit complex and Arvada Station (302 unit) project. The next phase of development is well under way in the "triangle" area, recently named "Ralston Creek". Walmart opened in 2018 along with five new restaurants and the relocation of one liquor store. The next phase, currently in design, will include multi-family along with mixed-use options. This development will be located at the North-West corner of 58th and Garrison.

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

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

Overall, the local economy continues to do well with consistent building activity, population growth and relatively low unemployment. The rise in inflation and limited labor force will be hurdles that will need to be addressed. Investing in the community and staying focused on the three major development areas will help to maintain a strong foundation and will benefit the City moving forward.

FINANCIAL INFORMATION

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

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

Budgetary Controls: The City of Arvada maintains budgetary controls in order to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City of Arvada's City Council, its governing body. All activities of the City are included in the annual appropriated budget except the City's self-insured health plan and retirement funds. The City maintains an accounting system to provide management

with information regarding obligations against appropriations. Budgetary compliance is based on expenditures during the period (GAAP), rather than expenditures and encumbrances (non-GAAP). Because appropriations lapse at December 31, encumbrances outstanding are carried over and become a liability on the next year's budget. Appropriations for fiscal year 2022 will provide the authority to complete those transactions.

Single Audit: As a recipient of federal and state financial assistance, the City is responsible for ensuring that adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. As part of the City's single audit, tests are performed to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the City has complied, in all material respects, with applicable laws and regulations. The results of the City's single audit for fiscal year 2021, including any reported instances of material weaknesses or significant deficiencies in the internal control structure or any violations of applicable laws and regulations, are available in the single audit section listed in the table of contents.

Independent Audit: Section 10.9 of the City of Arvada's charter requires an annual audit of accounts and other evidences of financial transactions of the City and its departments by independent certified public accountants. The audit is performed by a firm chosen by a seven-member audit board consisting of the City Manager, Deputy City Manager, Director of Finance, Deputy Director of Finance, Controller and two members of the Arvada City Council. This year FORVIS, a firm of independent accountants, audited the financial statements for the year ended December 31, 2021.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Arvada for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2020. The City of Arvada has received this award for 38 consecutive years. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy generally accepted accounting principles and applicable legal requirements.

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

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

Respectfully submitted,



Bryan Archer CPA
Director of Finance

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Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Arvada
Colorado

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morrill

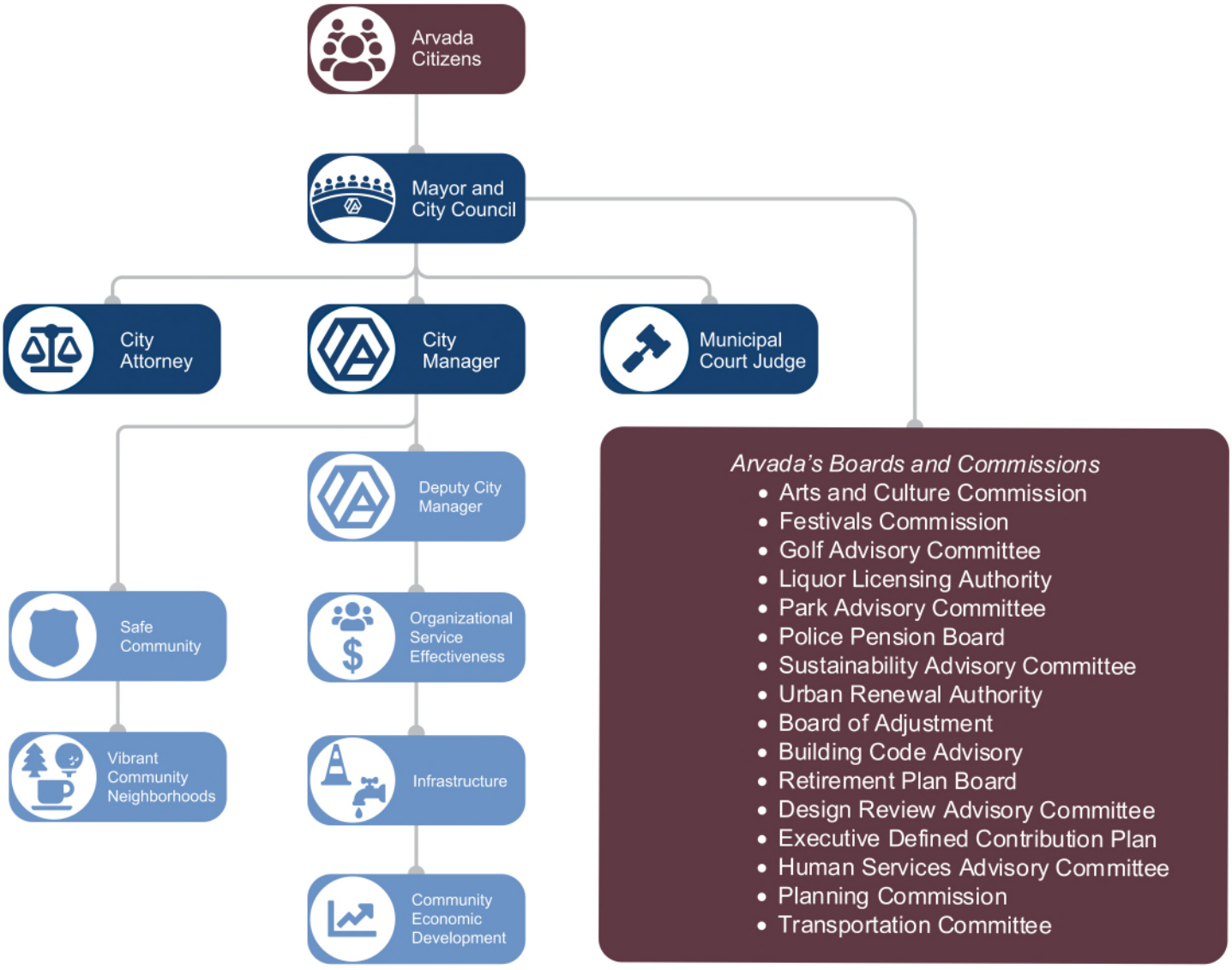
Executive Director/CEO

City Officials

Marc Williams
Mayor
(Term expires 2023)
Bob Fifer
Councilmember – At-Large
(Term expires 2023)
Lisa Smith
Councilmember – At-Large
(Term expires 2025)
Randy Moorman
Councilmember – District 1
(Term expires 2025)
Lauren Simpson
Councilmember – District 2
(Term expires 2023)
John Marriott
Councilmember – District 3
(Term expires 2025)
David Jones
Mayor Pro Tem - Councilmember – District 4
(Term expires 2023)

City Manager and Key Staff

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


Arvada Citizens
Mayor and City Council
City Attorney
City Manager
Municipal Court Judge
Deputy City Manager
Safe Community
Organizational Service Effectiveness
Vibrant Community Neighborhoods
Infrastructure
Community Economic Development
Arvada's Boards and Commissions
• Arts and Culture Commission
• Festivals Commission
• Golf Advisory Committee
• Liquor Licensing Authority
• Park Advisory Committee
• Police Pension Board
• Sustainability Advisory Committee
• Urban Renewal Authority
• Board of Adjustment
• Building Code Advisory
• Retirement Plan Board
• Design Review Advisory Committee
• Executive Defined Contribution Plan
• Human Services Advisory Committee
• Planning Commission
• Transportation Committee

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Financial Section

Reports of Independent Certified Public Accountants

Management's Discussion and Analysis

Basic Financial Statements

Notes to the Financial Statements

Report of Independent Certified Public Accountants

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FORVIS

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Independent Auditor's Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Arvada (the City), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City'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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2021 and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Community Development Fund, and Parks Fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

FORVIS is a trademark of FORVIS, LLP, registration of which is pending with the U.S. Patent and Trademark Office

PRAXITY™ Empowering Business Globally

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 City's ability to continue as a going concern for 12 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 and *Government Auditing Standards* 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 judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City'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 management's discussion and analysis, pension, and other postemployment benefit information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining fund financial statements, individual fund budgetary comparisons, financial data schedules, local highway finance report, and schedule of expenditures of federal awards are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling 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 combining fund financial statements, individual fund budgetary comparisons, financial data schedules, local highway finance report, and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Honorable Mayor and Members of City Council
City of Arvada

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2022, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

FORVIS, LLP

Denver, Colorado
June 24, 2022

Management's Discussion and Analysis

This section of the City of Arvada's Comprehensive Annual Financial Report provides readers with a narrative overview and analysis of the City's financial performance during the fiscal year that ended on December 31, 2021. We encourage readers to consider the information presented here in conjunction with the letter of transmittal at the front of this report, the City's basic financial statements and notes to the financial statements, to enhance their understanding of the activities and financial health of the City of Arvada.

Overview of Financial Statements

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

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

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

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

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

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

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

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

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

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. A major fund should generally meet both of the following criteria: 1) total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/ expenses are at least 10% of the corresponding total (assets and deferred outflows of resources, liabilities and deferred inflows of resources or expenditures/expenses) for that fund type (i.e. governmental or enterprise funds)

and 2) total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5% of the corresponding total for all governmental and enterprise funds combined.

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

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

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

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

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

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

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

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

Fiduciary Funds The City maintains two different types of fiduciary funds, trust and custodial funds. The fiduciary fund financial statements are prepared on the accrual basis of accounting. The fiduciary funds are

used to account for resources held by the City in a trustee capacity or as custodial agent for the benefit of parties outside the government. The custodial funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the City's own programs.
The City does not adopt an annual appropriated budget for its fiduciary funds.

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

Notes to the Financial Statements The notes to the basic financial statements are considered an integral part of the financial statements since they provide additional information needed to gain a full understanding of the data provided in both the government-wide and fund financial statements. The notes to the financial statements can be found on pages 45-76 of this report.

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

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

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government financial position. At the close of December 31, 2021, the City's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $996,360,000. The following summaries of net position and changes in net position are presented for the current year and the previous year in comparison format.

Statement of Net Position

The following table reflects the condensed Statement of Net Position:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Current and other assets	$ 281,989	$ 238,109	$ 124,201	$ 128,405	$ 406,190	$ 366,514
Capital assets	396,471	387,950	337,203	322,717	733,674	710,667
Other non-current assets	4,152	4,037	3,822	4,292	7,974	8,329
Total assets	682,612	630,096	465,226	455,414	1,147,838	1,085,510
Deferred outflows of resources	277	343	24	31	301	374
Other liabilities	34,159	28,275	4,490	5,831	38,649	34,106
Long-term liabilities	103,841	91,482	810	823	104,651	92,305
Total liabilities	138,000	119,757	5,300	6,654	143,300	126,411
Deferred inflows of resources	8,459	7,699	20	29	8,479	7,728
Net position:						
Net investment in capital assets	367,234	362,678	335,824	319,340	703,058	682,018
Restricted	34,024	30,496	-	-	34,024	30,496
Unrestricted	135,172	109,809	124,106	129,422	259,278	239,231
Total Net position	$ 536,430	$ 502,983	$ 459,930	$ 448,762	$ 996,360	$ 951,745

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

By far the largest portion of the City's Governmental net position, $367,234,000 (68%), reflects its investment in capital assets (e.g. land, buildings, improvements, infrastructure and equipment), less any debt used to acquire those assets still outstanding. The City of Arvada uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's Governmental net position, $34,024,000 (7%), represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, $135,172,000 (25%), may be used to meet the City's ongoing obligations to its citizens and creditors.

The City's, total net position increased by $44,615,000 during the current fiscal year. This is due to an increase in the governmental activities of $33,447,000 and an increase in the business-type activities of $11,168,000. The increase in the governmental activities is primarily due to increases in sales and use taxes and decreases in general governmental expenditures, 2020 included financial grants to local businesses to help during the COVID 19 pandemic. The increase in the business-type activities is primarily due to increases in charges for services revenue in the new Solid Waste Fund and grant funding received to purchase trash bins for the Solid Waste program which was added in 2021 to provide trash and recycling services to Arvada citizens.

Changes in Net Position

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

City of Arvada
Statement of Activities
Year Ended December 31, 2021
(in thousands)

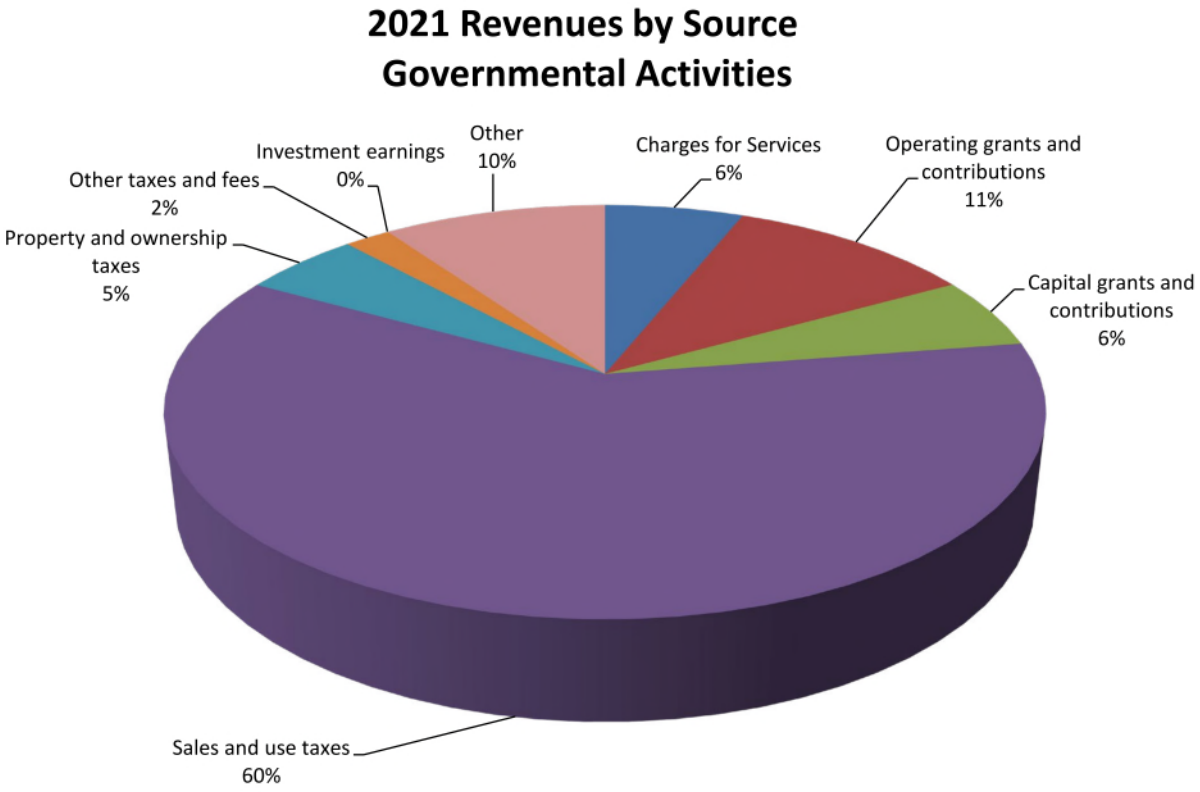
	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Revenues						
Program revenues:						
Charges for services	10,494	8,590	$ 56,371	$ 51,745	$ 66,865	$ 60,335
Operating grants and contributions	17,179	22,554	-	-	17,179	22,554
Capital grants and contributions	8,881	8,108	10,671	7,624	19,552	15,732
General revenues:						
Sales and use taxes	96,063	83,026	-	-	96,063	83,026
Property & ownership taxes	8,172	8,100	-	-	8,172	8,100
Other taxes and fees	5,061	4,704	-	-	5,061	4,704
Investment earnings (loss)	(600)	6,421	(539)	3,313	(1,139)	9,734
Other	15,508	14,524	-	-	15,508	14,524
Total revenues	160,758	156,027	66,503	62,682	227,261	218,709
Expenses						
General government	$ 33,451	$ 43,114	$ -	$ -	$ 33,451	$ 43,114
Public safety	36,031	35,035	-	-	36,031	35,035
Public works	35,420	39,787	-	-	35,420	39,787
Parks and recreation	10,474	9,663	-	-	10,474	9,663
Culture	437	326	-	-	437	326
Human service	7,948	6,139	-	-	7,948	6,139
Interest	3,414	3,560	-	-	3,414	3,560
Water	-	-	27,202	26,126	27,202	26,126
Wastewater	-	-	13,154	12,954	13,154	12,954
Stormwater	-	-	3,288	2,771	3,288	2,771
Golf	-	-	7,041	5,623	7,041	5,623
Solid Waste	-	-	3,762	-	3,762	-
Food	-	-	1,024	1,388	1,024	1,388
Total expenses	127,175	137,624	55,471	48,862	182,646	186,486
Change in net position before transfers	33,583	18,403	11,032	13,820	44,615	32,223
Transfers	(136)	374	136	(374)	-	-
Increase in net position	33,447	18,777	11,168	13,446	44,615	32,223
Net position, January 1, as previously reported	-	483,493	-	435,316	-	918,809
Restatement for accounting changes	-	713	-	-	-	713
Net position, January 1, as restated	502,983	484,206	448,762	435,316	951,745	919,522
Net position, ending	$ 536,430	$ 502,983	$ 459,930	$ 448,762	$ 996,360	$ 951,745

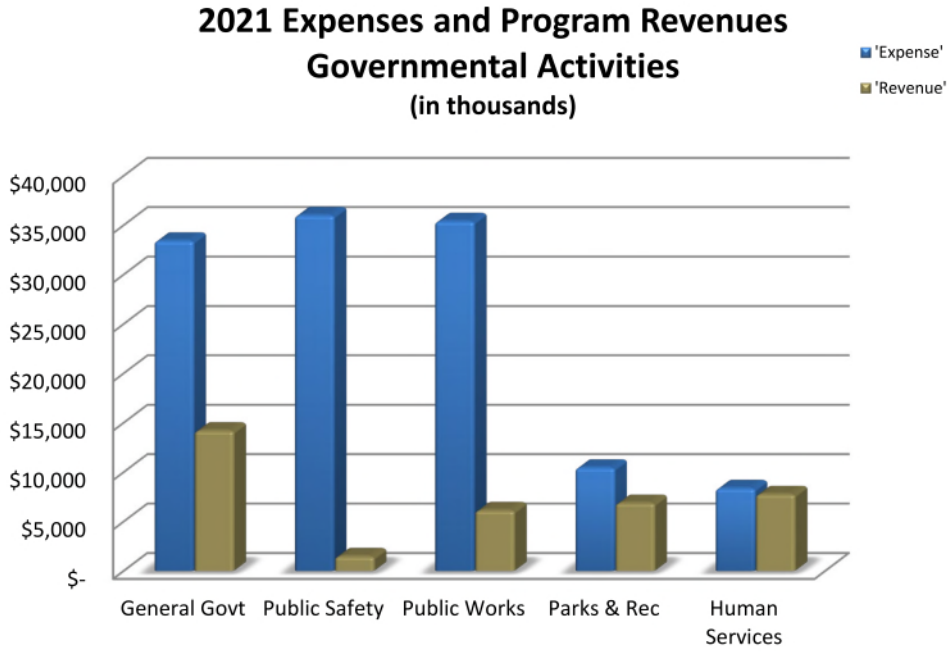
For more detailed information, see the Statement of Activities on pages 28-29 of this report.

The above condensed summary of the City of Arvada's governmental and business-type activities for the year ended December 31, 2021 reflects net position increasing $44,615,000. Revenues and expenses graphs are presented below to enhance the reader's understanding of the current year activities.

Governmental Activities

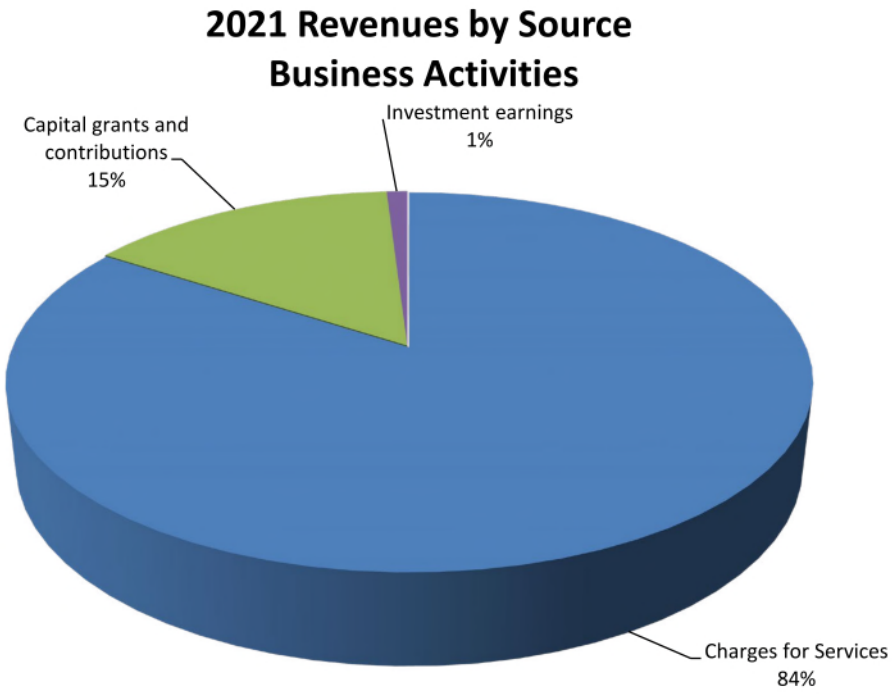
Governmental Activities increased Arvada's Net Position by $33,447,000

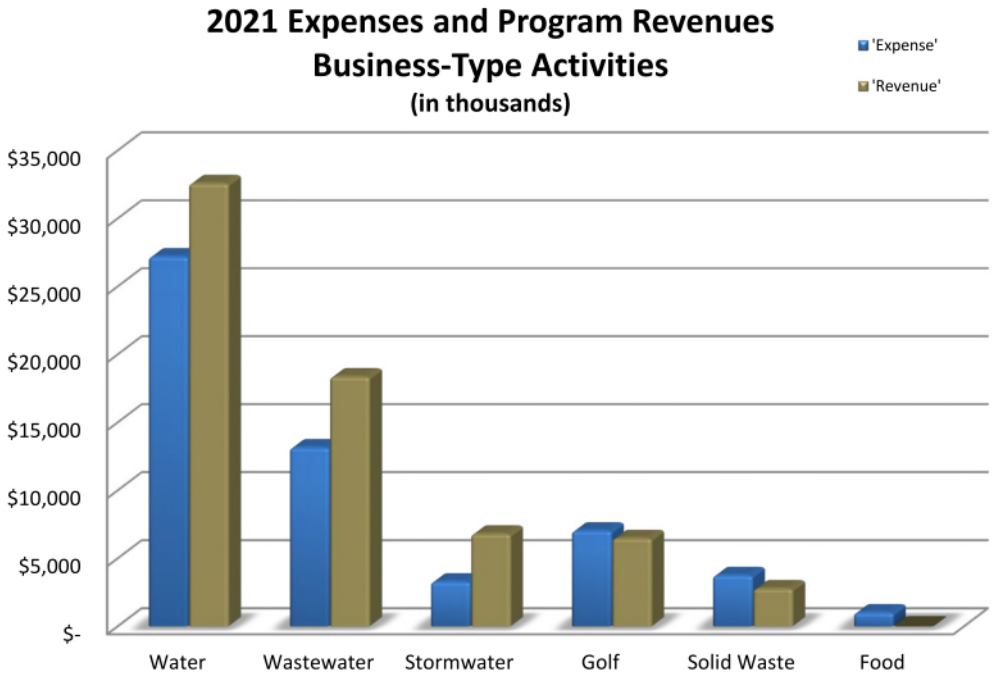




Business-type Activities

Business-type Activities increased Arvada's Net Position by $11,168,000





Governmental activities Governmental activities increased the City's net position by $33,447,000. Key elements of this change are due to the following:

- Developer contributions amounted to $6,965,000
- Sales and use tax revenues increased $13,037,000
- General governmental expenditures decreased $9,663,000 as 2020 included support to local businesses during the COVID 19 pandemic

Business-type activities Business-type activities increased the City's net position by $11,168,000. Key elements of this increase are due to the following:

- Developer contributions amounted to $10,671,000
- Service charges and fees revenue increased $1,040,000 as a Solid Waste Fund was added to provide trash and recycling services to Arvada Citizens
- Miscellaneous revenues increased $3,300,000 due to a cost recovery from a special district for additional wastewater capacity to the special district in the northwest area of the City. The City has an active project in this area to increase water and wastewater capacity

Financial Analysis of the City's Funds

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

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

December 31, 2021, fund balances of governmental funds are classified as follows:

Non-spendable – amounts that cannot be spent either because they are not spendable in form or because they are legally or contractually required to be maintained intact. The City had $613,000 in non-spendable resources.

Restricted – amounts that are subject to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or law and regulations of other governments; or through constitutional provisional or enabling legislations. The City had $122,650,000 in restricted resources.

Committed – amounts that are subject to a purpose constraint imposed by a formal action of the City Council. The City Council is the highest level of decision-making authority for the City. Commitments may be established, modified or rescinded only through resolutions and ordinances approved by the City Council. The City had $17,654,000 in committed resources.

Assigned – amounts that are for an intended use established by the City, but that are not considered restricted or committed. The purpose of the assignment must be narrower than the purpose of the General Fund. The City had $25,209,000 in assigned resources.

Unassigned – represents the remaining balance for the City's General Fund. The City had $57,388,000 in unassigned resources.

The General Fund is the main operating fund of the City. At December 31, 2021, the non-spendable fund balance was $578,000, the restricted fund balance was $3,311,000, the assigned fund balance was $1,312,000, and the unassigned fund balance was $57,388,000. The total fund balance increased $14,978,000 in 2021 to $62,589,000. On a budgetary basis, the General Fund expenditures finished over $31,019,000 to the good overall. The increase in total fund balance is primarily due to an increase in sales and use tax revenues.

The Community Development Fund is a major fund of the City. At December 31, 2021, the restricted fund balance was $2,081,000 and the assigned fund balance was $4,205,000. Total fund balance increased $225,000 in 2021 to $6,286,000. The increase was due to additional grant funding for emergency rental assistance and fewer expenditures for essential home repairs.

The Parks Fund is a major fund of the City. At December 31, 2021, the non-spendable fund balance was $28,000 the restricted fund balance was $208,000 and the assigned fund balance was $6,504,000. The total fund balance increased $684,000 in 2021 to $6,740,000. The increase is due to an increase in Jefferson County Open Space revenues.

The General Capital Projects Fund is another major fund of the City. At December 31, 2021, the restricted fund balance was $17,552,000, the committed fund balance was $17,654,000 and the assigned fund balance was $13,188,000. The total fund balance increased $14,021,000 in 2021 to $48,394,000. This increase is due to an increases in contributions for the Sabell's development located at W 58th Ave and Ward Road area and a contribution for street-scaping work along Ralston Road from Yukon Street to Garrison Street. There was also a decrease in expenditures in 2021 due to the completion of some large projects in 2020 such as the construction of a new Parks Maintenance building and Ralston Road from Webster Street to Yukon Street.

The Construction Fund is another major fund of the City. At December 31, 2021 the restricted fund balance was $80,796,000. Total fund balance increased $7,967,000 in 2021 to $80,796,000. This fund accounts for the 2019 Sales and Use Tax revenue bond issuance for two street improvement construction projects and 2021 COP issuance for the Meyers Pool Replacement project. Proceeds for the 2021 COP issuance of $17,605,000 are included in this fund. There was an increase in expenditures in 2021 as the two street improvement projects are moving forward with construction which will continue for the next few years.

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

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

	Unrestricted Net Position for Year ended 12/31/21	Unrestricted Net Position for Year ended 12/31/20
Major Enterprise Funds		
Water	$ 100,679	$ 109,927
Wastewater	11,919	9,047
Stormwater	8,180	7,382
Solid Waste	(1,033)	-
Golf	(1,634)	(2,497)
Total of major enterprise funds	118,111	123,859
Food Service	-	(346)
Internal service funds	28,454	28,017
Total proprietary funds	$ 146,565	$ 151,530

Component units The Arvada Urban Renewal Authority (AURA) was created by Ordinance No. 1717 under the Colorado Urban Renewal Law and approved by voters on March 3, 1981. AURA's purpose is to develop, redevelop or rehabilitate blighted areas of the City. The governing body of AURA is a commission of seven members, appointed by the Mayor and approved by City Council. AURA's annual budget is approved by the City Council and the City provides administrative support to AURA. The statement of net position reflects $552,000 of restricted net position balance and $4,108,000 of unrestricted net position balance. The total change in net position for AURA was an increase of $3,612,000.

Budgetary Highlights

General Fund

Final budgeted expenditures and transfers out increased $13,333,000 from the original budget to $104,716,000. $4,383,000 of this increase is due to projects not completed in 2020 and carried to 2021 and also one-time funding for projects. Major projects included traffic projects, streets maintenance projects, software projects and safety and security. The City was awarded $5,538,000 in funding from the American Rescue Plan Act. The remaining increase included various operational expenses in the General Fund.

Property tax exceeded budget by $405,000 due to increasing property values, and Sales and Use Tax also exceeded budget by $18,056,000 primarily due to increased online sales and grocery store sales. Investment revenues were $1,172,000 below budget due to the current investment environment which includes a loss on the year end mark to market adjustment. Finance saw a savings of $3,493,000 from budget due to expenditures budgeted for the funds awarded from the American Rescue Plan but not spent in 2021. Public Works saw a savings of $1,633,000 from budget due to streets maintenance projects not completed and carried into 2022.

Capital Asset and Debt Administration

Capital Assets The City's investment in capital assets for its governmental and business-type activities as of December 31, 2021 amounted to $733,674,000 (net of accumulated depreciation). This investment in capital assets includes land, water rights, buildings and improvements, equipment and infrastructure.

City of Arvada
Capital Assets (net of depreciation)
as of December 31, 2021
(in thousands)

	Governmental Activities	Business-type Activities	Total Primary Government
Land and water rights	$ 56,090	$ 39,771	$ 95,861
Infrastructure	141,097	5,528	146,625
Construction in progress	44,432	16,484	60,916
Buildings	27,279	10,353	37,632
Improvements other than buildings	110,063	264,430	374,493
Equipment & vehicles	17,510	637	18,147
Total capital assets	$ 396,471	$ 337,203	$ 733,674

Major capital improvements during this fiscal year include the following:

Governmental Activities

- Parks maintenance building
- Olde Town Closure
- Fiber and conduit throughout the City
- Traffic signal replacement
- Sabell Park Construction
- Ralston Road improvements from Upham Street to Yukon Street
- Ralston Road improvements from Yukon Street to Garrison
- West 72nd Street improvements and railroad underpass from Kipling Street to Simms Street

Proprietary Activities

- On-going maintenance and replacement of water, sewer and stormwater lines
- Denver Moffat water project
- Highway 93 water tank and pipeline
- Raw water pump station
- Ralston water treatment plant pump station
- Lake Arbor dredging

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

Long-term debt At the end of December 31, 2021, the City had total debt outstanding of $96,490,000. Of this amount, $65,955,000 represents bonds secured by specified revenue sources (i.e. sales tax revenue bonds). The remaining $30,535,000 are Certificates of Participation.

City of Arvada
Outstanding Debt
as of December 31, 2021
(in thousands)

	Governmental Activities	Governmental Activities Direct Placement	Business-type Activities	Total Primary Government
Revenue bonds	$ 65,955	$ -	$ -	$ 65,955
2016 Certificates of Participation	9,185	-	-	9,185
2015 Certificates of Participation	-	3,745	-	3,745
2021 Certificates of Participation	-	17,605	-	17,605
Total outstanding debt	$ 75,140	$ 21,350	$ -	$ 96,490

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

Financial Contact

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

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

Basic Financial Statements

CITY OF ARVADA

STATEMENT OF NET POSITION
December 31, 2021
(in thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	AURA
ASSETS				
Cash and investments	$ 242,534	$ 74,980	$ 317,514	$ 8,467
Restricted cash	20,073	36,256	56,329	-
Taxes receivable	19,484	-	19,484	22,075
Accounts receivable, net of allowance for uncollectibles	3,921	6,344	10,265	1,019
Accrued interest	783	113	896	-
Internal balances	(5,995)	5,995	-	-
Inventories	753	410	1,163	-
Prepaid costs	436	103	539	-
Notes receivable - non-current	4,152	3,822	7,974	-
Property available for sale	-	-	-	1,003
Capital assets				
Land, water rights and construction in progress	100,522	56,255	156,777	-
Other capital assets, net	295,949	280,948	576,897	-
Total capital assets	396,471	337,203	733,674	-
Total assets	682,612	465,226	1,147,838	32,564
DEFERRED OUTFLOWS OF RESOURCES				
Items related to pension plan	16	-	16	-
Items related to OPEB	117	24	141	-
Deferred loss on refunding	144	-	144	-
	277	24	301	-
LIABILITIES				
Accounts payable	18,654	3,098	21,752	587
Contracts payable	-	878	878	-
Accrued interest payable	285	-	285	-
Unearned revenue	5,295	136	5,431	-
Long-term liabilities				
Due within one year:				
Bonds, Certificates of Participation	4,748	-	4,748	634
Claims payable	3,216	-	3,216	-
Compensated absences	1,961	378	2,339	14
Due more than one year:				
Bonds, Certificates of Participation	99,702	-	99,702	4,594
Total OPEB Liability	2,119	431	2,550	-
Net pension liability	60	-	60	-
Compensated absences	1,960	379	2,339	-
Total liabilities	138,000	5,300	143,300	5,829
DEFERRED INFLOWS OF RESOURCES				
Items related to OPEB	98	20	118	-
Property taxes	8,361	-	8,361	22,075
Total deferred inflows of resources	8,459	20	8,479	22,075
NET POSITION				
Net Investment in capital assets	367,234	335,824	703,058	-
Restricted for:				
Conservation Trust	640	-	640	-
Law Enforcement/Seizure	16,343	-	16,343	-
Emergencies	5,089	-	5,089	-
Housing	59	-	59	-
CDGB	2,467	-	2,467	-
Debt Service	624	-	624	-
Lands Dedicated	5,023	-	5,023	-
Adams County Open Space	163	-	163	-
Adams County Transportation	338	-	338	-
Park Development	3,278	-	3,278	-
Capital Projects	-	-	-	552
Unrestricted	135,172	124,106	259,278	4,108
Total Net Position	$ 536,430	$ 459,930	$ 996,360	$ 4,660

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

CITY OF ARVADA

STATEMENT OF ACTIVITIES
Year Ended December 31, 2021
(in thousands)

FUNCTIONS/PROGRAM ACTIVITIES:	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Total
Primary Government:					
Governmental activities:					
General government	$ 33,451	$ 5,499	$ 1,756	$ 6,965	$ 14,220
Public safety	36,031	-	1,492	-	1,492
Public works	35,420	4,235	-	1,916	6,151
Parks and recreation	10,474	760	6,141	-	6,901
Culture	437	-	-	-	-
Human services	7,948	-	7,790	-	7,790
Interest expense	3,414	-	-	-	-
Total governmental activities	127,175	10,494	17,179	8,881	36,554
Business-type activities:					
Water	27,202	26,311	-	6,276	32,587
Wastewater	13,154	16,684	-	1,688	18,372
Stormwater	3,288	4,103	-	2,707	6,810
Golf	7,041	6,487	-	-	6,487
Solid Waste	3,762	2,786	-	-	2,786
Food	1,024	-	-	-	-
Total business-type activities	55,471	56,371	-	10,671	67,042
Total primary government	$ 182,646	$ 66,865	$ 17,179	$ 19,552	$ 103,596
Component Units:					
AURA	$ 22,500	$ 8	$ -	$ -	$ 8
Total component units	$ 22,500	$ 8	$ -	$ -	$ 8

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

CITY OF ARVADA

STATEMENT OF ACTIVITIES
Year Ended December 31, 2021
(in thousands)

	Net (Expense) Revenue and Changes in Net Position			
	Primary Government - City of Arvada			Component
	Governmental Activities	Business-type Activities	Total	Unit AURA
	$ (19,231)	$ -	$ (19,231)	$ -
	(34,539)	-	(34,539)	-
	(29,269)	-	(29,269)	-
	(3,573)	-	(3,573)	-
	(437)	-	(437)	-
	(158)	-	(158)	-
	(3,414)	-	(3,414)	-
	(90,621)	-	(90,621)	-
	-	5,385	5,385	-
	-	5,218	5,218	-
	-	3,522	3,522	-
	-	(554)	(554)	-
		(976)	(976)	
	-	(1,024)	(1,024)	-
	-	11,571	11,571	-
	(90,621)	11,571	(79,050)	-
	$ -	$ -	$ -	$ (22,492)
	-	-	-	(22,492)
General Revenues				
Taxes:				
Property	8,172	-	8,172	24,230
Sales and use	96,063	-	96,063	1,868
Transportation tax	5,061	-	5,061	-
Investment earnings (loss)	(600)	(539)	(1,139)	6
Miscellaneous	15,508	-	15,508	-
Transfers in (out)	(136)	136	-	-
Total general revenues	124,068	(403)	123,665	26,104
Change in net position	33,447	11,168	44,615	3,612
Net position January 1	502,983	448,762	951,745	1,048
Net position, December 31	$ 536,430	$ 459,930	$ 996,360	$ 4,660

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

CITY OF ARVADA

GOVERNMENTAL FUNDS
BALANCE SHEET
December 31, 2021
(in thousands)

	Primary Government						
	General Fund	Community Develop-ment Fund	Parks	General Capital Projects Fund	Construction Fund	Other Govern-mental Funds	Total Govern-mental Funds
ASSETS							
Cash and investments	$ 69,276	3,720	$ 6,069	$ 48,864	$ 64,280	$ 17,651	$ 209,860
Restricted cash	-	2,539	-	-	17,534	-	20,073
Taxes receivable	18,223	-	1,128	133	-	-	19,484
Accounts receivable, net of allowance for uncollectibles	1,652	285	4	345	-	1,543	3,829
Accrued interest	499	-	8	51	167	19	744
Interfund receivable	43	-	-	-	-	-	43
Inventories	401	-	19	-	-	-	420
Prepaid costs	177	-	9	-	-	7	193
Non-current notes receivable, net of allowance for uncollectibles	1,401	1,295	1,009	447	-	-	4,152
Total assets	$ 91,672	$ 7,839	$ 8,246	$ 49,840	$ 81,981	$ 19,220	$ 258,798
LIABILITES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	14,123	125	489	863	1,185	424	17,209
Unearned revenue	5,198	-	8	-	-	87	5,293
Total liabilities	19,321	125	497	863	1,185	511	22,502
DEFERRED INFLOW OF RESOURCES							
Property taxes	8,361	-	-	-	-	-	8,361
Grants	-	133	-	583	-	-	716
Notes receivable	1,401	1,295	1,009	-	-	-	3,705
Total deferred inflows of resources	9,762	1,428	1,009	583	-	-	12,782
FUND BALANCES							
Reserved for:							
Nonspendable	578	-	28	-	-	7	613
Restricted	3,311	2,081	208	17,552	80,796	18,702	122,650
Committed	-	-	-	17,654	-	-	17,654
Assigned	1,312	4,205	6,504	13,188	-	-	25,209
Unassigned	57,388	-	-	-	-	-	57,388
Total fund balances	62,589	6,286	6,740	48,394	80,796	18,709	223,514
Total liabilities, deferred inflows of resources, and fund balances	$ 91,672	$ 7,839	$ 8,246	$ 49,840	$ 81,981	$ 19,220	$ 258,798

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

CITY OF ARVADA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
December 31, 2021
(in thousands)

Amounts reported for governmental activities in the statement of net position are different because:		
Total fund balances - governmental funds		$ 223,514
Capital assets net of accumulated depreciation used in governmental activities are not current financial resources. Therefore, they are not reported in the funds financial statements.		382,072
Internal service funds are used by management to charge the costs of certain activities to individual funds. A portion of the assets and liabilities of internal service funds are included in the governmental activities in the statement of net position.		36,858
Deferred outflow of resources are not financial resources, and therefore are not reported in the funds.		277
Deferred inflow of resources are not financial resources related to OPEB, and therefore are not reported in the funds.		(98)
Certain assets are not available to provide current year financial resources and therefore are deferred in the fund statements		
Notes Receivable - non-current	2,304	
Grants Receivable - non-current	716	
AURA	1,401	
Subtotal		4,421
Long-term liabilities and assets are not due and payable or available in the current period and accordingly are not reported in the fund financial statements Balances at December 31, 2019 are:		
Bonds payable	(73,915)	
Obligation under certificates of participation	(30,535)	
Interest accrual	(285)	
Net pension liability	(60)	
Total OPEB liability	(2,032)	
Compensated absences	(3,787)	
Subtotal		(110,614)
Net position of governmental activities		$ 536,430

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

CITY OF ARVADA

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Year Ended December 31, 2021
(in thousands)

	Primary Government						
	General Fund	Community Develop-ment Fund	Parks	General Capital Projects Fund	Construction Fund	Other Govern-mental Funds	Total Govern-mental Funds
REVENUES							
Property and ownership taxes	$ 8,172	$ -	$ -	$ -	$ -	$ -	$ 8,172
Sales and use taxes	77,689	-	-	-	-	18,374	96,063
Franchise fees	4,685	-	-	102	-	-	4,787
Licenses & permits	4,167	-	48	-	-	-	4,215
Intergovernmental	6,085	1,530	6,141	1,916	-	7,399	23,071
Charges for services	957	-	-	-	-	-	957
Recovered costs	4,144	-	712	2,247	-	-	7,103
Fines & forfeitures	1,089	-	-	-	-	-	1,089
Investment earnings (loss)	(258)	2	(33)	(248)	13	(76)	(600)
Memberships, donations & dedications	-	-	-	8,246	-	-	8,246
Miscellaneous	340	481	173	917	-	54	1,965
Total Revenues	107,070	2,013	7,041	13,180	13	25,751	155,068
EXPENDITURES							
Current expenditures:							
General government	25,940	-	-	235	27	119	26,321
Public safety	24,491	-	-	-	-	11,502	35,993
Public works	26,430	-	-	-	-	-	26,430
Parks and recreation	-	-	9,967	-	-	-	9,967
Human services	-	1,790	-	-	-	6,164	7,954
Debt service							
Principal	-	-	-	-	-	4,125	4,125
Interest	-	-	-	-	-	3,362	3,362
Bond issuance costs				-	101	-	101
Capital outlay	474	-	-	7,757	9,523	44	17,798
Total Expenditures	77,335	1,790	9,967	7,992	9,651	25,316	132,051
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	29,735	223	(2,926)	5,188	(9,638)	435	23,017
OTHER FINANCING SOURCES (USES)							
Issuance of debt	-	-	-	-	17,605	-	17,605
Transfers in	212	45	3,842	8,983	-	2,422	15,504
Transfers out	(14,969)	(43)	(232)	(150)	-	(1,475)	(16,869)
Total other financing sources (uses)	(14,757)	2	3,610	8,833	17,605	947	16,240
NET CHANGE IN FUND BALANCES	14,978	225	684	14,021	7,967	1,382	39,257
FUND BALANCES, BEGINNING	47,611	6,061	6,056	34,373	72,829	17,327	184,257
FUND BALANCES ENDING	$ 62,589	$ 6,286	$ 6,740	$ 48,394	$ 80,796	$ 18,709	$ 223,514

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

CITY OF ARVADA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year ended December 31, 2021
(in thousands)

Net change in fund balances - total government funds		$ 39,257
Governmental funds report capital outlays as expenditures. However in the statement of activities, the cost of those assets is allocated over their useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.		
Capital outlay	17,798	
Disposal of Capital Assets, net of internal serivce funds	264	
Depreciation expense	(17,727)	
Excess of capital outlay over depreciation expense		335
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the statement of net position. Issuing debt increases long-term liabilities and does not affect the statement of activities.		
Issuance of Debt	(17,605)	
Repayment of principal	4,125	
Subtotal		(13,480)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.		
Developer Contributions	6,965	
Grants/notes receivable - current net of allowance	(1,731)	
Subtotal		5,234
Internal service funds are used by management to charge the costs of certain activities, such as risk management, vehicle replacement and maintenance, information technology replacement and the print shop services. A portion of the revenue (expense) of certain internal service funds is reported with governmental activities.		1,517
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Amortization of bond premium	458	
Amortization of deferred loss on refunding	(50)	
Pension	(10)	
OPEB	(53)	
Interest expense	(1)	
Compensated absences	240	
Subtotal		584
Change in net position of governmental activities		$ 33,447

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

CITY OF ARVADA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Property and ownership taxes	$ 7,767	$ 7,767	$ 8,172	$ 405
Sales and use taxes	59,633	59,633	77,689	18,056
Franchise fees	4,195	4,195	4,685	490
Licenses and permits	3,005	3,005	4,167	1,162
Intergovernmental	4,576	4,576	6,085	1,509
Charges for services	613	613	957	344
Recovered costs	2,883	2,883	4,144	1,261
Fines and forfeitures	992	992	1,089	97
Investment earnings (loss)	914	914	(258)	(1,172)
Administrative services	3,834	3,969	3,829	(140)
Miscellaneous	88	88	340	252
Total revenues	88,500	88,635	110,899	22,264
EXPENDITURES				
Current expenditures:				
Community and Economic Development	5,216	5,384	4,892	492
Judicial	1,374	1,417	1,265	152
Management	4,578	4,667	3,778	889
Legal	2,299	2,771	2,405	366
Finance	8,249	15,032	11,539	3,493
Human resources	1,984	2,080	1,863	217
Public safety	25,107	25,137	24,491	646
Public works	27,566	28,063	26,430	1,633
Planning	597	470	436	34
Information technology	3,967	4,015	3,591	424
Total current expenditures	80,937	89,036	80,690	8,346
Capital outlay	337	458	474	(16)
Total expenditures	81,274	89,494	81,164	8,330
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	7,226	(859)	29,735	30,594
OTHER FINANCING SOURCES (USES)				
Transfer in	40	40	212	172
Transfers out	(10,109)	(15,222)	(14,969)	253
Total other financing (uses)	(10,069)	(15,182)	(14,757)	425
NET CHANGE IN FUND BALANCE	(2,843)	(16,041)	14,978	31,019
FUND BALANCE, BEGINNING	47,611	47,611	47,611	-
FUND BALANCE, ENDING	$ 44,768	$ 31,570	$ 62,589	$ 31,019

Total expenditures as presented on budgetary basis	$ 81,164
less allocation of internal transfers	(3,829)
Total expenditures as presented on GAAP basis	$ 77,335

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

CITY OF ARVADA

COMMUNITY DEVELOPMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual Amount	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	$ 472	$ 475	$ 1,530	$ 1,055
Investment earnings	34	34	2	(32)
Miscellaneous	157	157	481	324
Total revenues	663	666	2,013	1,347
EXPENDITURES				
Current expenditures:				
Program costs	797	2,979	1,790	1,189
Total expenditures	797	2,979	1,790	1,189
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(134)	(2,313)	223	2,536
OTHER FINANCING SOURCES (USES)				
Transfers in	45	45	45	-
Transfers out	(245)	(245)	(43)	202
Total other financing sources	(200)	(200)	2	202
NET CHANGE IN FUND BALANCE	(334)	(2,513)	225	2,738
FUND BALANCE, BEGINNING	6,061	6,061	6,061	-
FUND BALANCE, ENDING	$ 5,727	$ 3,548	$ 6,286	$ 2,738

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

CITY OF ARVADA

PARKS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Licenses and permits	$ 63	$ 63	$ 48	$ (15)
Intergovernmental revenues				
Jefferson County-Open Space	5,067	5,067	6,141	1,074
Recovered costs	902	902	712	(190)
Investment earnings (loss)	55	55	(33)	(88)
Miscellaneous	208	208	173	(35)
Total revenues	6,295	6,295	7,041	746
EXPENDITURES				
Current expenditures:				
Park maintenance	9,624	9,737	9,537	200
Park design	294	309	394	(85)
Capital outlay	-	120	36	84
Total current expenditures	9,918	10,166	9,967	199
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(3,623)	(3,871)	(2,926)	945
OTHER FINANCING SOURCES (USES)				
Transfers in	3,785	3,785	3,842	57
Transfers out	-	(128)	(232)	(104)
Total other financing sources	3,785	3,657	3,610	(47)
NET CHANGE IN FUND BALANCE	162	(214)	684	898
FUND BALANCE, BEGINNING	6,056	6,056	6,056	-
FUND BALANCE, ENDING	$ 6,218	$ 5,842	$ 6,740	$ 898

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

CITY OF ARVADA

PROPRIETARY FUNDS
STATEMENT OF NET POSITION
December 31, 2021
(in thousands)

	Business-Type Activities						Governmental Activities
	Major Funds					Total Business Type Activities	Internal Service Funds
	Water Fund	Waste-water fund	Storm-water Fund	Golf Course	Solid Waste		
ASSETS							
CURRENT ASSETS							
Cash and investments	$ 61,379	$ 5,083	$ 7,708	$ 545	$ 265	$ 74,980	$ 32,674
Cash with fiscal agent	36,256	-	-	-	-	36,256	-
Accounts receivable, net of allowance for uncollectibles	2,712	2,389	582	-	758	6,441	92
Accrued interest	101	3	8	-	-	112	39
Inventories	261	-	-	52	-	313	333
Prepaid costs	91	4	-	8	-	103	243
Interfund receivable	455	124	-	-	-	579	-
Non-current notes receivable, net of allowance for uncollectibles	-	3,822	-	-	-	3,822	-
Total current assets	101,255	11,425	8,298	605	1,023	122,606	33,381
NONCURRENT ASSETS							
Advance to Golf Fund	-	1,434	-	-	-	1,434	-
Advance to Solid Waste	1,306	-	-	-	-	1,306	-
Land, water rights & construction in progress	50,223	340	1,462	4,230	-	56,255	-
Property and equipment, net of accumulated depreciation	157,594	58,750	52,371	12,233	-	280,948	14,399
Total non-current assets	209,123	60,524	53,833	16,463	-	339,943	14,399
Total assets	310,378	71,949	62,131	17,068	1,023	462,549	47,780
DEFERRED OUTFLOWS OF RESOURCES							
Items related to OPEB	15	3	1	5	-	24	4
LIABILITIES							
CURRENT LIABILITIES							
Accounts payable	2,306	122	84	291	295	3,098	1,449
Contracts payable	259	619	-	-	-	878	-
Accrued compensated absences	209	68	8	93	-	378	66
Claims payable	-	-	-	-	-	-	3,216
Interfund payable	-	-	-	124	455	579	43
Unearned revenue	8	2	-	125	-	135	-
Total current liabilities	2,782	811	92	633	750	5,068	4,774
NONCURRENT LIABILITIES							
Accrued compensated absences	209	68	9	93	-	379	66
Total OPEB liability	266	61	24	80	-	431	87
Advance from Water Fund	-	-	-	-	1,306	1,306	-
Advance from Wastewater Fund	-	-	-	1,434	-	1,434	-
Total non-current liabilities	475	129	33	1,607	1,306	3,550	153
Total liabilities	3,257	940	125	2,240	2,056	8,618	4,927
DEFERRED INFLOWS OF RESOURCES							
Items related to OPEB liability	12	3	1	4	-	20	4
NET POSITION							
Net investment in capital assets	206,445	59,090	53,826	16,463	-	335,824	14,399
Unrestricted	100,679	11,919	8,180	(1,634)	(1,033)	118,111	28,454
Total net position	$ 307,124	$ 71,009	$ 62,006	$ 14,829	$ (1,033)	$ 453,935	$ 42,853
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds						5,995	
Net position of business-type activities (page 27)						$ 459,930	

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

CITY OF ARVADA

PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
Year Ended December 31, 2021
(in thousands)

	Business-Type Activities							Governmental Activities
	Major Funds					Nonmajor Fund	Total Business Type Activities	Internal Service Funds
	Water Fund	Waste-water fund	Storm-water Fund	Golf Course	Solid Waste	Food Service		
OPERATING REVENUES								
Sales	$ 25,335	$ -	$ -	$ 2,290	$ 2,051	$ -	$ 29,676	$ -
Service charges & fees	180	13,386	3,877	4,196	-	-	21,639	11,273
Recovered costs	-	-	72	-	-	-	72	339
Contributions								
Employer	-	-	-	-	-	-	-	8,764
Employee	-	-	-	-	-	-	-	2,086
Retirees and continued benefit individuals	-	-	-	-	-	-	-	386
Miscellaneous	796	3,298	154	1	735	-	4,984	762
Total revenues	26,311	16,684	4,103	6,487	2,786	-	56,371	23,610
EXPENSES								
Operating & maintenance	21,249	10,692	2,058	-	-	326	34,325	
Administration	1,021	602	-	6,430	3,726	-	11,779	6,223
Insurance premiums	-	-	-	-	-	-	-	1,866
Uninsured damages & claims	-	-	-	-	-	-	-	8,396
Repair & maintenance	-	-	-	-	-	-	-	3,618
Depreciation	4,612	1,501	1,237	591	-	26	7,967	3,146
Total expenses	26,882	12,795	3,295	7,021	3,726	352	54,071	23,249
OPERATING INCOME (LOSS)	(571)	3,889	808	(534)	(940)	(352)	2,300	361
NON-OPERATING REVENUES (EXPENSES)								
Investment earnings	(598)	111	(52)	-	1	-	(538)	(250)
Gain (loss) on sale of assets	(408)	(381)	-	-	-	(674)	(1,463)	317
Interest expense	-	-	-	(42)	(37)	-	(79)	-
Total non-operating revenues (expenses)	(1,006)	(270)	(52)	(42)	(36)	(674)	(2,080)	67
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(1,577)	3,619	756	(576)	(976)	(1,026)	220	428
CAPITAL CONTRIBUTIONS	6,277	1,688	2,707	-	-	-	10,672	-
TRANSFERS IN	493	-	-	892	-	672	2,057	1,398
TRANSFERS OUT	(588)	(222)	(1,051)	(3)	(57)	-	(1,921)	(169)
CHANGE IN NET POSITION	4,605	5,085	2,412	313	(1,033)	(354)	11,028	1,657
NET POSITION, BEGINNING	302,519	65,924	59,594	14,516	-	354		41,196
NET POSITION, ENDING	$ 307,124	$ 71,009	$ 62,006	$ 14,829	$ (1,033)	$ -		$ 42,853

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	140
Change in net position of business-type activities (page 29)	$ 11,168

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

CITY OF ARVADA

PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
Year Ended December 31, 2021
(in thousands)

	Business-Type Activities							Governmental Activities
	Major Funds					Nonmajor Fund		
	Water Fund	Waste-water fund	Storm-water Fund	Golf Course	Solid Waste	Food Service	Total Business Type Activities	Internal Service Funds
Cash flows from operating activities								
Cash received from external customers	$ 26,260	$ 17,100	$ 4,125	$ 6,638	$ 2,028	$ (2)	$ 56,149	$ 1,644
Cash received from internal customers	-	-	-	-	-	-	-	22,124
Cash payments to external suppliers	(14,252)	(9,938)	(1,397)	(2,573)	(3,392)	(344)	(31,896)	(15,724)
Cash payments to internal suppliers	(1,192)	(450)	(90)	(474)	(5)	(21)	(2,232)	(569)
Cash payments to employees for services	(7,543)	(1,631)	(772)	(3,733)	(32)	(305)	(14,016)	(2,524)
Net cash provided (used) by operating activities	3,273	5,081	1,866	(142)	(1,401)	(672)	8,005	4,951
Cash flows from non-capital financing activities			-					
Transfers to other funds	(588)	(222)	(1,051)	(3)	(57)	-	(1,921)	(169)
Transfers from other funds	493	-	-	892	-	672	2,057	1,398
Net cash provided (used) by non-capital financing activities	(95)	(222)	(1,051)	889	(57)	672	136	1,229
Cash flows from capital & related financing activities								
Capital contributions	4,273	378	-	-	-	-	4,651	-
Purchase of capital assets	(15,984)	(1,746)	(150)	(39)	-	-	(17,919)	(4,389)
Principal paid on interfund payable	-	-	-	(121)	(240)	-	(361)	-
Interest paid on interfund payable	-	-	-	(42)	(37)	-	(79)	-
Proceeds from interfund payable	-	-	-	-	2,000	-	2,000	-
Receipts from principal paid on interfund payable	240	121	-	-	-	-	361	-
Receipts from interest paid on interfund payable	37	42	-	-	-	-	79	-
Proceeds from sale of assets	27	-	-	-	-	-	27	338
Interfund loan to Solid Waste	(2,000)	-	-	-	-	-	(2,000)	-
Net cash provided (used) by capital and related financing activities	(13,407)	(1,205)	(150)	(202)	1,723	-	(13,241)	(4,051)
Cash flows from investing activities								
Investment earnings (loss)	(463)	81	(36)	-	-	-	(418)	(174)
Net cash provided (used) by investing activities	(463)	81	(36)	-	-	-	(418)	(174)
Net increase (decrease) in cash and cash equivalents	(10,692)	3,735	629	545	265	-	(5,518)	1,955
Cash and cash equivalents January 1, 2021	108,327	1,348	7,079	-	-	-	116,754	30,719
Cash and cash equivalents December 31, 2021	97,635	5,083	7,708	545	265	-	111,236	32,674
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:								
Operating income (loss)	(571)	3,889	808	(534)	(940)	(352)	2,300	361
Adjustments to reconcile operating income to net cash provided (used) by operating activities:								
Depreciation	4,612	1,501	1,237	591	-	26	7,967	3,146
(Increase) decrease in account receivable	(54)	(31)	22	152	(758)	-	(669)	257
(Increase) decrease in notes receivable	-	446	-	-	-	-	446	-
(Increase) decrease in inventories	-	-	-	35	-	-	35	(32)
(Increase) decrease in prepaid expenditures	-	-	-	(2)	-	2	-	5
(Decrease) increase in accrued payroll	38	12	5	37	7	(23)	76	-
(Decrease) increase in accounts payable	(636)	(760)	(168)	86	290	(244)	(1,432)	127
(Decrease) increase in interfund payable	-	-	-	(545)	-	-	(545)	-
(Decrease) increase in contracts payable	(166)	22	(35)	-	-	(28)	(207)	-
(Decrease) increase in claims payable	-	-	-	-	-	-	-	1,038
(Decrease) increase in OPEB	12	(2)	(2)	-	-	2	10	46
(Decrease) increase in deferred revenue	5	2	-	-	-	(2)	5	
(Decrease) increase in accrued benefits	33	2	(1)	38	-	(53)	19	3
Net cash provided (used) by operating activities	$ 3,273	$ 5,081	$ 1,866	$ (142)	$ (1,401)	$ (672)	$ 8,005	$ 4,951
Non-cash investing, capital and financing activities								
Developer contributions	$ 2,004	$ 1,310	$ 2,707	$ -	$ -	$ -	$ 6,021	$ -
Captial assets accounts and contract payable outstanding	$ 1,371	$ -	$ 8	$ -	$ -	$ -	$ 1,379	$ -

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

CITY OF ARVADA

FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
December 31, 2021
(in thousands)

	Defined Benefit Police Pension	Custodial Funds
Assets		
Pooled cash and investments	$ 401	$ 1,331
Money market	7	-
Accrued interest	-	2
Total current assets	408	1,333
Total Assets	408	1,333
Liabilites		
Current Liabilities		
Accounts Payable	-	170
Total current liabilities	-	170
Total liabilities	-	170
NET POSITION RESTRICTED FOR		
Pensions	408	-
Individuals, organizations, and other governments	-	1,163
Total net position	$ 408	$ 1,163

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

CITY OF ARVADA

FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
Year Ended December 31, 2021
(in thousands)

	Defined Benefit Police Pension	Custodial Funds
ADDITIONS		
Investment income (loss)	$ (3)	$ (11)
Contributions	-	2,059
Total additions	(3)	2,048
DEDUCTIONS		
Program costs	-	2,164
Benefits paid	29	-
Total deductions	29	2,164
INCREASE (DECREASE) IN FIDUCIARY NET POSTION	(32)	(116)
Net position, January 1	440	1,279
Net position, December 31	$ 408	$ 1,163

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

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Notes to the Financial Statements

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1. Summary of Significant Accounting Policies

This is a summary of significant accounting policies for the City of Arvada, Colorado presented to assist the reader in interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

A. Financial Reporting Entity

The City of Arvada is a political subdivision of the State of Colorado, located in Jefferson and Adams Counties in the northwest quadrant of the greater Denver, Colorado, metropolitan area. The population of the City is approximately 120,492. The City, incorporated in 1904, provides general government; police services; water; sewer, stormwater; solid waste, golf; park maintenance; and various trust and custodial functions in a fiduciary capacity. The City does not provide fire protection, public education.

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

Blended Component Units

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

Arvada Economic Development Association (AEDA) (Special Revenue Fund) - AEDA was established to encourage and stimulate all forms of economic development, commercial and industrial. The services provided by AEDA benefit both the City and citizens by providing information and services to existing and prospective businesses and industries. Funding for AEDA consists of compensation from the City for services it renders the City and its citizens. The City also has operational responsibility for AEDA. A Board of Directors appointed by City Council governs AEDA. Separate audited financial statements for the Arvada Economic Development Association are not prepared.

Police Defined Benefit Pension Plan (Fiduciary Fund) - The single employer defined benefit pension plan covers the uniformed police officers who did not elect to participate in the Defined Contribution Police Plan that became effective January 1, 1986. One fully vested participant remains in the Defined Benefit Plan as of December 31, 2021. Funding for the plan consists of contributions from the City and investment earnings. The City also has operational responsibility for the Plan. Separate audited financial statements for the Police Defined Benefit Pension Plan are not prepared.

Discrete Component Units

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

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

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

Separate audited financial statements for AURA may be obtained by contacting the Finance Department at 720-898-7120 or writing to:

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

B. Government-Wide and Fund Financial Statements

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

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

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

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and trust fund financial statements.

Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

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

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

C. Financial Statement Presentation

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

The City reports the following major governmental funds:

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

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

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

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

The Construction Fund accounts for proceeds from the Series 2021 Certificates of Participation issue and the Sales and Use Tax Revenue Bonds Series 2019. The fund will be used to replace the Meyers Pool with a new 50 meter pool, reconstruction and widening of Ralston Road from Yukon Street to Garrison

Street and the reconstruction and railroad underpass on West 72nd Avenue from Kipling Street to Simms Street.

Governmental Funds that do not meet the criteria of major funds have been summarized and presented as other governmental funds within the fund financial statements.

The City reports the following major proprietary funds:

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

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

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

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

The Solid Waste Fund accounts for all the activities necessary to offer waste and recycling services to the citizens of Arvada.

On June 30, 2021 the Food Service Fund ceased operations. This is due to the 2015 agreement between the City and the Arvada Center for the Humanities non-profit agreement which indicated the entire building would be turned over to the Arvada Center by 2024 and Food Services would vacate the building. The Arvada City Council made the decision to close Food Service operations June 30, 2021 and vacate the building. Activities for the first six months of 2021 are shown in the report.

Proprietary funds that do not meet the criteria of major funds have been summarized and presented as nonmajor proprietary funds within the fund financial statements.

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

The City reports the following fiduciary funds:

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

Custodial Funds are used to account for monies held for the Ralston House, a local 503(c)(3) not-for-profit agency to which the City of Arvada provides accounting and investing services and monies held for Jefferson Parkway Public Highway Authority (JPPHA), a municipal corporation formed to facilitate the financing, construction, operation, and maintenance of a public highway located on the northern and western perimeters of the Denver metropolitan area which the City of Arvada provides accounting and

investing services.

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

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

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

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

1) Deposits and Investments

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

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

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

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

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

2) Receivables and Payables

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

All receivables are shown net of an allowance for uncollectible accounts when applicable. The citizen invoice receivable allowance in the General Fund as of December 31, 2021 was $47,913. The loans receivable allowance in the Community Development Fund as of December 31, 2021 was $574,841. The loans receivable allowance in the Housing Fund as of December 31, 2021 was $3,524. The customer account receivable allowance in the Water Fund as of December 31, 2021 was $6,782.

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

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

3) Inventories and Prepaid Items

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

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

4) Restricted Assets

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

5) Capital Assets

Capital assets which include property, plant, equipment, and all infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements and in the Proprietary funds in the fund

financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical costs or estimated historical cost if purchased or constructed. Donated assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value.

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

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

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

6) Compensated Absences

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

7) Long-Term Obligations

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

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

8) Deferred Inflows and Outflows of Resources

A deferred inflow of resources is an acquisition of net assets that is applicable to future reporting periods. A deferred outflow of resources is a consumption of net assets that is applicable to future reporting periods. Deferred outflows of resources include items related to the Police Defined Benefit pension plan, items related to OPEB liability, and deferred loss on debt refunding and is included in

the government wide statements but not in the fund statements.

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

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

9) Fund Balance

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

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

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

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

Fund Balances:	General Fund	Community Development Fund	Parks Fund	Capital Projects Fund	Construction Fund	Other Governmental Funds	Total Governmental Funds
Nonspendable:							
Inventories	$ 401	$ -	$ 19	$ -	$ -	$ -	$ 420
Prepaid	177	-	9	-	-	7	193
Total Nonspendable	578	-	28	-		7	613
Restricted:							
Conservation Trust	-	-	-	-	-	640	640
Voter restricted sales tax - police	-	-	-	-	-	15,518	15,518
Seizure Funds	-	-	-	-	-	825	825
Emergencies - Tabor	3,311	60	208	395	525	590	5,089
Community Development	-	2,021	-	-	-	446	2,467
Housing	-	-	-	-	-	59	59
Debt service	-	-	-	-	-	624	624
Lands Dedicated	-	-	-	5,023	-	-	5,023
Adams County Open Space	-	-	-	163	-	-	163
Adams County Transportation	-	-	-	338	-	-	338
Park Development Fees	-	-	-	3,278	-	-	3,278
Capital - General	-	-	-	756	17,389	-	18,145
Capital - Parks	-	-	-	1,166	-	-	1,166
Capital - Streets	-	-	-	705	62,882	-	63,587
Capital - Traffic	-	-	-	5,728	-	-	5,728
Total Restricted	3,311	2,081	208	17,552	80,796	18,702	122,650
Committed							
Capital - General	-	-	-	2,259	-	-	2,259
Capital - Parks	-	-	-	1,637	-	-	1,637
Capital- Technology	-	-	-	981	-	-	981
Capital - Streets	-	-	-	6,116	-	-	6,116
Capital - Traffic	-	-	-	6,661	-	-	6,661
Total Committed	-	-	-	17,654	-	-	17,654
Assigned							
Capital - General	-	-	-	2,198	-	-	2,198
Capital - Parks	-	-	-	3,549	-	-	3,549
Capital - Streets	-	-	-	4,387	-	-	4,387
Capital - Traffic	-	-	-	2,804	-	-	2,804
Capital - Technology	-	-	-	250	-	-	250
Community Development	-	4,205	-	-	-	-	4,205
Parks	-	-	6,504	-	-	-	6,504
2022 Budget	1,309	-	-	-	-	-	1,309
Escrows	3	-	-	-	-	-	3
Total Assigned	1,312	4,205	6,504	13,188	-	-	25,209
Unassigned	57,388	-	-	-	-	-	57,388
Total Fund Balances	$ 62,589	$ 6,286	$ 6,740	$ 48,394	$ 80,796	$ 18,709	$ 223,514

10) Net Position

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

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

shortfalls, salary or fringe benefit increases.

11) Estimates

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

2. Stewardship, Compliance and Accountability

A. Budgetary Information

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

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

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

B. Expenditures/Expenses in Excess of Appropriation

For the year ended December 31, 2021, the Insurance Fund exceeded the amount budgeted by $907,000 which may be a violation of Colorado budget law. This over-expenditure is due to an increase in the year-end estimate of incurred but not recorded claims expense.

C. State Constitutional Amendment

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

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

The initial revenue base is 1992 fiscal year spending. Future revenue limits are determined based upon the prior year's fiscal year spending adjusted for a growth factor based upon inflation and changes in the

actual value of real property within its boundaries. Excluded revenues such as gifts and federal funds are not used to calculate the limit. Revenue in excess of the limit must be refunded unless the voters approve retention of such revenue.

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

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

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

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

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

3. Detailed Notes on Funds and Account Balances

A. Deposits and Investments

As of December 31, 2021, the City's cash deposits had a carrying value of $14,716,219. The bank balances were $17,188,091 of which $923,878 was covered by federal deposit insurance and $16,264,213 was collateralized with securities held by the pledging financial institution's trust department or agent in the City's name. Cash with fiscal agent had a balance of $53,789,966. $36,256,304 of these funds are held in escrow for the Gross Reservoir Enlargement project with Denver Water. The other $17,533,662 of these funds are held in escrow for the Meyers Pool replacement project with Jefferson County School District. These funds are invested in instruments which follow the City's investment policies and procedures.

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

- Local government investment pools authorized under the laws of the State of Colorado whose investment policy closely mirrors that of the City.
- Direct obligations of the United States government, including such instruments as Treasury Bills, Treasury Notes, Treasury Bonds, Export Import Bank issues, Farmers Home Administration Insured Notes, certain scaled discount notes, and certain relatively short-term securities issued by the Government National Mortgage Association.
- Obligations of certain U.S. Government agencies, including but not limited to such instruments as Federal Home Loan Bank debt, Federal National Mortgage Association debt, certain scaled

discount notes, and/or certain short-term Federal Farm Credit debt.

- Purchases of the direct or agency securities mentioned above, under the terms of a repurchase agreement or in support of a City "Sweep Account" which meet the City's procedures for the delivery, possession and safekeeping of investment securities.
- Repurchase agreements
- Commercial paper and certificates of deposits
- AAA-rated money market funds

Interest Rate Risk

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

Credit Risk

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

Concentration of Credit Risk

As a means of limiting its exposure, the City's total investment in any specific money market or mutual fund shall not exceed 10% of the total assets of such fund class. At December 31, 2021, the City's investments in the Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC), Federal National Mortgage Association (FNMA), Federal Farm Credit Bank (FFCB), Federal Agricultural Mortgage Corporation (FAMC), and Supranationals are 9.52%, 6.12%, 12.01% 5.60%, 2.57% and 2.71% of total investments, respectively.

Custodial Credit Risk

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

Local Government Investment Pools

The City utilizes three local government investment pools for investment, when a high degree of liquidity is prudent. The three pools are the Colorado Local Government Liquid Asset Trust (COLOTRUST), The Colorado Surplus Asset Fund Trust cash fund (CSAFE), and the Colorado Statewide Investment Program Trust (CSIP), collectively, the Trusts. COLOTRUST and CSIP are local government investment pools with a stable net asset value (NAV) and its NAV is measured at fair value per share. CSAFE is considered a qualifying external investment pool under GASB Statement No. 79, Certain External Investment Pools and Pool Participants and its NAV is measured at amortized cost per share. The State Securities Commissioner administers and enforces all State statutes governing the Trusts. The Trusts operate similarly to a money market fund and each share is equal in value to $1.00, although not guaranteed. Investment objectives and strategies focus on safety, liquidity, transparency, and competitive yields through investment in a diversified portfolio of short-term marketable securities. The Trusts may invest in

U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities, certain obligations of U.S. government agencies and highly rated commercial paper. A designated custodial bank serves as custodian of the Trusts' portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodians' internal records segregate investments owned by the Trusts. The Trusts do not have any limitations or restrictions on participant withdrawals.

Cash and Investments reported on the financial statements as of December 31, 2021 (in thousands):

Cash and Investments	$ 317,514
Cash with Fiscal Agent – restricted cash	53,790
Restricted Cash	2,539
Total per Statement of Net Position	373,843
Custodial Funds	1,331
Police Pension Defined Benefit	408
Total Financial Statement Cash & Investments	$ 375,582
Carrying value of cash	$ 14,716
Cash with Fiscal Agent	53,790
Fair market value of investments	307,076
Total value cash and investments	$ 375,582

AURA Investment Policy

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

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

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

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

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

Credit Risk – State statutes limit investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with Rule 2a-7, and either have assets of one billion dollars or the highest rating issued by a nationally recognized organization that regularly rates such obligations. At December 31, 2021, AURA's investment in the Dreyfus Government Cash Management money market fund of $358,256 was rated AAA by Moody's and have a weighted average maturity of less than one year.

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

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

At December 31, 2021, the Authority invested in CSIP's Term Portfolio $1,055,986, an investment established for local government entities in Colorado pursuant to Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. CSIP operates similarly to a money market fund and each share is equal to $1.00. The value of the position in the pool is the same as the value of the pool shares. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pool. The Authority's investment in CSIP is rated AAAf by Fitch Ratings. CSIP is routinely monitored by the Colorado Division of Securities with regard to operations and investments.

As of December 31, 2021 AURA's cash deposits and had carrying values of $7,052,682. The bank balances were $7,088,326 of which $500,000 was covered by the federal deposit insurance and $6,588,326 was collateralized with securities held by the pledging financial institution's trust department or agent in AURA's name.

Fair Value of Investments

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

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

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

The City has the following fair value measurements as of December 31, 2021:

		Fair Value Measurements		
Investment by fair value level	Fair Value	Level 1	Level 2	Level 3
US Treasuries	$ 51,791,540	$ 51,791,540	$ -	$ -
US Agency Securities	118,310,991	-	118,310,991	-
Corporate Bonds	61,154,989	-	61,154,989	-
Municipal Bonds	25,996,563	-	25,996,563	-
Negotiable Certificates of Deposit	-	-	-	-
Total Investments by fair value level	257,254,083	51,791,540	205,462,543	-
Local Government Investment Pool - CSIP	24,276,494			
Local Government Investment Pool - COLOTRUST	25,526,419			
Local Government Investment Pool - CSAFE	18,630			
	49,821,543			
	$ 307,075,626			

As of December 31, 2021, the City had the following investments and maturities:

			Investment Maturities					
Asset Category	Credit Quality	Fair Value	<= 1 year	>1 yr and <= 2 yrs.	>2 yrs and <= 3 yrs.	>3 yrs and <= 4 yrs.	>4 yrs and <= 5 yrs.	% of total
Local Government Investment Pool Trust Funds	AAA	$ 49,821,543	49,821,543	-	-	-	-	16.22%
U.S. Treasuries		$ 51,791,540	5,395,261	23,192,810	4,073,181	3,532,956	15,597,332	16.87%
U.S. Agencies								
FFCB	AAA	$ 17,186,660	-	2,995,380	7,191,660	4,037,960	2,961,660	5.60%
FHLB	AAA	$ 29,242,275	3,033,090	-	1,564,269	3,874,906	20,770,010	9.52%
FHLMC	AAA	$ 18,794,926	-	5,153,977	5,941,380	7,699,569	-	6.12%
FNMA	AAA	$ 36,870,845	7,068,240	2,657,455	4,867,768	22,277,382	-	12.01%
FAMC	AAA	$ 7,903,570	-	-	-	7,903,570	-	2.57%
Supranationals	AAA	$ 8,312,715	-	2,823,423	1,921,673	3,031,290	536,329	2.71%
Subtotal for U.S. Agencies		118,310,991	10,101,330	13,630,235	21,486,750	48,824,677	24,267,999	
Negotiable Certificates of Deposit	AA	$ -	-	-	-	-	-	0.00%
Corporate Bonds	AA+	$ 61,154,989	27,788,108	9,790,852	14,812,008	7,399,402	1,364,619	19.92%
Municipal Bonds	AA+	$ 25,996,563	966,140	4,613,180	7,048,736	13,240,306	128,201	8.47%
Total for all Asset Categories		$ 307,075,626	$ 94,072,382	$ 51,227,077	$ 47,420,675	$ 72,997,341	$ 41,358,151	
				16.68%	15.44%	23.77%	13.47%	100.00%

B. Capital Assets

A summary of changes in capital asset activity for the year ended December 31, 2021 follows (in thousands):

	Balance January 1, 2021	Additions	Retirements	Transfers To (From) CIP	Balance December 31, 2021
Primary Government:					
Governmental activities					
Capital assets not being depreciated:					
Land	$ 55,990	$ -	$ -	$ 100	$ 56,090
Construction in progress	30,922	17,281	(426)	(3,345)	44,432
Total capital assets, not being depreciated	86,912	17,281	(426)	(3,245)	**100,522**
Capital assets, being depreciated:					
Buildings	50,726	197	-	1,373	52,296
Improvements other than buildings	171,692	82	-	795	172,569
Equipment & vehicles	42,239	4,660	(1,315)	412	45,996
Infrastructure	460,231	6,965	-	2,350	469,546
Total capital assets being depreciated	724,888	11,904	(1,315)	4,930	**740,407**
Less accumulated depreciation for:					
Buildings	(23,224)	(1,017)	-	(776)	(25,017)
Improvements other than buildings	(55,131)	(7,365)	-	(10)	(62,506)
Equipment & vehicles	(25,715)	(3,824)	1,282	(229)	(28,486)
Infrastructure	(319,780)	(8,669)	-	-	(328,449)
Total accumulated depreciation	(423,850)	(20,875)	1,282	(1,015)	**(444,458)**
Total capital assets, being depreciated, net	301,038	(8,971)	(33)	3,915	295,949
Governmental activities capital assets, net	$ 387,950	$ 8,310	$ (459)	$ 670	**$ 396,471**

	Balance January 1, 2021	Additions	Retirements	Transfers To (From) CIP	Balance December 31, 2021
Business-type activities					
Capital assets not being depreciated:					
Water rights	$ 31,603	$ -	$ -	$ -	$ 31,603
Land	8,168	-	-	-	8,168
Construction in progress	23,893	16,035	(421)	(23,023)	16,484
Total capital assets, not being depreciated	63,664	16,035	(421)	(23,023)	**56,255**
Capital assets, being depreciated:					
Buildings	21,503	24	-	(1,359)	20,168
Improvements other than buildings	358,766	8,261	(1,437)	23,023	388,613
Equipment & vehicles	4,214	20	(206)	(326)	3,702
Infrastructure	7,155	-	-	-	7,155
Total capital assets being depreciated	391,638	8,305	(1,643)	21,338	**419,638**
Less accumulated depreciation for:					
Buildings	(10,167)	(423)	-	775	(9,815)
Improvements other than buildings	(117,589)	(7,253)	648	11	(124,183)
Equipment & vehicles	(3,345)	(148)	199	229	(3,065)
Infrastructure	(1,484)	(143)	-	-	(1,627)
Total accumulated depreciation	(132,585)	(7,967)	847	1,015	**(138,690)**
Total capital assets, being depreciated, net	259,053	338	(796)	22,353	280,948
Business-type activities capital assets, net	$ 322,717	$ 16,373	$ (1,217)	$ (670)	$ 337,203

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

	Governmental Activities	Business-Type Activities
General government	7,458	$ -
Public safety – police & judicial	329	-
Public works	9,056	-
Parks	558	-
Culture	326	-
Internal Service	3,148	-
Water	-	4,612
Wastewater	-	1,501
Stormwater	-	1,237
Golf	-	591
Food	-	26
Total depreciation expense	$ 20,875	$ 7,967

C. Construction Commitments

The City has active construction projects as of December 31, 2021. The projects include streets, general construction and water, and wastewater system projects. At year end the City's commitments with contractors are as follows (in thousands):

	Project Spent-to-Date	Remaining Commitment
Streets construction	$ 14,145	$ 12,135
General Construction	210	11
Parks	813	294
Water system	1,932	1,497
Total	$ 17,100	$ 13,937

D. Interfund Transactions

There were one “interfund receivable” and “interfund payable” balances and two “advance to” and “advance from” as of December 31, 2021. The Wastewater Fund loaned the Golf Fund $2,000,000 for the construction of an irrigation system at Westwoods Golf Course. The loan is for 15 years at 2.5% interest with semi-annual interest and principal payments beginning in June, 2018. The balance as of December 31, 2021 was $1,557,731. The Water Fund loaned the Solid Waste Fund $2,000,000 for the startup of this new service offered to citizens of Arvada. The loan is for five (5) years at 2.0% interest with annual interest and principal payments beginning in December, 2021. The balance as of December 31, 2021 is $1,760,000. These transactions have been eliminated in the presentation of the Government-Wide financial statements but appear in the proprietary funds financial statements. The Buildings Fund owes the General Fund $43,261 for expenditures to be repaid, which accounts for the one “interfund receivable” and “interfund payable”.

Transfers to/from other funds for the year ended December 31, 2021 were as follows (in thousands):

Fund	Transfers In	Transfers Out
General Fund	212	14,969
Community Development	45	43
Parks	3,842	232
Capital Projects Fund	8,983	150
Non-Major Governmental Funds	2,422	1,475
Water Fund	493	588
Wastewater Fund	-	222
Golf Course Fund	892	3
Food Service Fund	672	-
Stormwater	-	1,051
Solid Waste	-	57
Internal Service Fund	1,398	169
Total	18,959	18,959

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

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

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

This year the General, Gants, and Water Funds made transfers into the Capital Projects Fund for various capital projects. The transfer out was to the Vehicle Internal Service fund for the purchase of equipment.

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

The Wastewater Fund transfers out are to the Water Fund for operations and the Vehicle Fund for vehicle purchases.

The Stormwater Fund transfers out are to the Water Fund for operations, and the Bond Funds for debt service payment on the 2015 Certificates of Participation.

The Golf Course Fund transfers in are from the General Fund to support operations and the Grants fund for a capital project. The transfers out are to the Buildings Fund for the energy efficiency project.

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

The Solid Waste Fund transfer out is to the Water Fund for operations.

The Internal Service Funds transfers in are in support of vehicle purchases and support for the efficiency project in the Buildings fund. Transfers out is to the General Fund for operations.

E. Long-Term Debt

Revenue Bonds
Governmental Activities

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

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

Annual lease payments for Series 2015A Certificates and outstanding balance at December 31, 2021 are as follows (in thousands):

Year Ending December 31	Principal	Interest	Total
2022	1,225	67	1,292
2023	1,250	45	1,295
2024	1,270	22	1,292
Total	$ 3,745	$ 134	$3,879

Series 2016 Certificates of Participation

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

Year Ending December 31	Principal	Interest	Total
2022	445	387	832
2023	465	364	829
2024	490	341	831
2025	515	317	832
2026	540	291	831
2027-2031	3,035	1,113	4,148
2032-2036	3,695	455	4,150
Total	$9,185	$ 3,268	$ 12,453

Sales and Use Tax Revenue Bonds Series 2019

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

Year Ending December 31	Principal	Interest	Total
2022	2,620	2,742	5,362
2023	2,750	2,611	5,361
2024	2,885	2,476	5,361
2025	3,030	2,329	5,359
2026	3,180	2,178	5,358
2027-2031	18,460	8,336	26,796
2032-2036	22,830	3,958	26,788
2037-2038	10,200	519	10,719
Total	65,955	25,149	91,104

Series 2021 Certificates of Participation- Direct Placement

On December 22, 2021 the City and Jefferson County School District issued $35,210,000 of 2021 Certificates of Participation in a direct placement transaction. The City and the School District entered into a Lease Purchase Agreement with the leased property consisting of the property located at 7900 Carr Drive Arvada, CO. The City and School District are each responsible for ½ of the Certificates of Participation, the City's portion is $17,605,000. Should the School District default or fail to appropriate their portion of the lease payments, the City would become responsible for the entire lease payment. In the event of default by the City and the School District the property must be surrendered. The certificates have an interest rate of 2.25%, payable semi- annually. The lease payments mature starting in 2023 and continue through 2041.

The City's annual lease payments for Series 2021 Certificates and outstanding balance at December 31, 2021 are as follows (in thousands):

Year Ending December 31	Principal	Interest	Total
2022	-	388	388
2023	752	392	1,144
2024	769	375	1,144
2025	786	357	1,143
2026	804	340	1,144
2027-2031	4,300	1,418	5,718
2032-2036	4,812	907	5,719
2037-2041	5,382	338	5,720
Total	17,605	4,515	22,120

Changes in General Long-Term Liabilities – During the year ended December 31, 2021 the following changes occurred in liabilities reported in the governmental activities (including internal service funds), and business type activities (in thousands):

Governmental Activities	Balance 1/1/2021	Additions	Reductions	Balance 12/31/2021	Due in 1 year
2019 Revenue Bonds	$ 68,450	$ -	$ 2,495	$ 65,955	$ 2,620
Bond Premium	$ 6,918	-	364	6,554	364
2016 Certificates of Participation	$ 9,605	-	420	9,185	445
Bond Premium	$ 1,500	-	94	1,406	94
Compensated Absences	$ 4,157	2,517	2,753	3,921	1,960
Total Governmental	**$ 90,630**	**$ 2,517**	**$ 6,126**	**$ 87,021**	**$ 5,483**

Governmental Activities - Direct Placement	Balance 1/1/2021	Additions	Reductions	Balance 12/31/2021	Due in 1 year
2015 Certificates of Participation	$ 4,955	$ -	$ 1,210	$ 3,745	$ 1,225
2021 Certificates of Participation	-	17,605	-	17,605	-
Total Governmental- Direct Placement	**$ 4,955**	**$ 17,605**	**$ 1,210**	**$ 21,350**	**$ 1,225**

Business-Type Activities	Balance 1/1/2021	Additions	Reductions	Balance 1/0/1900	Due in 1 year
Compensated Absences	$ 735	$ 508	$ 486	$ 757	$ 379
Total Business Type	**$ 735**	**$ 508**	**$ 486**	**$ 757**	**$ 379**

4. Other Information

A. Risk Management

The City has established a risk management program for much of its insurance needs. It is self-insured for occurrences of general liability and auto liability claims, which are subject to the Colorado Governmental Immunity Act which caps recoveries at $424,000 per person and $1,195,000 per accident. Property damage is subject to a $100,000 deductible except for wind and/or hail then it is $250,000 minimum or 5% of the value of each location. Liability insurance a $250,000 self-insured retention (SIR). Effective April 1, 2021 the Workers' Compensation program maintains a self-insured retention limit of $750,000. There have been no settlements which exceed the Governmental Immunity Caps for general or auto liability in the last three years.

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

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

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

	Insurance Service
Unpaid Claims, January 1, 2020	$ 1,548
Incurred Claims	461
Claim Payments	488
Unpaid Claims, December 31, 2020	1,521
Incurred Claims	1,564
Claim Payments	567
Unpaid Claims, December 31, 2021	$ 2,518

Effective January 1, 2014, the City established a self-funded medical insurance program for employees who choose to participate in the program. The City utilizes a third party provider to administer the plan. Excess insurance coverage is maintained for claims greater than $175,000 to limit the loss of any individual claim. Changes in the balance of unpaid claims related to medical insurance during the past two years are as follows (in thousands):

	Medical Insurance
Unpaid Claims January 1, 2020	$ 547
Incurred Claims	8,123
Claim Payments	8,013
Unpaid Claims, December 31, 2020	657
Incurred Claims	7,870
Claim Payments	7,829
Unpaid Claims, December 31, 2021	$ 698

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

B. Commitments and Contingencies

1) Litigation

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

2) Federal Grants

Federal grants are subject to audit which could result in disallowed costs, the amount which is undeterminable at December 31, 2021. If any costs are disallowed in the future, the City expects them to be insignificant.

3) Tax Abatements

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

within or promising to relocate to the City upon City Council approval.

For the fiscal year ended December, 31, 2021, the City abated sales taxes totaling $1,005,034 under this program, including the following tax abatement agreements:

- A 50% sales tax abatement to a restaurant to improve and occupy an empty restaurant location. The abatement amounted to $11,923.
- A 50% sales tax abatement to a retail store for construction including infrastructure and improvements of a retail store. The abatement amounted to $26,482.
- A 75% sales tax abatement to a retail store to improve and occupy an empty store front. The abatement amounted to $16,449.
- A $76,486 annual sales tax abatement to a grocery store for retention and continued use of store front. The abatement amounted to $76,486.
- A 50% sales tax abatement to a grocery store for construction including infrastructure and improvements of a grocery store. The abatement amounted to $873,694.
- A 100% admission tax abatement after the first $100,000 is retained by the City annually and a 100% use tax abatement on the building permit to reconstruct and modernize a public amenity. The abatement amounted to $0.00.

4) AURA Commitments

Developer Agreements

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

As of December 31, 2021, the Authority has entered into nine DDAs expiring from 2025 to 2035. During the year ended December 31, 2021, the Authority rebated property tax of $17,215,734, PIF of $977,058 and lodging tax of $103,128.

C. Conduit Debt Obligation

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

As of December 31, 2021, there were 3 Industrial Revenue Bonds, 1,156 single and multi-family Mortgage Bonds, 247 Mortgage Credit Certificates and 3 Private Activity Bond and one Charter School Revenue

Bond. The unpaid balance on the Industrial Revenue Bonds is $21.5 million and on the multi-family Mortgage Bonds is $11 million. The unpaid balance on the Mortgage Credit Certificates is $36.4 million, and on the Private Activity Bonds is $56.6 million. The balance on the Charter School Revenue Bond is $6 million.

D. Retirement Commitments

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

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

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

1) Defined Benefit Police Pension Plan

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

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

Plan Description

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

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

One fully vested participant remains in the Defined Benefit Plan as of December 31, 2021. The

participant began receiving retirement benefits in 1997, as defined by City ordinance. The City does not issue a stand-alone financial report for the plan.

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

No contributions were made by the participant for the year ended December 31, 2021. The City contributed $20,000 per year to the plan from 2012 through 2015. During 2016 the City contributed $170,000 to the plan, and a $12,000 contribution in 2019 and 2020. The City did not make a contribution to the plan during 2017, 2018 or 2021.

Investments

The pension plan's investment policy follows the City's investment policy as summarized on pages 55-57. The December 31, 2021 plan asset allocation is shown below:

Asset Class	Allocation
Local Government Investment Pool	98.34%
Pooled cash and investments	1.66%
	100.00%

For the year ended December 31, 2021 the annual money-weighted rate of return on pension plan investments, net of pension plan expense, was (.82) percent. The money-weighted rate of return considers the changing amounts actually invested during a period and weights the amount of pension plan investments by the proportion of them they are available to earn a return during that period. External cash flows are determined on a monthly basis and are assumed to occur at the beginning of each month. External cash inflows are netted with external cash outflows, resulting in a net external cash flow each month. The money-weighted rate of return is calculated net of investment expenses.

Net Pension Liability of the City

The components of the net pension liability of the City at December 31, 2021, were as follows:

Total pension liability	$467,161
Plan fiduciary net position	407,573
City's net pension liability	$59,588
Plan fiduciary net position as a percentage of the total pension liability	87.24%

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

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

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

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

	1% Decrease (1.5%)	Current Discount Rate (2.5%)	1% Increase (3.5%)
Net pension liability (asset)	$ 116,923	$ 59,588	$ 11,944

Net Pension Liability of the City

The net pension liability was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2020, rolled forward to December 31, 2021 using standard actuarial methods.

Significant methods and assumptions included the following:

- Actuarial Valuation Date – January 1, 2020
- Measurement Date – December 31, 2021
- Actuarial Cost Method – Entry Age Normal
- Amortization Method – Level Dollar
- Rate of Investment Return – 2.5% per annum
- Remaining Closed Amortization Period – 11 years
- Asset Valuation Method – Market Value
- Inflation 2.2%

Changes in the Net Pension Liability (Asset)

	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balances as of December 31, 2020	$ 484,232	$ 439,890	$ 44,342
Changes for the year:			
Service Cost	-	-	-
Interest on total pension liability	11,748	-	11,748
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	-	-	-
Effect of assumptions changes or inputs	-	-	-
Benefit payments	(28,819)	(28,819)	-
Administrative expenses	-	-	-
Member contributions	-	-	-
Employer contributions	-	-	-
Net investment income (loss)	-	(3,498)	3,498
Balances December 31, 2021	$ 467,161	$ 407,573	$ 59,588

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

Pension Expense and Deferred Outflows of Resources Related to Pensions

For the year ended December 31, 2021 the City recognized pension expense of $9,110. At December 31, 2021 the City reported deferred outflows of resources related to pensions from the following source:

	Deferred Outflows of Resources
Net difference between projected and actual earnings	$ 15,663
Totals	$ 15,663

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

Year ended December 31:	
2022	$ 5,640
2023	4,158
2024	3,036
2025	2,829
2026	-
Thereafter	-
Total	$ 15,663

2) City of Arvada Retirement Plan – Defined Contribution Plan

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

All City full-time and part-time employees, except uniformed police officers, the City Manager, the City Attorney, the Municipal Judge and Department Heads are eligible to participate in CARP. 510 employees were participants in the plan as of December 31, 2021. Employer contributions vest with the employee according to the following:

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

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

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

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

The required City contribution of $4,150,238 and the required employee contributions of $3,089,361 were paid during 2021. Additional employee contributions, in the form of rollovers, of $635,348 were also made in 2021. The required contributions represent 10.7% and 8% of total covered payroll, respectively. The plan investments are maintained and administered by Fidelity.

3) Defined Contribution Police Pension Plan

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

plus investment earnings. Participants are eligible to participate from the date of employment.

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

168 employees were participants as of December 31, 2021. The required contributions for the City and PMPP employees amounted to $2,125,546 each (12% of covered payroll). The plan allows voluntary and roll over contributions by employees. The plan investments are maintained and administered by Fidelity Investments.

4) Executive Retirement Plan

The City provides retirement benefits for the City Manager, the City Attorney, the Municipal Judge and Department Heads through separate defined contribution plans. The plans are administered by Fidelity Retirement Services. Qualified employees are eligible to participate from the date of employment. Under the plan, the City contributes an amount equal to 10.02% of the participant's base salary. The employees covered by this plan were required to make an 8% contribution in 2021.

Employees covered under these Plans are vested upon date of hire. Employees who leave employment with the City are entitled to all contributions and interest earnings. For the year ended December 31, 2021 the City contributed $232,105 for the benefit of the 12 participants in the Plan and the employees contributed $179,147, as required.

E. Postemployment Benefits Other than Pensions

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

Plan Description

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

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

Benefits Provided

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

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

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

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

As of December 31, 2021, the following employees were covered by the benefit terms:

Retirees and beneficiaries receiving benefits	22
Active Employees	686
	708

Accounting Policy

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

Funding Policies

The contribution requirements of plan members and the City are established and may be amended by the City Council. The required contribution is based on projected pay-as-you-go financing requirements. For the year ended December 31, 2021, the City made $215,793 in contributions to the plan. Plan members are required to contribute their share of the premiums.

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

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

Actuarial Methods and Assumptions

Actuarial cost method	Entry Age Normal Level Percent of Pay
Discount rate	2.06%
Inflation	2.50%
Salary increases	3.50%
Medical trend	5.8% for 2021, 5.4% for 2022, grading down to 4.0% in 2073
Mortality	Pub-2010 General Employee/Retiree Mortality Tables projected generationally using Scale MP 2020
Mortality Improvement Scale MP-2020 from 2010 base year, and projected forward using MP-2020 on a generational basis participation rates	All current retired participants are assumed to continue retiree health coverage. 20% of future eligible retired participants are assumed to elect retiree health coverage upon retirement. This assumption is based on historical participant behavior and expectations of future plan experience

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

20-Year General Obligation Bond Index for the 2.06% discount rate.

Changes in assumptions

- Discount rate has been updated according to the 20-year tax-exempt municipal bond yield as of the measurement date to 2.06%

Total OPEB Liability

The total OPEB liability of $2,550,360 was measured as of December 31, 2021, and was determined by an actuarial valuation as of January 1, 2020 and rolled forward to December 31, 2021.

The total OPEB liability and related information are as follows as of December 31, 2021:

	Total OPEB Liability
Balance as of January 1, 2021	$ 2,514,432
Changes for the year:	
Service cost	185,326
Interest on Total OPEB Liability	54,960
Effect of changes to benefit terms	-
Effect of economic/demographic gains or losses	-
Effect of assumptions changes or inputs	11,435
Benefit payments	(215,793)
Balance as of December 31, 2021	$ 2,550,360

OPEB Expense and Deferred Inflows of Resources Related to OBEB

For the year ended December 31, 2021 the City recognized OPEB expense of $241,450. As of December 31, 2021, the City reported deferred inflows of resources and deferred outflows of resources related to OPEB from the following:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	$ -	$ 64,993
Changes of assumptions	(118,283)	76,826
Total at December 31, 2021	$ (118,283)	$ 141,819
Net deferred (Inflow) / Outflow of resources		$ 23,536

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

Year ended December 31	
2021	$ 1,164
2022	1,167
2023	21,023
2024	(1,390)
2025	1,201
Thereafter	371
Total	$ 23,536

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

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

	1% Decrease 1.06%	Current Discount Rate 2.06%	1% Increase 3.06%
Total OPEB liability	$ 2,745,028	$ 2,550,360	$ 2,364,167

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

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

	1% Decrease	Current Healthcare Cost Trend Rates Assumption	1% Increase
Total OPEB liability	$ 2,204,410	$ 2,550,360	$ 2,973,896

F. Related Party Notes

In February 2010, the City and AURA entered into a promissory note in which the City loaned AURA $2,745,000 at a simple interest rate of 3.5% for 2 years. Interest payments are due monthly. The loan was due and payable in full on April 1, 2016. The loan was collateralized with a building and two parcels of land. During 2015, the property was sold and the note amended. Under the amended note, AURA made a lump sum payment to the City in the amount of $500,000 at the time of sale and the remaining balance of $2,245,000 is being paid in monthly installments beginning January 2016 and continuing through November 2023 at a simple interest rate of 1.5%. The balance as of December 31, 2021 is $1,406,060. Though the note is not unsecured, the City shall be authorized to withhold payment to AURA derived from the incremental sales tax in the event of default.

In June, 2016, the City entered into a loan agreement with AURA in which the City's Wastewater Fund loaned AURA $5,000,000 at a simple interest rate of 3% through June 2028. Interest payments are due monthly beginning in June 2017 through 2018. Principal and interest is being paid monthly thereafter until maturity. The balance as of December 31, 2021 is $3,821,677. The loan is unsecured, though the City shall be authorized to withhold payment to AURA derived from incremental sales tax or public improvement fees in the event of default.

G. Net Investment in Capital Assets

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

	Governmental Activities	Business-type Activities
Capital assets, net	$ 396,471	$ 337,203
Related debt	(104,450)	-
Unspent debt proceeds	77,118	-
Deferred loss on refunding	144	-
Outstanding related accounts and contracts payable	(2,048)	(1,379)
Net investment in capital assets	$ 367,234	$ 335,824

H. Significant and Subsequent Events

As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which may negatively affect the financial position, results of operations and cash flows of the City. The duration of these uncertainties and the ultimate financial effects cannot be reasonably estimated at this time.

In March, 2022, The City and AURA entered into a promissory note in which the City loaned AURA $8,000,000 at a simple interest rate of 3% through March, 2025. Interest and principal payments are due annually. The loan is unsecured, though the City shall be authorized to withhold payment to AURA derived from incremental sales tax or public improvement fess in the event of default. The agreement may be extended for four one-year terms.

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Required Supplementary Information

Post-Employment Benefits Other Than Pensions

CITY OF ARVADA

Schedule of Changes in Total OPEB Liability and Related Ratios

Last 10 Fiscal Years

Schedule of Changes in Total OPEB Liability and Related Ratios
Last 10 Fiscal Years

Total OPEB Liability	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Service cost	$ 185,326	$ 173,158	$ 132,977	$ 140,410	N/A	N/A	N/A	N/A	N/A	N/A
Interest on total OPEB liability	54,960	69,153	91,761	78,071	N/A	N/A	N/A	N/A	N/A	N/A
Effect of changes to benefit terms	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Effect of economic/demographic (gains) or losses	-	95,941	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Effect of assumption changes or inputs	11,435	(115,988)	134,468	(119,139)	N/A	N/A	N/A	N/A	N/A	N/A
Benefit payments	(215,793)	(116,196)	(110,772)	(135,863)	N/A	N/A	N/A	N/A	N/A	N/A
Net change in total OPEB liability	35,928	106,068	248,434	(36,521)	N/A	N/A	N/A	N/A	N/A	N/A
Total OPEB liability, beginning	2,514,432	2,408,364	2,159,930	2,196,451	N/A	N/A	N/A	N/A	N/A	N/A
Total OPEB liability, ending	2,550,360	2,514,432	2,408,364	2,159,930	2,196,451	N/A	N/A	N/A	N/A	N/A
Covered payroll	56,452,482	55,899,049	53,649,127	50,439,938	49,581,247	N/A	N/A	N/A	N/A	N/A
Total OPEB liability as % of covered payroll	4.52%	4.50%	4.49%	4.28%	4.43%	N/A	N/A	N/A	N/A	N/A

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

Note: Assets are not accumulated in a trust that meets the criteria of GASB codificaiton P22.101 or P52.101 to pay benefits for the OPEB plan.

Police Defined Benefit Pension Plan

CITY OF ARVADA

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

	Fiscal Year Ending December 31									
	2021	2020	2019	2018	2017	2016	2015	2014	2013*	2012*
Total pension liability										
Service Cost	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	N/A	N/A
Interest on total pension liability	11,748	15,084	15,416	15,663	16,108	16,538	17,200	17,597	N/A	N/A
Effect of plan changes	-	-	-	-	-	-	-	-	N/A	N/A
Effect of assumption changes or inputs	-	5,396	-	6,060	-	5,548	-	-	N/A	N/A
Effect of economic/demographic gains (losses)	-	47,345	3,922	-	-	(12,961)	-	-	N/A	N/A
Benefit payments	(28,819)	(28,819)	(28,819)	(28,818)	(28,819)	(28,819)	(28,819)	(28,819)	N/A	N/A
Net change in total pension liability	(17,071)	39,006	(9,481)	(7,095)	(12,711)	(19,694)	(11,619)	(11,222)	N/A	N/A
Total pension liability, beginning	484,232	445,226	454,707	461,802	474,513	494,207	505,826	517,048	N/A	N/A
Total pension liability, ending	467,161	484,232	445,226	454,707	461,802	474,513	494,207	505,826	N/A	N/A
Fiduciary Net Position										
Employer contributions	-	12,000	12,000	-	-	170,000	20,000	20,000	N/A	N/A
Member contributions	-	-	-	-	-	-	-	-	N/A	N/A
Investment income net of investment expenses	(3,498)	14,145	9,846	8,525	4,978	3,066	1,458	514	N/A	N/A
Benefit payments	(28,819)	(28,819)	(28,819)	(28,818)	(28,819)	(28,819)	(28,819)	(28,819)	N/A	N/A
Administrative payments	-	-	-	-	-	-	-	-	N/A	N/A
Net change in plan fiduciary net positon	(32,317)	(2,674)	(6,973)	(20,293)	(23,841)	144,247	(7,361)	(8,305)	N/A	N/A
Fiduciary net position, beginning	439,890	442,564	449,537	469,830	493,671	349,424	356,785	365,090	N/A	N/A
Fiduciary net position, ending	407,573	439,890	442,564	449,537	469,830	493,671	349,424	356,785	N/A	N/A
Net pension liability (asset) ending	59,588	44,342	2,662	5,170	(8,028)	(19,158)	144,783	149,041	N/A	N/A
Fiduciary net position as a % of total pension liability	87.24%	90.84%	99.40%	98.86%	101.74%	104.04%	70.70%	70.54%	N/A	N/A
Covered payroll **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net pension liability at a % of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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

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

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

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially determined contribution	$ 6,131	$ 6,131	$ -	$ -	$ 11,927	$ 11,927	$ 12,011	$ 12,011	$ 7,632	$ 7,632
Contributions in relation to the Actuarially determined contribution	-	12,000	12,000	-	-	170,000	20,000	20,000	20,000	20,000
Contribution deficiency (excess)	6,131	(5,869)	(12,000)	-	11,927	(158,073)	(7,989)	(7,989)	(12,368)	(12,368)
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions as a percentage of covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

* The City did not make contributions to the plan from 2017-2018 and 2021.

Methods and assumptions used to determine contribution rates:

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

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Annual money-weighted rate of return net of investment expense	(.82)%	3.31%	2.26%	1.88%	1.04%	0.71%	0.43%	0.15%	N/A	N/A

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

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Nonmajor Government Funds

Arvada Housing Authority
Police Seizure Fund
Police Tax Increment Funds
Grants Fund
Arvada Economic Development Association (AEDA)
Bond Fund
Debt Service Fund

CITY OF ARVADA

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

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

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

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

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

Debt Service Funds

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

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

CITY OF ARVADA

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
December 31, 2021
(in thousands)

	Special Revenue Funds					
	Arvada Housing Authority Fund	Police Seizure Fund	Police Tax Increment (.21) Fund	Police Tax Increment (.25) Fund	Grants Fund	Arvada Economic Development Association
ASSETS						
Cash and investments	$ 259	$ 825	$ 6,750	$ 8,109	$ 638	$ 446
Accounts receivable (net)	61	-	751	731	-	-
Accrued interest	-	-	8	9	2	-
Prepaid costs	-	-	7	-	-	-
Total assets	$ 320	$ 825	$ 7,516	$ 8,849	$ 640	$ 446
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE						
LIABILITIES						
Accounts payable	$ 15	$ -	$ 196	$ 213	$ -	$ -
Unearned revenue	58	-	19	10	-	-
Total liabilities	73	-	215	223	-	-
FUND BALANCES						
Nonspendable	-	-	7	-	-	-
Restricted	247	825	7,294	8,626	640	446
Total fund balance	247	825	7,301	8,626	640	446
Total liabilities and fund balances	$ 320	$ 825	$ 7,516	$ 8,849	$ 640	$ 446

	Debt Service		
Bond Fund		Debt Service Fund	Total Non-major Governmental
$ 177		$ 447	17,651
-		-	1,543
-		-	19
-		-	7
$ 177		$ 447	$ 19,220
$ -		$ -	$ 424
-		-	87
-		-	511
-		-	7
177		447	18,702
177		447	18,709
$ 177		$ 447	$ 19,220

CITY OF ARVADA

NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Year Ended December 31, 2021
(in thousands)

	Special Revenue Funds					
	Arvada Housing Authority Fund	Police Seizure Fund	Police Tax Increment (.21) Fund	Police Tax Increment (.25) Fund	Grants Fund	Arvada Economic Development Association
REVENUES						
Taxes	$ -	$ -	$ 5,908	$ 7,119	$ -	$ -
Intergovernmental	6,260	-	403	-	736	-
Dedications	-	-	-	-	-	-
Investment earnings (loss)	-	(4)	(39)	(55)	(3)	-
Miscellaneous	23	8	21	2	-	-
Total Revenues	6,283	4	6,293	7,066	733	-
EXPENDITURES						
Program costs	6,164	11	5,414	6,077	-	111
Debt Service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Captal outlay	-	-	44	-	-	-
Total expenditures	6,164	11	5,458	6,077	-	111
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	119	(7)	835	989	733	(111)
OTHER FINANCING SOURCES (USES)						
Transfers in	1	300	-	-	-	-
Transfers out	-	-	(305)	(5)	(1,165)	-
Total other financing sources (uses)	1	300	(305)	(5)	(1,165)	-
NET CHANGE IN FUND BALANCES	120	293	530	984	(432)	(111)
FUND BALANCES, BEGINNING	127	532	6,771	7,642	1,072	557
FUND BALANCES, ENDING	$ 247	$ 825	$ 7,301	$ 8,626	$ 640	$ 446

CITY OF ARVADA

Debt Service

Bond Fund	Debt Service Fund	Total Non-major Governmental
$ -	$ 5,347	$ 18,374
-	-	7,399
-	-	-
9	16	(76)
-	-	54
9	5,363	25,751
6	1	17,784
1,630	2,495	4,125
496	2,867	3,363
-	-	44
2,132	5,363	25,316
(2,123)	-	435
2,121	-	2,422
-	-	(1,475)
2,121	-	947
(2)	-	1,382
179	447	17,327
$ 177	$ 447	$ 18,709

CITY OF ARVADA

ARVADA HOUSING AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Intergovernmental				
Federal grants	$ 5,766	$ 5,766	$ 6,260	$ 494
Investment earnings	1	1	-	(1)
Miscellaneous	13	13	23	10
Total revenues	5,780	5,780	6,283	503
EXPENDITURES				
Current expenditures:				
Personnel services	353	383	350	33
Services and charges	79	157	49	108
Supplies	29	29	59	(30)
Rents	5,309	6,153	5,706	447
Total expenditures	5,770	6,722	6,164	558
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	10	(942)	119	1,061
OTHER FINANCING SOURCES				
Transfers in	75	75	1	(74)
Transfers out	-	-	-	-
Total other financing sources	75	75	1	(74)
NET CHANGE IN FUND BALANCE	85	(867)	120	987
FUND BALANCE, BEGINNING	127	127	127	-
FUND BALANCE, ENDING	$ 212	$ (740)	$ 247	$ 987

CITY OF ARVADA

POLICE SEIZURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Seizure & forfeitures	$ 25	$ 25	$ 6	$ (19)
Miscellaneous	-	-	2	2
Investment earnings (loss)	7	7	(4)	(11)
Total revenues	32	32	4	(28)
EXPENDITURES				
Supplies	29	29	11	18
Total current expenditures	29	29	11	18
Capital outlay	-	749	-	749
Total Expenditures	29	778	11	767
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3	(746)	(7)	(739)
OTHER FINANCING SOURCES				
Transfers in	-	-	300	300
Total other financing sources	-	-	300	300
NET CHANGE IN FUND BALANCE	3	(746)	293	1,039
FUND BALANCE, BEGINNING	532	532	532	-
FUND BALANCE, ENDING	535	(214)	825	1,039

CITY OF ARVADA

POLICE TAX INCREMENT (.21) FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Sales and use taxes	$ 4,692	$ 4,692	$ 5,908	$ 1,216
Intergovernmental				
Federal grants	227	227	403	176
Investment earnings (loss)	100	100	(39)	(139)
Miscellaneous	20	20	21	1
Total revenues	5,039	5,039	6,293	1,254
EXPENDITURES				
Current expenditures:				
Personnel services	4,283	4,044	4,040	4
Services and charges	904	874	919	(45)
Supplies	473	482	455	27
Total current expenditures	5,660	5,400	5,414	(14)
Capital outlay	-	20	44	(24)
Total Expenditures	5,660	5,420	5,458	(38)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(621)	(381)	835	1,216
OTHER FINANCING USES				
Transfers Out	(5)	(355)	(305)	50
Total other financing uses	(5)	(355)	(305)	50
NET CHANGE IN FUND BALANCE	(626)	(736)	530	1,266
FUND BALANCE, BEGINNING	6,771	6,771	6,771	-
FUND BALANCE, ENDING	$ 6,145	$ 6,035	$ 7,301	$ 1,266

CITY OF ARVADA

POLICE TAX INCREMENT (.25) FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Sales and use taxes	$ 5,533	$ 5,533	$ 7,119	1,586
Investment earnings (loss)	114	114	(55)	(169)
Miscellaneous	20	20	2	(18)
Total revenues	5,667	5,667	7,066	1,399
EXPENDITURES				
Current expenditures:				
Personnel services	4,705	4,975	4,984	(9)
Services and charges	468	468	478	(10)
Supplies	639	639	615	24
Total current expenditures	5,812	6,082	6,077	5
Capital outlay	1	1	-	1
Total Expenditures	5,813	6,083	6,077	6
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(146)	(416)	989	1,405
OTHER FINANCING USES				
Transfers Out	(5)	(5)	(5)	-
Total other financing uses	$ (5)	$ (5)	$ (5)	-
NET CHANGE IN FUND BALANCE	(151)	(421)	984	1,405
FUND BALANCE, BEGINNING	7,642	7,642	7,642	-
FUND BALANCE, ENDING	7,491	7,221	8,626	1,405

CITY OF ARVADA

GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Intergovernmental revenues				
State grants	$566	$566	$736	$170
Investment earnings (loss)	13	13	(3)	(16)
Total revenues	579	579	733	154
OTHER FINANCING USES				
Transfers out	(1,165)	(1,165)	(1,165)	-
Total other financing uses	(1,165)	(1,165)	(1,165)	-
NET CHANGE IN FUND BALANCE	(586)	(586)	(432)	154
FUND BALANCE, BEGINNING	1,072	1,072	1,072	-
FUND BALANCE, ENDING	$ 486	$ 486	$ 640	$ 154

CITY OF ARVADA

BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Investment earnings	$ -	$ -	$ 9	$ 9
Total revenues	-	-	9	9
EXPENDITURES				
Debt Service				
Principal	1,630	1,630	1,630	-
Interest	496	496	496	-
Professional services	10	10	6	4
Total expenditures	2,136	2,136	2,132	4
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,136)	(2,136)	(2,123)	13
OTHER FINANCING SOURCES				
Transfers in	2,127	2,127	2,121	(6)
Total other financing sources	2,127	2,127	2,121	(6)
NET CHANGE IN FUND BALANCE	(9)	(9)	(2)	7
FUND BALANCE, BEGINNING	179	179	179	-
FUND BALANCE, ENDING	$ 170	$ 170	$ 177	$ 7

CITY OF ARVADA

DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Sales and use taxes	$ 5,362	$ 5,362	$ 5,347	$ (15)
Investment earnings	3	3	16	13
Total revenues	5,365	5,365	5,363	(2)
EXPENDITURES				
Services and charges	3	3	1	2
Principal	2,495	2,495	2,495	-
Interest	2,867	2,867	2,867	-
Total expenditures	5,365	5,365	5,363	2
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, BEGINNING	447	447	447	-
FUND BALANCE, ENDING	$ 447	$ 447	$ 447	-

Enterprise Funds

Water Fund
Wastewater Fund
Stormwater Fund
Golf Fund
Food Service Fund
Solid Waste Fund

CITY OF ARVADA

ENTERPRISE FUNDS

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

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

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

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

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

Solid Waste Fund – This fund accounts for all activities necessary to offer waste and recycling services to the City of Arvada.

CITY OF ARVADA

WATER FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Sales	$ 25,551	$ 25,551	$ 25,335	$ (216)
Service charges and fees	498	498	180	(318)
Investment earnings (loss)	1,182	1,182	(598)	(1,780)
Miscellaneous revenues	(226)	(226)	796	1,022
Water/tap	7,155	7,155	4,273	(2,882)
Developer contributions	-	-	2,004	2,004
Transfer in	460	460	493	33
Total revenues	34,620	34,620	32,483	(2,137)
EXPENDITURES				
Operating and maintenance	23,598	25,070	21,249	3,821
Administration	1,003	1,003	1,021	(18)
Capital outlay	33,723	57,121	15,985	41,136
Principal expense	-	-	-	-
Interest expense	-	-	-	-
Transfer out	61	337	588	(251)
Total expenditures	58,385	83,531	38,843	44,688
CHANGE IN NET POSITION	$ (23,765)	$ (48,911)	(6,360)	$ 42,551
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			15,985	
Net book value of assets retired			(408)	
Depreciation and amortization			(4,612)	
CHANGE IN NET POSITION, GAAP BASIS			$ 4,606	

CITY OF ARVADA

WASTEWATER FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Service charges and fees	15,273	15,273	13,386	(1,887)
Investment earnings	212	212	111	(101)
Miscellaneous revenues	-	-	3,298	3,298
Sewer/tap	778	778	378	(401)
Developer contributions	-	-	1,310	1,310
Total revenues	16,263	16,263	18,483	2,219
EXPENDITURES				
Operating and maintenance	12,384	12,284	10,692	1,592
Administration	602	602	602	-
Capital outlay	4,308	8,155	1,746	6,409
Transfer out	222	222	222	-
Total expenditures	17,516	21,263	13,262	8,001
CHANGE IN NET POSITION	$ (1,253)	$ (5,000)	5,221	$ 10,220
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			1,746	
Net book value of assets retired			(381)	
Depreciation			(1,501)	
CHANGE IN NET POSITION, GAAP BASIS			$ 5,085	

CITY OF ARVADA

STORMWATER FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Service charges and fees	$ 3,936	$ 3,936	$ 3,877	$ (59)
Grants	12	12	72	60
Miscellaneous Revenues	-	-	154	154
Investment earnings (loss)	88	88	(52)	(140)
Developer contributions	-	-	2,707	2,707
Total revenues	4,036	4,036	6,758	2,722
EXPENDITURES				
Operating and maintenance	2,252	2,704	2,058	646
Capital outlay	1,183	4,067	544	3,523
Transfer out	1,054	1,054	1,051	3
Total expenditures	4,489	7,825	3,653	4,172
CHANGE IN NET POSITION	$ (453)	$ (3,789)	3,105	$ 6,894
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			544	
Depreciation			(1,237)	
CHANGE IN NET POSITION, GAAP BASIS			$ 2,412	

CITY OF ARVADA

GOLF COURSE FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Sales	$ 2,196	$ 2,196	$ 2,290	$ 94
Service charges and fees	3,574	3,574	4,196	622
Miscellaneous revenue	10	10	1	(9)
Transfer in	366	366	892	526
Total revenues	6,146	6,146	7,379	1,233
EXPENDITURES				
Operating and maintenance	5,728	5,999	6,430	(431)
Principal expense	163	121	121	-
Interest expense	-	42	42	-
Capital outlay	100	100	40	60
Transfer out	421	421	3	418
Total expenditures	6,412	6,683	6,636	47
CHANGE IN NET POSITION	$ (266)	$ (537)	743	$ 1,280
ADJUSTMENTS TO GAAP BASIS				
Principal			121	
Capital outlay			40	
Depreciation			(591)	
CHANGE IN NET POSITION, GAAP BASIS			$ 313	

CITY OF ARVADA

FOOD SERVICES FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Investment earnings	4	4	-	(4)
Transfer In	285	285	672	387
Total revenues	289	289	672	383
EXPENDITURES				
Operating and maintenance	503	503	326	177
Capital outlay	-	-	-	-
Total expenditures	503	503	326	177
CHANGE IN NET POSITION	$ (214)	$ (214)	346	$ 560
ADJUSTMENTS TO GAAP BASIS				
Gain (loss) on sale of assets			(674)	
Depreciation			(26)	
CHANGE IN NET POSITION, GAAP BASIS			$ (354)	

CITY OF ARVADA

Solid Waste
BUDGETARY COMPARISON SCHEDULE
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Sales	$ 2,609	$ 3,039	$ 2,051	$ (988)
Service charges and fees	431	-	-	-
Investment earnings	-	-	1	1
Other revenue	966	966	735	(231)
Transfer in	2,316	2,316	-	(2,316)
Total revenues	6,322	6,321	2,787	(3,534)
EXPENDITURES				
Operating and maintenance	2,918	5,979	3,726	2,252
Principal expense	228	228	240	(12)
Interest expense	57	57	37	21
Capital outlay	3,060	-	-	-
Transfer out	57	57	57	-
Total expenditures	6,320	6,321	4,060	2,261
CHANGE IN NET POSITION	$ 2	$ -	(1,273)	$ (1,273)
ADJUSTMENTS TO GAAP BASIS				
Principal			240	
CHANGE IN NET POSITION, GAAP BASIS			$ (1,033)	

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Internal Service Funds

Insurance Service Funds
Arvada Medical Fund
Computer Fund
Print Shop Fund
Vehicle Fund
Building Fund

CITY OF ARVADA

INTERNAL SERVICE FUNDS

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

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

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

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

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

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

CITY OF ARVADA

INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
December 31, 2021
(in thousands)

	Insurance Service Fund	Arvada Medical Fund	Computer Fund	Print Shop Fund	Vehicle Fund	Building Fund	Total Internal Service Funds
ASSETS							
CURRENT ASSETS							
Cash and investments	$ 5,454	$ 12,203	$ 8,163	$ 386	$ 6,468	$ -	$ 32,674
Accounts receivable (net)	1	90	-	1	-	-	92
Accrued interest	6	14	10	1	8	-	39
Inventories	-	-	-	7	326	-	333
Prepaid costs	2	-	233	2	6	-	243
Total current assets	5,463	12,307	8,406	397	6,808	-	33,381
NONCURRENT ASSETS							
Property and equipment, net of accumulated depreciation	53	-	408	30	10,388	3,520	14,399
Total assets	5,516	12,307	8,814	427	17,196	3,520	47,780
DEFERRED OUTFLOWS OF RESOURCES							
Items related to OPEB	1	-	-	-	3	-	4
LIABILITIES, DEFERRED INFLOWS OF RESOURCES							
CURRENT LIABILITIES							
Accounts payable	179	729	137	16	375	13	1,449
Interfund payable	-	-	-	-	-	43	43
Claims payable	2,518	698	-	-	-	-	3,216
Accrued compensated absences	10	-	-	-	56	-	66
Total current liabilities	2,707	1,427	137	16	431	56	4,774
NONCURRENT LIABILITIES							
OPEB	11	-	4	7	61	4	87
Accrued compensated absences	10	-	-	-	56	-	66
Total non-current liabilities	21	-	4	7	117	4	153
Total liabilities	2,728	1,427	141	23	548	60	4,927
Deferred inflows of resources							
Items related to OPEB	1	-	-	-	3	-	4
NET POSITION							
Net investment in capital assets	53	-	408	30	10,388	3,520	14,399
Unrestricted	2,735	10,880	8,265	374	6,260	(60)	28,454
Total net position	$ 2,788	$ 10,880	$ 8,673	$ 404	$ 16,648	$ 3,460	$ 42,853

CITY OF ARVADA

INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
Year Ended December 31, 2021
(in thousands)

	Insurance Service Fund	Arvada Medical Fund	Computer Fund	Print Shop Fund	Vehicle Fund	Building Fund	Total Internal Service Funds
REVENUES							
Service charges	$ 2,203	$ -	$ 2,750	$ 328	$ 5,591	$ 401	$ 11,273
Recovered costs	72	-	54	-	212	1	339
Contributions							
Employer	-	8,764	-	-	-	-	8,764
Employee	-	2,086	-	-	-	-	2,086
individuals	-	386	-	-	-	-	386
Miscellaneous	-	727	35	-	-	-	762
Total revenues	2,275	11,963	2,839	328	5,803	402	23,610
EXPENSES							
Administration	1,777	1,547	66	309	2,520	4	6,223
Insurance premiums/ prescriptions	1,002	864	-	-	-	-	1,866
Uninsured damages and claims	567	7,829	-	-	-	-	8,396
Repair and maintenance	-	-	2,274	11	963	370	3,618
Depreciation	15	-	302	7	2,216	606	3,146
Total expenses	3,361	10,240	2,642	327	5,699	980	23,249
				-			
Operating income	(1,086)	1,723	197	1	104	(578)	361
NON-OPERATING REVENUES							
NON-OPERATING REVENUES							
Gain on sale of assets	-	-	-	-	317	-	317
Investment earnings (loss)	(44)	(81)	(72)	(3)	(49)	(1)	(250)
Interest expense	-	-	-	-	-	-	-
Total non-operating revenues	(44)	(81)	(72)	(3)	268	(1)	67
INCOME BEFORE TRANSFERS	(1,130)	1,642	125	(2)	372	(579)	428
TRANSFERS IN	-	-	241	-	916	241	1,398
TRANSFERS OUT	-	(169)	-	-	-	-	(169)
CHANGE IN NET POSITION	(1,130)	1,473	366	(2)	1,288	(338)	1,657
NET POSITION, BEGINNING	3,918	9,407	8,307	406	15,360	3,798	41,196
NET POSITION, ENDING	$ 2,788	$ 10,880	$ 8,673	$ 404	$ 16,648	$ 3,460	$ 42,853

CITY OF ARVADA

INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year Ended December 31, 2021
(in thousands)

	Insurance Service Fund	Arvada Medical Fund	Computer Fund	Print Shop Fund	Vehicle Fund	Building Fund	Total Internal Service
Cash Flows From Operating Activities							
Cash received from external customers	$ 71	1,370	$ 89	$ -	$ 213	$ (99)	$ 1,644
Cash received from internal customers	2,204	10,850	$ 2,750	328	5,591	401	22,124
Cash payments to external suppliers	(1,887)	(10,155)	(2,112)	(108)	(1,160)	(302)	(15,724)
Cash payments to internal suppliers	(11)	-	(283)	(9)	(259)	(7)	(569)
Cash payments to employees for services	(317)	-	(65)	(203)	(1,874)	(65)	(2,524)
Net cash provided (used) by operating activities	60	2,065	379	8	2,511	(72)	4,951
Cash Flows From Noncapital Financing Activities							
Transfers to other funds	-	(169)		-	-	-	(169)
Transfer from other funds	-	-	241	-	916	241	1,398
Net cash provided (used) by noncapital financing activities	-	(169)	241	-	916	241	1,229
Cash Flows From Capital and Related Financing Activities							
Purchases of capital assets	-	-	(121)	-	(4,024)	(244)	(4,389)
Proceeds from sale of assets	-	-	-	-	338	-	338
Net cash provided (used) by capital and related financing activities	-	-	(121)	-	(3,686)	(244)	(4,051)
Cash Flows From Investing Activities							
Investment earnings	(30)	(55)	(50)	(6)	(32)	(1)	(174)
Net cash provided (used) by investing activities	(30)	(55)	(50)	(6)	(32)	(1)	(174)
Net increase (decrease) in cash and cash equivalents	30	1,841	449	2	(291)	(76)	1,955
Cash and cash equivalents January 1, 2020	5,424	10,362	7,714	384	6,759	76	30,719
Cash and cash equivalents December 31, 2020	5,454	12,203	8,163	386	6,468	-	32,674
Reconciliation of operating income to net cash provided (used) by operating activities :							
Operating income	(1,086)	1,723	197	1	104	(578)	361
Adjustments to reconcile operating income to net cash provided by operating activities :							
Depreciation expense	15	-	302	7	2,216	606	3,146
(Increase) decrease in account receivable	(1)	258	-	-	-	-	257
(Increase) decrease in inventories	-	-	-	-	(32)	-	(32)
(Increase) decrease in prepaid expenditures	-	-	3	-	2	-	5
(Decrease) increase in accounts payable	134	43	(123)	-	216	(143)	127
(Decrease) increase in claims payable	997	41	-	-	-	-	1,038
(Decrerase) increase in OPEB	1	-	-	-	2	43	46
(Decrease) increase in accrued benefits	-	-	-	-	3	-	3
Net cash provided (used) by operating activities	60	2,065	379	8	2,511	(72)	4,951

CITY OF ARVADA

INSURANCE SERVICE FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Service charges	$ 2,434	$ 2,434	$ 2,203	$ (231)
Recovered costs	-	-	72	72
Investment earnings (loss)	80	80	(44)	(124)
Total revenues	2,514	2,514	2,231	(283)
EXPENDITURES				
Administration	796	788	1,777	(989)
Insurance premiums	891	945	1,002	(57)
Uninsured damages and claims	602	706	567	139
Total expenditures	2,289	2,439	3,346	(907)
CHANGE IN NET POSITION	$ 225	$ 75	(1,115)	$ 1,190
ADJUSTMENTS TO GAAP BASIS				
Depreciation			(15)	
CHANGE IN NET POSITION, GAAP BASIS			$ (1,130)	

CITY OF ARVADA

COMPUTER FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Service charges	$ 2,487	$ 2,487	$ 2,750	263
Recovered costs	63	63	54	(9)
Miscellaneous Costs	28	28	35	7
Investment earnings (loss)	-	-	(72)	(72)
Transfer In	-	-	241	241
Total revenues	2,578	2,578	3,008	430
EXPENDITURES				
Administration	107	312	66	246
Repair and maintenance	1,735	2,800	2,274	526
Capital Outlay	-	-	121	(121)
Total expenditures	1,842	3,112	2,461	651
CHANGE IN NET POSITION	$ 736	$ (534)	547	$ 1,081
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			121	
Depreciation			(302)	
CHANGE IN NET POSITION, GAAP BASIS			$ 366	

CITY OF ARVADA

PRINT SHOP FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Service charges	$ 359	$ 359	$ 328	$ (31)
Investment earnings (loss)	-	-	(3)	(3)
Total revenues	359	359	325	(34)
EXPENDITURES				
Administration	332	339	309	30
Repair and maintenance	15	15	11	4
Capital outlay	9	9	-	9
Total expenditures	356	363	320	43
CHANGE IN NET POSITION	$ 3	$ (4)	5	$ 9
ADJUSTMENTS TO GAAP BASIS				
Depreciation			(7)	
CHANGE IN NET POSITION, GAAP BASIS			$ (2)	

CITY OF ARVADA

VEHICLE FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Service charges	$ 5,567	$ 5,567	$ 5,591	$ 24
Recovered costs	-	-	212	212
Investment earnings (loss)	65	65	(49)	(114)
Transfer in	-	-	916	916
Gain on sale of assets	75	75	317	242
Total revenues	5,707	5,707	6,987	1,280
EXPENDITURES				
Administration	2,202	2,156	2,520	(364)
Repair and maintenance	675	1,006	963	44
Capital outlay	2,004	5,633	4,024	1,608
Transfer out	-	-	-	-
Total expenditures	4,881	8,795	7,507	1,288
CHANGE IN NET POSITION	$ 826	$ (3,088)	(520)	$ 2,568
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			4,024	
Depreciation			(2,216)	
CHANGE IN NET POSITION, GAAP BASIS			$ 1,288	

CITY OF ARVADA

BUILDING FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
Year Ended December 31, 2021
(in thousands)

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Service charges	$ 579	$ 579	$ 401	$ (178)
Investment earnings (loss)	46	46	(1)	(47)
Recovered Costs	-	-	1	1
Transfers in	241	241	241	-
Total revenues	866	866	642	(224)
EXPENDITURES				
Repair and maintenance	396	1,629	370	1,259
Administration	3	3	4	(1)
Capital outlay	-	-	244	(244)
Total expenditures	399	1,632	618	1,014
CHANGE IN NET POSITION	$ 467	$ (766)	24	$ 790
ADJUSTMENTS TO GAAP BASIS				
Capital outlay			244	
Depreciation			(606)	
CHANGE IN NET POSITION, GAAP BASIS			$ (338)	

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Custodial Funds

Ralston House
Jefferson Parkway Public Highway Authority

CITY OF ARVADA

CUSTODIAL FUNDS

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

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

CITY OF ARVADA

CUSTODIAL FUNDS
STATEMENT OF CUSTODIAL NET POSITION
December 31, 2021
(in thousands)

	Raston House	Jefferson Parkway Public Highway Authority	Total Custodial Funds
Assets			
Pooled cash and investments	$ 1,331	$ -	$ 1,331
Money market	-	-	-
Accrued interest	2	-	2
Total current assets	1,333	-	1,333
Total Assets	1,333	-	1,333
Liabilites			
Current Liabilities			
Accounts Payable	170	-	170
Total current liabilities	170	-	170
Total liabilities	170	-	170
NET POSITION RESTRICTED FOR			
Individuals, organizations, and other governments	1,163	-	1,163
Total net position	$ 1,163	$ -	$ 1,163

CITY OF ARVADA

CUSTODIAL FUNDS
STATEMENT OF CHANGES IN CUSTODIAL NET POSITION
Year Ended December 31, 2021
(in thousands)

	Raston House	Jefferson Parkway Public Highway Authority	Total Custodial Funds
ADDITIONS			
Investment income (loss)	$ (11)	$ -	$ (11)
Contribution	2,055	4	2,059
Total additions	2,044	4	2,048
DEDUCTIONS			
Program costs	2,152	12	2,164
Total deductions	2,152	12	2,164
INCREASE (DECREASE) IN FIDUCIARY NET POSTION	(108)	(8)	(116)
Net position, January 1	1,271	8	1,279
Net position, December 31	$ 1,163	$ -	$ 1,163

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Financial Data Schedules

CITY OF ARVADA

Arvada Housing Authority (CO050)
Arvada, CO
Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit Fiscal Year End: 12/31/2021

	14.MSC Mainstream CARES Act Funding	14.879 Mainstream Vouchers	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	14.EHV Emergency Housing Voucher	Subtotal	Total
111 Cash - Unrestricted	$0	$0	$0	$0	$0	$0	$0
112 Cash - Restricted - Modernization and Development	$0	$0	$0	$0	$0	$0	$0
113 Cash - Other Restricted	$0	$0	$0	$0	$0	$0	$0
114 Cash - Tenant Security Deposits	$0	$0	$0	$0	$0	$0	$0
115 Cash - Restricted for Payment of Current Liabilities	$0	$0	$0	$0	$0	$0	$0
100 Total Cash	$0	$0	$0	$0	$0	$0	$0
121 Accounts Receivable - PHA Projects	$0	$0	$0	$0	$0	$0	$0
122 Accounts Receivable - HUD Other Projects	$0	$0	$0	$0	$0	$0	$0
124 Accounts Receivable - Other Government	$0	$0	$0	$0	$0	$0	$0
125 Accounts Receivable - Miscellaneous	$0	$0	$0	$0	$0	$0	$0
126 Accounts Receivable - Tenants	$0	$0	$0	$0	$0	$0	$0
126.1 Allowance for Doubtful Accounts -Tenants	$0	$0	$0	$0	$0	$0	$0
126.2 Allowance for Doubtful Accounts - Other	$0	$0	$0	$0	$0	$0	$0
127 Notes, Loans, & Mortgages Receivable - Current	$0	$0	$0	$0	$0	$0	$0
128 Fraud Recovery	$0	$0	$63,615	$0	$0	$63,615	$63,615
128.1 Allowance for Doubtful Accounts - Fraud	$0	$0	-$3,524	$0	$0	-$3,524	-$3,524
129 Accrued Interest Receivable	$0	$0	$0	$0	$0	$0	$0
120 Total Receivables, Net of Allowances for Doubtful Accounts	$0	$0	$60,091	$0	$0	$60,091	$60,091
131 Investments - Unrestricted	$0	$0	$0	$0	$0	$0	$0
132 Investments - Restricted	$0	$34,049	$225,082	$0	$0	$259,131	$259,131
135 Investments - Restricted for Payment of Current Liability	$0	$0	$0	$0	$0	$0	$0
142 Prepaid Expenses and Other Assets	$0	$0	$0	$0	$0	$0	$0
143 Inventories	$0	$0	$0	$0	$0	$0	$0
143.1 Allowance for Obsolete Inventories	$0	$0	$0	$0	$0	$0	$0
144 Inter Program Due From	$0	$0	$0	$0	$0	$0	$0
145 Assets Held for Sale	$0	$0	$0	$0	$0	$0	$0
150 Total Current Assets	$0	$34,049	$285,173	$0	$0	$319,222	$319,222
161 Land	$0	$0	$0	$0	$0	$0	$0
162 Buildings	$0	$0	$0	$0	$0	$0	$0
163 Furniture, Equipment & Machinery - Dwellings	$0	$0	$0	$0	$0	$0	$0
164 Furniture, Equipment & Machinery - Administration	$0	$0	$0	$0	$0	$0	$0
165 Leasehold Improvements	$0	$0	$0	$0	$0	$0	$0
166 Accumulated Depreciation	$0	$0	$0	$0	$0	$0	$0
167 Construction in Progress	$0	$0	$0	$0	$0	$0	$0
168 Infrastructure	$0	$0	$0	$0	$0	$0	$0
160 Total Capital Assets, Net of Accumulated Depreciation	$0	$0	$0	$0	$0	$0	$0
171 Notes, Loans and Mortgages Receivable - Non-Current	$0	$0	$0	$0	$0	$0	$0
172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due	$0	$0	$0	$0	$0	$0	$0
173 Grants Receivable - Non Current	$0	$0	$0	$0	$0	$0	$0
174 Other Assets	$0	$0	$0	$0	$0	$0	$0
176 Investments in Joint Ventures	$0	$0	$0	$0	$0	$0	$0
180 Total Non-Current Assets	$0	$0	$0	$0	$0	$0	$0
200 Deferred Outflow of Resources	$0	$0	$0	$0	$0	$0	$0
290 Total Assets and Deferred Outflow of Resources	$0	$34,049	$285,173	$0	$0	$319,222	$319,222
311 Bank Overdraft	$0	$0	$0	$0	$0	$0	$0
312 Accounts Payable <= 90 Days	$0	$0	$2,358	$0	$0	$2,358	$2,358
313 Accounts Payable >90 Days Past Due	$0	$0	$0	$0	$0	$0	$0
321 Accrued Wage/Payroll Taxes Payable	$0	$0	$11,619	$0	$0	$11,619	$11,619
322 Accrued Compensated Absences - Current Portion	$0	$0	$0	$0	$0	$0	$0
324 Accrued Contingency Liability	$0	$0	$0	$0	$0	$0	$0
325 Accrued Interest Payable	$0	$0	$0	$0	$0	$0	$0
331 Accounts Payable - HUD PHA Programs	$0	$0	$798	$0	$0	$798	$798
332 Account Payable - PHA Projects	$0	$0	$0	$0	$0	$0	$0
333 Accounts Payable - Other Government	$0	$0	$0	$0	$0	$0	$0
341 Tenant Security Deposits	$0	$0	$0	$0	$0	$0	$0
342 Unearned Revenue	$0	$0	$0	$0	$0	$0	$0
343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue	$0	$0	$0	$0	$0	$0	$0
344 Current Portion of Long-term Debt - Operating Borrowings	$0	$0	$0	$0	$0	$0	$0
345 Other Current Liabilities	$0	$0	$0	$0	$0	$0	$0
346 Accrued Liabilities - Other	$0	$0	$0	$0	$0	$0	$0
347 Inter Program - Due To	$0	$0	$0	$0	$0	$0	$0

348 Loan Liability - Current	$0	$0	$0	$0	$0	$0	$0
310 Total Current Liabilities	$0	$0	$14,775	$0	$0	$14,775	$14,775
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue	$0	$0	$0	$0	$0	$0	$0
352 Long-term Debt, Net of Current - Operating Borrowings	$0	$0	$0	$0	$0	$0	$0
353 Non-current Liabilities - Other	$0	$0	$0	$0	$0	$0	$0
354 Accrued Compensated Absences - Non Current	$0	$0	$0	$0	$0	$0	$0
355 Loan Liability - Non Current	$0	$0	$0	$0	$0	$0	$0
356 FASB 5 Liabilities	$0	$0	$0	$0	$0	$0	$0
357 Accrued Pension and OPEB Liabilities	$0	$0	$0	$0	$0	$0	$0
350 Total Non-Current Liabilities	$0	$0	$0	$0	$0	$0	$0
300 Total Liabilities	$0	$0	$14,775	$0	$0	$14,775	$14,775
400 Deferred Inflow of Resources	$0	$0	$57,772	$0	$0	$57,772	$57,772
508.3 Nonspendable Fund Balance	$0	$0	$0	$0	$0	$0	$0
509.3 Restricted Fund Balance	$0	$34,049	$212,626	$0	$0	$246,675	$246,675
510.3 Committed Fund Balance	$0		$0	$0	$0	$0	$0
511.3 Assigned Fund Balance	$0	$0	$0	$0	$0	$0	$0
512.3 Unassigned Fund Balance	$0	$0	$0	$0	$0	$0	$0
513 Total Equity - Net Assets / Position	$0	$34,049	$212,626	$0	$0	$246,675	$246,675
600 Total Liabilities, Deferred Inflows of Resources and Equity - Net	$0	$34,049	$285,173	$0	$0	$319,222	$319,222

CITY OF ARVADA

Arvada Housing Authority (CO050)

Arvada, CO

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit Fiscal Year End: 12/31/2021

	14.MSC Mainstream CARES Act Funding	14.879 Mainstream Vouchers	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	14.EHV Emergency Housing Voucher	Subtotal	Total
70300 Net Tenant Rental Revenue	$0	$0	$0	$0	$0	$0	$0
70400 Tenant Revenue - Other	$0	$0	$0	$0	$0	$0	$0
70500 Total Tenant Revenue	$0	$0	$0	$0	$0	$0	$0
70600 HUD PHA Operating Grants	$93,163	$363,758	$4,971,693	$413,142	$418,709	$6,260,465	$6,260,465
70610 Capital Grants	$0	$0	$0	$0	$0	$0	$0
70710 Management Fee							
70720 Asset Management Fee							
70730 Book Keeping Fee							
70740 Front Line Service Fee							
70750 Other Fees							
70700 Total Fee Revenue							
70800 Other Government Grants	$0	$0	$0	$0	$0	$0	$0
71100 Investment Income - Unrestricted	$0	$0	$43	$0	$0	$43	$43
71200 Mortgage Interest Income	$0	$0	$0	$0	$0	$0	$0
71300 Proceeds from Disposition of Assets Held for Sale	$0	$0	$0	$0	$0	$0	$0
71310 Cost of Sale of Assets	$0	$0	$0	$0	$0	$0	$0
71400 Fraud Recovery	$0	$0	$21,756	$0	$0	$21,756	$21,756
71500 Other Revenue	$0	$0	$0	$0	$0	$0	$0
71600 Gain or Loss on Sale of Capital Assets	$0	$0	$0	$0	$0	$0	$0
72000 Investment Income - Restricted	$0	$0	$0	$0	$0	$0	$0
70000 Total Revenue	$93,163	$363,758	$4,993,492	$413,142	$418,709	$6,282,264	$6,282,264
91100 Administrative Salaries	$0	$2,098	$169,226	$97,255	$0	$268,579	$268,579
91200 Auditing Fees	$0	$0	$2,600	$650	$0	$3,250	$3,250
91300 Management Fee	$0	$0	$0	$0	$0	$0	$0
91310 Book-keeping Fee	$0	$0	$0	$0	$0	$0	$0
91400 Advertising and Marketing	$0	$0	$0	$0	$0	$0	$0
91500 Employee Benefit contributions - Administrative	$0	$730	$49,787	$23,311	$0	$73,828	$73,828
91600 Office Expenses	$0	$989	$17,276	$7,889	$0	$26,154	$26,154
91700 Legal Expense	$0	$0	$0	$0	$0	$0	$0
91800 Travel	$0	$0	$1,060	$0	$0	$1,060	$1,060
91810 Allocated Overhead	$0	$2,188	$32,830	$9,620	$0	$44,638	$44,638
91900 Other	$0	$0	$0	$0	$0	$0	$0
91000 Total Operating - Administrative	$0	$6,005	$272,779	$138,725	$0	$417,509	$417,509
92000 Asset Management Fee	$0		$0	$0	$0	$0	$0
92100 Tenant Services - Salaries	$0	$0	$0	$0	$0	$0	$0
92200 Relocation Costs	$0	$0	$0	$0	$0	$0	$0
92300 Employee Benefit Contributions - Tenant Services	$0	$0	$0	$0	$0	$0	$0
92400 Tenant Services - Other	$0	$0	$0	$0	$0	$0	$0
92500 Total Tenant Services	$0	$0	$0	$0	$0	$0	$0
93100 Water	$0	$0	$0	$0	$0	$0	$0
93200 Electricity	$0	$0	$0	$0	$0	$0	$0
93300 Gas	$0	$0	$0	$0	$0	$0	$0
93400 Fuel	$0	$0	$0	$0	$0	$0	$0
93500 Labor	$0	$0	$0	$0	$0	$0	$0
93600 Sewer	$0	$0	$0	$0	$0	$0	$0
93700 Employee Benefit Contributions - Utilities	$0	$0	$0	$0	$0	$0	$0
93800 Other Utilities Expense	$0	$0	$0	$0	$0	$0	$0
93000 Total Utilities	$0	$0	$0	$0	$0	$0	$0
94100 Ordinary Maintenance and Operations - Labor	$0	$0	$0	$0	$0	$0	$0
94200 Ordinary Maintenance and Operations - Materials and Other	$0	$0	$1,979	$0	$0	$1,979	$1,979
94300 Ordinary Maintenance and Operations Contracts	$0	$0	$0	$0	$0	$0	$0
94500 Employee Benefit Contributions - Ordinary Maintenance	$0	$0	$0	$0	$0	$0	$0
94000 Total Maintenance	$0	$0	$1,979	$0	$0	$1,979	$1,979
95100 Protective Services - Labor	$0	$0	$0	$0	$0	$0	$0
95200 Protective Services - Other Contract Costs	$0	$0	$0	$0	$0	$0	$0
95300 Protective Services - Other	$0	$0	$0	$0	$0	$0	$0
95500 Employee Benefit Contributions - Protective Services	$0	$0	$0	$0	$0	$0	$0
95000 Total Protective Services	$0	$0	$0	$0	$0	$0	$0
96110 Property Insurance	$0	$0	$177	$0	$0	$177	$177
96120 Liability Insurance	$0	$0	$3,953	$0	$0	$3,953	$3,953

CITY OF ARVADA

96130 Workmen's Compensation	$0	$0	$5,120	$0	$0	$5,120	$5,120
96140 All Other Insurance	$0	$8	$4,328	$239	$0	$4,575	$4,575
96100 Total insurance Premiums	$0	$8	$13,578	$239	$0	$13,825	$13,825
96200 Other General Expenses	$0	$391	$24,866	$0	$0	$25,257	$25,257
96210 Compensated Absences	$0	$0	$0	$0	$0	$0	$0
96300 Payments in Lieu of Taxes	$0	$0	$0	$0	$0	$0	$0
96400 Bad debt - Tenant Rents	$0	$0	$0	$0	$0	$0	$0
96500 Bad debt - Mortgages	$0	$0	$0	$0	$0	$0	$0
96600 Bad debt - Other	$0	$0	$126	$0	$0	$126	$126
96800 Severance Expense	$0	$0	$0	$0	$0	$0	$0
96000 Total Other General Expenses	$0	$391	$24,992	$0	$0	$25,383	$25,383
96710 Interest of Mortgage (or Bonds) Payable	$0	$0	$0	$0	$0	$0	$0
96720 Interest on Notes Payable (Short and Long Term)	$0	$0	$0	$0	$0	$0	$0
96730 Amortization of Bond Issue Costs	$0	$0	$0	$0	$0	$0	$0
96700 Total Interest Expense and Amortization Cost	$0	$0	$0	$0	$0	$0	$0
96900 Total Operating Expenses	$0	$6,404	$313,328	$138,964	$0	$458,696	$458,696
97000 Excess of Operating Revenue over Operating Expenses	$93,163	$357,354	$4,680,164	$274,178	$418,709	$5,823,568	$5,823,568
97100 Extraordinary Maintenance	$0	$0	$0	$0	$0	$0	$0
97200 Casualty Losses - Non-capitalized	$0	$0	$0	$0	$0	$0	$0
97300 Housing Assistance Payments	$93,163	$325,091	$5,013,075	$274,178	$0	$5,705,507	$5,705,507
97350 HAP Portability-In	$0	$0	$25,992	$0	$0	$25,992	$25,992
97400 Depreciation Expense	$0	$0	$0	$0	$0	$0	$0
97500 Fraud Losses	$0	$0	$0	$0	$0	$0	$0
97600 Capital Outlays - Governmental Funds	$0	$0	$0	$0	$0	$0	$0
97700 Debt Principal Payment - Governmental Funds	$0	$0	$0	$0	$0	$0	$0
97800 Dwelling Units Rent Expense	$0	$0	$0	$0	$0	$0	$0
90000 Total Expenses	$93,163	$331,495	$5,352,395	$413,142	$0	$6,190,195	$6,190,195
10010 Operating Transfer In	$0	$0	$418,709	$0	$0	$418,709	$418,709
10020 Operating transfer Out	$0	$0	$0	$0	-$418,709	-$418,709	-$418,709
10030 Operating Transfers from/to Primary Government	$0	$0	$28,073	$0	$0	$28,073	$28,073
10040 Operating Transfers from/to Component Unit	$0	$0	$0	$0	$0	$0	$0
10050 Proceeds from Notes, Loans and Bonds	$0	$0	$0	$0	$0	$0	$0
10060 Proceeds from Property Sales	$0	$0	$0	$0	$0	$0	$0
10070 Extraordinary Items, Net Gain/Loss	$0	$0	$0	$0	$0	$0	$0
10080 Special Items (Net Gain/Loss)	$0	$0	$0	$0	$0	$0	$0
10091 Inter Project Excess Cash Transfer In							
10092 Inter Project Excess Cash Transfer Out							
10093 Transfers between Program and Project - In	$0	$0	$0	$0	$0	$0	$0
10094 Transfers between Project and Program - Out	$0	$0	$0	$0	$0	$0	$0
10100 Total Other financing Sources (Uses)	$0	$0	$446,782	$0	-$418,709	$28,073	$28,073
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	$0	$32,263	$87,879	$0	$0	$120,142	$120,142
11020 Required Annual Debt Principal Payments	$0	$0	$0	$0	$0	$0	$0
11030 Beginning Equity	$0	$1,786	$124,747	$0	$0	$126,533	$126,533
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors	$0		$0	$0	$0	$0	$0
11050 Changes in Compensated Absence Balance	$0	$0	$0	$0	$0	$0	$0
11060 Changes in Contingent Liability Balance	$0	$0	$0	$0	$0	$0	$0
11070 Changes in Unrecognized Pension Transition Liability	$0	$0	$0	$0	$0	$0	$0
11080 Changes in Special Term/Severance Benefits Liability	$0	$0	$0	$0	$0	$0	$0
11090 Changes in Allowance for Doubtful Accounts - Dwelling Rents	$0	$0	$0	$0	$0	$0	$0
11100 Changes in Allowance for Doubtful Accounts - Other	$0	$0	$0	$0	$0	$0	$0
11170 Administrative Fee Equity			$150,758			$150,758	$150,758
11180 Housing Assistance Payments Equity			$61,868			$61,868	$61,868
11190 Unit Months Available	0	468	6096	0	0	6564	6564
11210 Number of Unit Months Leased	0	419	5315	0	0	5734	5734
11270 Excess Cash							
11610 Land Purchases							
11620 Building Purchases							
11630 Furniture & Equipment - Dwelling Purchases							
11640 Furniture & Equipment - Administrative Purchases							
11650 Leasehold Improvements Purchases							
11660 Infrastructure Purchases							
13510 CFFP Debt Service Payments							
13901 Replacement Housing Factor Funds							

Local Highway Finance Report

CITY OF ARVADA

Local Highway Finance Report
Year Ended December 31, 2021

The public report burden for this information collection is estimated to average 380 hours annually. Form # 350-050-36

LOCAL HIGHWAY FINANCE REPORT		City or County: Arvada
		YEAR ENDING : December 2021
This Information From The Records Of (example - City of _ or County of _):	Prepared By: Phone:	Zac Taube 720-898-7133

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	41,463,161
3. Other local imposts (from page 2)	1,611,399
4. Miscellaneous local receipts (from page 2)	0
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	80,038,080
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	80,038,080
7. Total (1 through 6)	123,112,640
B. Private Contributions	
C. Receipts from State government (from page 2)	4,523,583
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	127,636,223

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	24,585,242
2. Maintenance:	7,107,610
3. Road and street services:	
a. Traffic control operations	3,826,006
b. Snow and ice removal	1,980,448
c. Other	
d. Total (a. through c.)	5,806,454
4. General administration & miscellaneous	3,210,372
5. Highway law enforcement and safety	9,728,755
6. Total (1 through 5)	50,438,433
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)	50,438,433

IV. LOCAL HIGHWAY DEBT STATUS
(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	68,450,000		2,495,000	65,955,000
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
154,395,576	127,636,223	50,438,433	231,593,365	0

Notes and Comments:

FORM FHWA-536 (Rev. 1-05) PREVIOUS EDITIONS OBSOLETE (Next Page)

CITY OF ARVADA

Local Highway Finance Report
Year Ended December 31, 2021

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		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalities	
1. Sales Taxes	983,208	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	628,191	g. Other Misc. Receipts	
6. Total (1. through 5.)	1,611,399	h. Other	
c. Total (a. + b.)	1,611,399	i. Total (a. through h.)	0
	(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	4,081,622	1. FHWA (from Item I.D.5.)	
2. State general funds	0	2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	441,961	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	441,961	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	4,523,583	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		5,332,098	5,332,098
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements	126,663	2,871,786	2,998,449
(3). System Preservation		15,761,014	15,761,014
(4). System Enhancement & Operation		493,681	493,681
(5). Total Construction (1) + (2) + (3) + (4)	126,663	19,126,481	19,253,144
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	126,663	24,458,579	24,585,242
			(Carry forward to page 1)

Notes and Comments:

FORM FHWA-536 (Rev.1-05) PREVIOUS EDITIONS OBSOLETE

2

Statistical Section
(Unaudited)

CITY OF ARVADA

Statistical Section

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

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Financial Trends

These schedules contain trend information to help the reader understandhow theCity's financial performance and well-being have changed over time.

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Changes in Net Position (revenues) 126
Fund Balances, Governmental Funds 127
Changes in Fund Balances, Governmental Funds 128

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales tax.

Direct and Overlapping Sales Tax Return Rates 129
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Principal Property Tax Payers 132-133
Property Tax Levies and Collections 134
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Debt Capacity

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

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Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment wherein the City's financial activites take place and to help make comparisons over time and with other governments.

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Operating Information

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the service the City provides and the activities it performs.

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Operating Indicators by Function/Program 146
Capital Asset Statistics by Function/Program 147

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

CITY OF ARVADA

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities										
Net investment in capital assets	$ 252,120	$ 262,131	$ 292,888	$ 314,529	$ 346,609	$ 344,826	$ 354,428	$ 352,675	$ 362,678	$ 367,234
Restricted	22,517	19,018	27,511	19,900	10,448	22,053	24,408	24,532	30,496	34,024
Unrestricted	90,637	92,089	82,945	90,610	90,156	89,367	89,866	106,286	109,809	135,172
Total governmental activities net position	$ 365,274	$ 373,238	$ 403,344	$ 425,039	$ 447,213	$ 456,246	$ 468,702	$ 483,493	$ 502,983	$ 536,430
Business-type Activities										
Net investment in capital assets	$ 219,419	$ 238,881	$ 252,606	$ 263,285	$ 265,019	$ 278,095	$ 294,032	$ 304,821	$ 319,340	$ 335,824
Restricted	1,706	1,536	1,805	1,964	1,915	2,114	2,090	2,279	-	-
Unrestricted	91,198	89,643	95,699	103,479	122,107	130,694	129,871	128,216	129,422	124,106
Total business-type activities net position	$ 312,323	$ 330,060	$ 350,110	$ 368,728	$ 389,041	$ 410,903	$ 425,993	$ 435,316	$ 448,762	$ 459,930
Primary Government										
Net investment in capital assets	$ 471,539	$ 501,012	$ 545,494	$ 577,814	$ 611,628	$ 622,921	$ 648,460	$ 657,496	$ 682,018	$ 703,058
Restricted	24,223	20,554	29,316	21,864	12,363	24,167	26,498	26,811	30,496	34,024
Unrestricted	181,835	181,732	178,644	194,089	212,263	220,061	219,737	234,502	239,231	259,278
Total primary government net position	$ 677,597	$ 703,298	$ 753,454	$ 793,767	$ 836,254	$ 867,149	$ 894,695	$ 918,809	$ 951,745	$ 996,360

Source: City of Arvada, Finance Department

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

CITY OF ARVADA

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

	Fiscal Year									
Functions/Program Activities	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities:										
General government	$ 16,245	$ 22,193	$ 17,485	$ 20,939	$ 25,627	$ 27,429	$ 28,941	$ 35,055	$ 43,114	$ 33,451
Public safety	25,987	26,578	27,154	28,030	29,263	31,893	31,347	35,852	35,035	36,031
Public works	26,644	28,117	30,460	31,124	32,126	38,974	38,521	31,981	39,787	35,420
Parks and recreation	7,329	7,428	8,173	8,279	8,543	9,130	9,161	9,413	9,663	10,474
Culture	10,809	10,797	10,507	10,068	5,545	169	107	277	326	437
Human services	4,580	4,558	4,876	4,665	4,781	5,177	5,467	5,853	6,139	7,948
Interest	1,443	1,119	1,107	659	821	954	804	3,217	3,560	3,414
Total governmental activities expenses	93,037	100,790	99,762	103,764	106,706	113,726	114,348	121,648	137,624	127,175
Business-type activities:										
Water	19,634	20,609	21,071	21,632	22,688	22,662	23,794	25,235	26,126	27,202
Wastewater	10,553	11,536	11,677	12,620	12,127	13,049	12,489	13,470	12,954	13,154
Other	7,302	7,575	7,939	8,648	9,412	8,752	11,789	11,131	9,782	15,115
Total business-type activities expenses	37,489	39,720	40,687	42,900	44,227	44,463	48,072	49,836	48,862	55,471
Total primary government expenses	$ 130,526	$ 140,510	$ 140,449	$ 146,664	$ 150,933	$ 158,189	$ 162,420	$ 171,484	$ 186,486	$ 182,646
Program Revenues										
Governmental activities:										
Charges for services:										
General government	5,159	5,726	6,212	5,397	5,694	5,495	5,515	5,206	4,806	5,499
Public works	2,623	2,870	4,761	5,170	6,094	6,383	3,794	2,552	3,784	4,235
Parks & recreation	961	902	967	958	965	46	1,035	1,000	-	760
Other activities	6,737	4,831	4,690	4,660	1,655	-	-	-	-	-
Operating grants and contributions	9,171	11,681	11,330	12,529	12,066	12,317	12,453	14,035	22,554	17,179
Capital grants and contributions	12,431	6,706	22,287	10,206	8,936	7,850	3,917	3,710	8,108	8,881
Total governmental activities program revenues	37,082	32,716	50,247	38,920	35,410	32,091	26,714	26,503	39,252	36,554
Business-type activities:										
Charges for services:										
Water	21,026	22,635	19,215	20,565	23,120	22,573	24,425	23,459	29,748	26,311
Wastewater	10,704	11,179	11,334	11,721	11,516	12,361	11,938	12,601	12,801	16,684
Other	9,544	8,527	9,239	9,324	9,295	8,252	10,128	10,847	9,196	13,376
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	12,240	17,633	21,326	20,578	20,912	14,922	14,177	10,823	7,624	10,671
Total business-type activities program revenues	53,514	59,974	61,114	62,188	64,843	58,108	60,668	57,730	59,369	67,042
Total primary government program revenues	$ 90,596	$ 92,690	$ 111,361	$ 101,108	$ 100,253	$ 90,199	$ 87,382	$ 84,233	$ 98,621	$ 103,596

CITY OF ARVADA

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

	Fiscal Year									
Functions/Program Activities	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Net (Expense)/Revenue										
Governmental activities	(55,955)	(68,074)	(49,515)	(64,844)	(71,296)	(81,635)	(87,634)	(95,145)	(98,372)	(90,621)
Business-type activities	16,025	20,254	20,427	19,288	20,616	13,645	12,596	7,894	10,507	11,571
Total primary government net expense	($39,930)	($47,820)	($29,088)	($45,556)	($50,680)	($67,990)	($75,038)	($87,251)	($87,865)	($79,050)
General Revenues and Other Changes In Net Position										
Governmental activities:										
Taxes										
Property taxes	$ 4,829	$ 4,907	$ 4,977	$ 5,074	$ 6,056	$ 6,235	$ 7,215	$ 6,584	$ 8,100	$ 8,172
Franchise taxes	-	-	-	-						
Sales and use taxes	54,298	58,519	64,429	69,744	74,083	78,564	76,357	76,062	83,026	96,063
Transportation taxes	4,787	4,646	4,757	5,400	4,923	5,061	6,108	5,162	4,704	5,061
Investment earnings (loss)	571	107	944	823	1,003	1,397	2,025	6,403	6,421	(600)
Miscellaneous	1,947	5,974	3,353	4,219	6,435	6,425	7,390	13,018	14,524	15,508
Transfers	(1,279)	2,418	1,161	1,412	957	(7,014)	(556)	2,707	374	(136)
Total governmental activities	65,153	76,571	79,621	86,672	93,457	90,668	98,539	109,936	117,149	124,068
Business-type activities										
Investment earnings	582	(56)	680	507	550	1,099	2,203	4,032	3,313	(539)
Miscellaneous	86	104	104	104	104	104	104	104	-	-
Transfers	1,279	(2,418)	(1,161)	(1,412)	(957)	7,014	556	(2,707)	(374)	136
Total business-type activities	1,947	(2,370)	(377)	(801)	(303)	8,217	2,863	1,429	2,939	(403)
Total primary government	$ 67,100	$ 74,201	$ 79,244	$ 85,871	$ 93,154	$ 98,885	$ 101,402	$ 111,365	$ 120,088	$ 123,665
Change in Net Position										
Governmental activities	9,198	8,497	30,106	21,828	22,161	9,033	10,905	14,791	18,777	33,447
Business-type activities	17,972	17,884	20,050	18,487	20,313	21,862	15,459	9,323	13,446	11,168
Total primary government	$ 27,170	$ 26,381	$ 50,156	$ 40,315	$ 42,474	$ 30,895	$ 26,364	$ 24,114	$ 32,223	$ 44,615

Source: City of Arvada, Finance Department

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

CITY OF ARVADA

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Reserve	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved	-	-	-	-	-	-	-	-	-	-
Nonspendable	603	640	705	664	589	570	518	423	563	578
Restricted	1,891	2,028	2,248	2,447	2,589	2,856	2,836	2,844	3,273	3,311
Committed	-		-	-	-		-	-	-	-
Assigned	985		2,598	1,468	15,143	-	11	2,295	2,698	1,312
Unassigned	19,486	23,007	25,296	32,951	23,076	43,264	41,496	40,221	41,077	57,388
Total general fund	22,965	25,675	30,847	37,530	41,397	46,690	44,861	45,783	47,611	62,589
All Other Governmental Funds										
Reserve	-	-	-	-	-	-	-	-	-	-
Unreserved										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-	-	-
Capital project funds	-	-	-	-	-	-	-	-	-	-
Nonspendable	255	231	193	110	46	43	39	51	36	35
Restricted	20,654	16,120	16,937	17,453	19,796	19,189	21,572	100,636	100,003	119,339
Committed	17,768	14,953	22,764	17,330	7,693	11,393	14,842	23,192	24,752	17,654
Assigned	33,378	38,314	23,474	20,172	25,783	21,264	16,259	17,164	11,855	23,897
Unassigned	-	-	-	-	-	-	-	-	-	-
Subtotal All Other	72,055	69,618	63,368	55,065	53,318	51,889	52,712	141,043	136,646	160,925
Governmental Funds	95,020	95,293	94,215	92,595	94,715	98,579	97,573	186,826	184,257	223,514
Total Governmental Funds										
Reserve	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Nonspendable	858	871	898	774	635	613	557	474	599	613
Restricted	22,545	18,148	19,185	19,900	22,385	22,045	24,408	103,480	103,276	122,650
Committed	17,768	14,953	22,764	17,330	7,693	11,393	14,842	23,192	24,752	17,654
Assigned	34,363	38,314	26,072	21,640	40,926	21,264	16,270	19,459	14,553	25,209
Unassigned	19,486	23,007	25,296	32,951	23,076	43,264	41,496	40,221	41,077	57,388
Total all other governmental funds	$ 95,020	$ 95,293	$ 94,215	$ 92,595	$ 94,715	$ 98,579	$ 97,573	$ 186,826	$ 184,257	$ 223,514

Source: City of Arvada Finance Department

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

CITY OF ARVADA

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Taxes	$ 63,274	$ 67,846	$ 73,917	$ 79,169	$ 84,443	$ 89,199	$ 88,004	$ 88,808	$ 95,538	$ 109,022
Licenses and Permits	2,873	3,275	4,881	5,197	6,041	6,508	4,164	3,322	3,492	4,215
Intergovernmental	15,441	15,668	15,261	17,849	18,172	15,751	18,170	18,759	28,545	23,071
Charges for Services	5,628	5,537	5,546	5,684	2,878	1,063	841	1,019	783	957
Fines and Forfeits	1,681	1,710	1,609	1,846	1,732	4,317	1,558	1,282	961	1,089
Interest	425	167	684	635	801	1,187	1,668	5,506	5,391	(600)
Memberships and Donations	427	725	1,414	942	758	1,332	505	5,404	2,879	8,246
Miscellaneous	2,418	5,507	3,019	3,881	2,893	6,949	8,167	5,860	9,278	9,068
Total revenues	$ 92,167	$ 100,435	$ 106,331	$ 115,203	$ 117,718	$ 126,306	$ 123,077	$ 129,960	$ 146,867	$ 155,068
Expenditures:										
General Government	$ 12,779	$ 13,640	$ 13,251	$ 15,759	$ 18,642	$ 21,835	$ 23,296	$ 26,853	$ 35,232	$ 26,321
Public Safety	25,518	26,382	27,200	28,166	28,731	31,139	32,186	36,129	36,008	35,993
Public Works	19,266	20,498	21,443	22,577	23,174	29,958	29,887	23,104	31,020	26,430
Program Costs	21,870	22,060	22,683	22,460	17,623	13,899	14,463	15,115	15,491	17,921
Capital Outlay	12,986	16,468	18,428	23,305	34,949	12,162	15,740	15,126	24,761	17,798
Debt Service										
Principal	4,045	3,895	4,185	4,510	4,670	5,085	5,400	3,295	3,960	4,125
Interest	1,388	1,209	1,120	721	718	946	771	2,924	3,522	3,362
Bond Issuance costs	-	-	-	-	162	-	-	350	-	101
Total Expenditures	$ 97,852	$ 104,152	$ 108,310	$ 117,498	$ 128,669	$ 115,024	$ 121,743	$ 122,896	$ 149,994	$ 132,051
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,685)	(3,717)	(1,979)	(2,295)	(10,951)	11,282	1,334	7,413	(3,127)	23,017
Other Financing Sources (Uses)										
Proceeds from borrowing	-	7,527	-	11,820	13,083	-	-	80,171	-	17,605
Payments to escrow agent	-	(7,721)	-	(11,816)	-	-	-	-	-	-
Sale of Assets	-	-	-	-	-	-	-	-	-	-
Transfers in	19,350	20,110	16,812	18,410	21,735	18,477	17,994	21,102	14,035	15,504
Transfers out	(20,742)	(15,926)	(15,911)	(17,738)	(21,747)	(25,895)	(20,334)	(19,083)	(14,190)	(16,869)
Total Other Financing Sources (Uses)	(1,392)	3,990	901	676	13,071	(7,418)	(2,340)	82,190	(155)	16,240
Net Change in Fund Balances	$ (7,077)	$ 273	$ (1,078)	$ (1,619)	$ 2,120	$ 3,864	$ (1,006)	$ 89,603	$ (3,282)	$ 39,257
Debt service as a % of Noncapital Expenditures	6%	6%	6%	6%	6%	6%	6%	6%	6%	7%

Source: City of Arvada, Finance Department

CITY OF ARVADA

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

	City Direct Rates	Overlapping Rates					
Fiscal Year	Basic Rate	State of Colorado	Jefferson County	Adams County	Rapid Transit District RTD	Cultural Facilities District	Baseball Football Stadium District
2012	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2013	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2014	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2015	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2016	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2017	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2018	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2019	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2020	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%
2021	3.46%	2.90%	0.50%	0.75%	1.00%	0.10%	0.00%

Source: City of Arvada, Finance Department
The combined direct and overlapping rates for Jefferson and Adams counties are 7.96% and 8.21%, respectively.

CITY OF ARVADA

City of Arvada
Sales and Use Tax
Last Ten Fiscal Years

	2012	2013	2014	2015	2016
Sales Tax:					
Grocery Chain Stores	$ 8,273,428	$ 8,967,965	$ 9,535,244	$ 10,007,863	$ 10,250,605
Fast Food Restaurants	1,659,362	1,710,024	1,746,583	1,848,439	1,904,774
General Dept Stores	8,104,435	8,215,281	8,660,395	8,977,911	9,712,663
Public Utilities	3,786,645	4,094,148	4,184,426	4,034,612	3,888,283
Restaurant & Lounges	2,578,383	2,642,306	2,873,752	3,039,338	3,175,973
Telephone Equipment & Service	2,611,925	2,507,633	2,568,048	2,426,775	2,367,071
Other	16,901,224	18,371,506	20,413,304	23,507,566	25,167,368
Total Sales Tax	43,915,402	46,508,863	49,981,752	53,842,504	56,466,737
Use Tax:					
Grocery Chain Stores	92,328	83,558	26,036	33,986	32,944
Fast Food Restaurants	33,141	52,869	33,509	87,669	20,323
General Dept Stores	21,726	35,809	48,068	36,868	39,593
Public Utilities	313,319	385,520	280,535	217,714	180,360
Restaurant & Lounges	32,201	37,678	36,234	32,264	30,293
Telephone Equipment & Service	3,238	1,819	8,460	5,820	4,633
Other	912,227	1,195,406	1,336,142	1,429,836	1,206,037
Total Use Tax	1,408,180	1,792,659	1,768,986	1,844,157	1,514,182
Auto Use	5,539,267	6,205,601	6,899,840	8,042,434	8,260,640
Building Use	2,751,416	3,327,650	5,110,547	6,015,271	7,841,134
Total	$ 53,614,265	$ 57,834,773	$ 63,761,123	$ 69,744,366	$ 74,082,694
City Direct Sales Tax Rate	3.46%	3.46%	3.46%	3.46%	3.46%

Source: City of Arvada, Finance Department.
Note: Figures include .46% Sales and Use Tax imposed for police and public safety purposes.

Note: Total sales taxes collected in 2021 showed very strong growth coming in nearly 16% over 2020. The Restaurant & Lounges category showed the largest increase with a 27% increase compared to 2020. 2021 total use tax collections were also up significantly with a nearly 28% increase compared to 2020. The Public Utilities category showed the largest increase in use tax, coming in almost 75% higher than the previous year's use tax amount.

CITY OF ARVADA

City of Arvada
Sales and Use Tax
Last Ten Fiscal Years

	2017	2018	2019	2020	2021
Sales Tax:					
Grocery Chain Stores	$ 10,428,743	$11,006,047	$11,655,160	$13,275,562	$12,838,119
Fast Food Restaurants	1,988,556	1,961,776	2,061,043	3,532,779	4,023,549
General Dept Stores	10,323,021	10,717,989	11,325,604	10,618,820	12,248,352
Public Utilities	4,037,700	4,106,099	4,278,532	3,206,587	3,612,865
Restaurant & Lounges	3,355,016	3,506,679	3,799,181	2,806,889	3,576,298
Telephone Equipment & Service	2,487,706	2,129,580	1,952,427	1,048,674	1,100,251
Misc. - Other	26,447,292	26,573,880	26,424,700	32,577,797	40,150,384
Total Sales Tax	59,068,034	60,002,050	61,496,646	67,067,108	77,549,818
Use Tax:					
Grocery Chain Stores	37,529	20,359	15,557	11,796	12,783
Fast Food Restaurants	28,062	34,220	16,393	23,720	29,041
General Dept Stores	36,250	70,261	47,779	44,406	52,075
Public Utilities	432,564	276,330	110,992	111,375	194,880
Restaurant & Lounges	33,002	37,339	22,342	9,251	12,004
Telephone Equipment & Service	26,963	33,100	64,684	11,305	18,843
Misc. - Other	969,664	1,213,319	975,975	743,626	899,635
Total Use Tax	1,564,034	1,684,928	1,253,722	955,479	1,219,261
Auto Use	9,849,865	9,252,673	9,375,906	9,864,747	11,527,196
Building Use	8,082,067	4,715,298	3,839,795	4,353,953	4,467,398
Total	$ 78,564,000	$ 75,654,949	$ 75,966,069	$ 82,241,287	$ 94,763,673
City Direct Sales Tax Rate	3.46%	3.46%	3.46%	3.46%	3.46%

CITY OF ARVADA

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

Tax Remitter	2012 Taxable Assessed Value	2012 Rank	2012 Percentage of Total City Taxable Assessed Value	2013 Taxable Assessed Value	2013 Rank	2013 Percentage of Total City Taxable Assessed Value	2014 Taxable Assessed Value	2014 Rank	2014 Percentage of Total City Taxable Assessed Value	2015 Taxable Assessed Value	2015 Rank	2015 Percentage of Total City Taxable Assessed Value	2016 Taxable Assessed Value	2016 Rank	2016 Percentage of Total City Taxable Assessed Value
ADLP 80th LLC	3,621	9	0.32%	3,495	9	0.31%	3,495	8	0.31%	3,568	6	0.31%	3,568	6	0.31%
Arvada Hotel Investors LLC															
Arvada West 04, LLC	3,707	8	0.33%												
Bpaz Holdings 16 LLC															
Comcast of Colorado															
Costco Wholesale Corp.															
Cub Square Centre LLC	4,373	7	0.39%	4,290	7	0.38%	3,962	6	0.35%			0.00%			
Dillon Companies LLC															
Gateway at Arvada Ridge LLC															
GP Retail I LLC							2,948	9	0.26%	2,983	9	0.26%	2,983	9	0.26%
Inland Western Arvada LLC	9,133	4	0.81%	8,905	4	0.79%	9,052	4	0.80%			0.00%			
Lee Street Owner LLC															
Livanova Inc															
Lowes HIW Inc															
Neodyne Industries										3,306	7	0.29%			
Northridge Center 1703 LLC							3,822	7	0.34%			0.00%			
Panorama AR LLP										3,005	8	0.27%	3,005	8	0.27%
Plains End LLC	9,951	3	0.89%	17,140	2	1.53%	18,885	2	1.67%	20,467	2	1.81%	18,554	2	1.64%
Primestar Solar	8,063	5	0.72%	4,810	5	0.43%									
Public Service Co of Colorado	16,722	2	1.49%	21,848	1	1.95%	21,923	1	1.93%	24,349	1	2.15%	24,722	1	2.18%
Qwest Corp.	18,772	1	1.67%	9,911	3	0.88%	10,196	3	0.90%	10,533	3	0.93%	11,155	3	0.98%
R&M Western Partnership	4,749	6	0.42%												
Seagate Panorama Assoc LLC															
Solana Olde Town Station LLC															
Sorin Group (Cobe Laboratories)	3,420	10	0.30%	3,420	10	0.30%	4,431	5	0.39%	3,909	5	0.34%	3,909	5	0.34%
Sundyne Corp.				4,364	6	0.39%							3,463	7	0.31%
Target Corp.				3,584	8	0.32%	2,858	10	0.25%	2,858	10	0.25%			
Union Pacific Railroad Co													2,925	10	0.26%
W PT Arvada VII LLC										7,031	4	0.62%	9,585	4	0.85%
Walmart Real Estate Business Trust															
Total	$ 82,511		7.35%	$ 81,767		7.29%	$ 18,572		7.20%	$ 82,009		7.24%	$ 83,869		7.40%

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

CITY OF ARVADA

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

Tax Remitter	2017			2018			2019			2020			2021		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
ADLP 80th LLC	3,531	9	0.31%										6,293	6	0.56%
Arvada Hotel Investors LLC				3,855	10	0.34%	4,021	10	0.35%						
Arvada West 04, LLC															
Bpaz Holdings 16 LLC													5,027	10	0.44%
Comcast of Colorado							4,450	9	0.39%						
Costco Wholesale Corp.	4,011	7	0.35%	4,011	8	0.35%									
Cub Square Centre LLC															
Dillon Companies LLC							5,763	6	0.51%	5,763	5	0.51%			
Gateway at Arvada Ridge LLC										5,714	6	0.50%			
GP Retail I LLC															
Inland Western Arvada LLC															
Lee Street Owner LLC													6,286	7	0.55%
Livanova Inc	5,284	5	0.47%	5,020	5	0.44%	5,320	7	0.47%	5,320	7	0.47%	5,550	8	0.49%
Lowes HIW Inc	3,903	8	0.34%	3,903	9	0.34%									
Neodyne Industries															
Northridge Center 1703 LLC															
Panorama AR LLP															
Plains End LLC	19,204	2	1.69%	16,926	2	1.49%							15,776	2	1.39%
Primestar Solar															
Public Service Co of Colorado	29,413	1	2.60%	34,613	1	3.05%	50,380	1	4.45%	58,581	1	5.17%	59,657	1	5.26%
Qwest Corp.	11,623	3	1.03%	7,755	4	0.68%	6,218	5	0.55%	6,455	4	0.57%	6,518	5	0.58%
R&M Western Partnership															
Seagate Panorama Assoc LLC	4,277	6	0.38%	4,277	6	0.38%	7,862	2	0.69%	4,908	9	0.43%	5,361	9	0.47%
Solana Olde Town Station LLC				4,277	7	0.38%	6,795	4	0.60%	6,795	3	0.60%	7,475	4	0.66%
Sorin Group (Cobe Laboratories)															
Sundyne Corp.										4,472	10	0.39%			
Target Corp.	3,472	10	0.31%												
Union Pacific Railroad Co															
W PT Arvada VII LLC	10,715	4	0.95%	10,715	3	0.95%	7,514	3	0.66%	7,514	2	0.66%	15,403	3	1.36%
Walmart Real Estate Business Trust							4,925	8	0.43%	4,925	8	0.43%			
Total	$ 95,433		8.42%	$ 95,352		8.41%	$ 103,248		9.11%	$ 110,447		9.75%	$ 133,346		11.77%

CITY OF ARVADA

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

Levy/ Collection Year	Taxes Levied for the Fiscal Year (1)	Collection within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011/2012	4,548,234	4,500,376	98.95%	3,307	4,503,683	99.02%
2012/2013	4,585,586	4,556,940	99.38%	8,650	4,565,590	99.56%
2013/2014	4,657,862	4,600,994	98.78%	5,564	4,606,558	98.90%
2014/2015	4,690,479	4,668,082	99.52%	3,457	4,671,539	99.60%
2015/2016	5,626,198	5,583,065	99.23%	107	5,583,172	99.24%
2016/2017	5,714,052	5,654,004	98.95%	784	5,654,789	98.96%
2017/2018	6,593,213	6,568,030	99.62%	2,622	6,570,652	99.66%
2018/2019	6,662,940	6,583,728	98.81%	14,736	6,598,464	99.03%
2019/2020	7,516,948	7,495,926	99.72%	7,524	7,503,450	99.82%
2020/2021	7,598,342	7,543,438	99.28%	17,850	7,561,288	99.51%

Source: Jefferson and Adams County Assessors Offices

Note: Excludes Specific Ownership Tax
(1) Taxes levied is for the tax year preceding the fiscal year.

The mill levy rate for 2021 is 4.31.

CITY OF ARVADA

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

	Levy/Collection Year				
	2012	2013	2014	2015	2016
Vacant property	$ 20,001,930	$ 23,271,345	$ 24,280,248	$ 52,087,362	$ 39,879,257
Residential property	$ 723,906,993	$ 744,813,813	$ 762,800,495	$ 944,952,123	$ 971,097,836
Commercial property	$ 225,781,990	$ 222,389,232	$ 219,417,048	$ 233,245,944	$ 277,903,562
Industrial property	$ 67,051,461	$ 65,196,131	$ 63,700,131	$ 69,176,989	$ 23,620,892
Agricultural property	$ 2,062,898	$ 1,944,906	$ 1,946,455	$ 1,651,435	$ 1,593,393
Natural Resources	$ 415	$ 467	$ 494	$ 496	$ 495
State assessed property	$ 52,323,639	$ 55,792,241	$ 57,966,461	$ 62,662,700	$ 62,171,458
Personal property	$ 3,101,790	$ 3,080,440	$ 3,066,830	$ 3,429,310	$ 3,648,980
Total taxable assessed value	$ 1,094,231,116	$ 1,116,488,575	$ 1,133,178,162	$ 1,367,206,359	$ 1,379,915,873
Total direct tax rate	4.31	4.31	4.31	4.31	4.31
Estimated actual taxable value (in thousands)	$ 10,236,790	$ 10,493,112	$ 10,714,249	$ 13,187,691	$ 14,465,213
Assessed value as a percentage of estimated actual value	10.7%	10.6%	10.6%	10.4%	9.5%

	2017	2018	2019	2020	2021
Vacant property	$ 52,814,910	$ 32,807,309	$ 34,095,406	$ 34,095,406	$ 32,138,917
Residential property	$ 1,112,005,105	$ 1,146,929,524	$ 1,324,987,688	$ 1,324,988,638	$ 1,478,385,954
Commercial property	$ 351,310,400	$ 354,064,947	$ 343,468,354	$ 343,394,594	$ 392,501,187
Industrial property	$ 33,189,278	$ 32,388,439	$ 34,073,436	$ 33,647,026	$ 46,012,166
Agricultural property	$ 1,967,531	$ 2,033,147	$ 2,389,402	$ 2,389,402	$ 2,128,489
Natural Resources	$ 502	$ 516	$ 557	$ 557	$ 535
State assessed property	$ 66,236,214	$ 64,238,210	$ 8,655,208	$ 8,574,968	$ 10,850,471
Personal property	$ 3,995,640	$ 3,953,280	$ 129,527,210	$ 129,339,130	$ 133,292,874
Total taxable assessed value	$ 1,621,519,580	$ 1,636,415,372	$ 1,877,197,261	$ 1,876,429,721	$ 2,095,310,593
Total direct tax rate	4.31	4.31	4.31	4.31	4.31
Estimated actual taxable value (in thousands)	$ 18,072,919	$ 17,435,897	$ 20,235,588	$ 20,493,984	$ 22,577,041
Assessed value as a percentage of estimated actual value	9.0%	9.4%	9.3%	9.2%	9.3%

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

CITY OF ARVADA

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

	Governmental Activities				Business-Type Activities				
Fiscal Year	General Obligation Bonds	Sales Tax Increment Bonds	Capital Lease	Certificates of Participation	Water Bonds	Capital Leases	Total Primary Government	Percentage of Personal Income	Per Capita
2012	-	22,076	432	13,090	16,178	513	52,289	1.58%	0.49
2013	-	18,755	324	12,210	14,343	373	46,005	1.39%	0.43
2014	-	14,360	211	11,300	12,480	228	38,579	1.14%	0.35
2015	-	11,583	98	10,685	10,571	77	33,014	0.87%	0.30
2016	-	7,837	-	22,556	8,606	-	38,999	0.97%	0.34
2017	-	3,976	-	20,992	6,587	-	31,555	0.74%	0.27
2018	-	-	-	19,383	4,473	-	23,856	0.50%	0.20
2019	-	78,107	-	17,739	2,279	-	98,125	1.89%	0.79
2020	-	75,368	-	16,060	-	-	91,428	1.66%	0.73
2021	-	72,509	-	31,941	-	-	104,450	1.91%	0.87

Source: City of Arvada Finance Department

CITY OF ARVADA

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

	General Bonded Debt Outstanding				
Fiscal Year	General Obligation Bonds	Redevelopment Bonds	Total	Percentage of Actual Taxable Value of Property	Per Capita
2012	$0	$0	$0	0.00%	$0.00
2013	$0	$0	$0	0.00%	$0.00
2014	$0	$0	$0	0.00%	$0.00
2015	$0	$0	$0	0.00%	$0.00
2016	$0	$0	$0	0.00%	$0.00
2017	$0	$0	$0	0.00%	$0.00
2018	$0	$0	$0	0.00%	$0.00
2019	$0	$0	$0	0.00%	$0.00
2020	$0	$0	$0	0.00%	$0.00
2021	$0	$0	$0	0.00%	$0.00

Source: City of Arvada Comprehensive Annual Financial Report (2012-2021), Jefferson and Adams County Assessors Offices, Denver Regional Council of Governments

CITY OF ARVADA

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

Jurisdiction	Debt Outstanding	2021 Percents Applicable To City of Arvada	Estimated Share of Overlapping Debt
Direct			
City of Arvada	$ 104,449,779	100.00%	$ 104,449,779
Overlapping			
Adams County Fire Protection District	$ -	5.21%	$ -
APEX (North Jeffco Park & Recreation)	21,165,000	84.38%	17,858,088
Arvada West Town Center Business Improvement District	2,000,000	100.00%	2,000,000
Boyd Ponds Metropolitan District No. 2	2,600,000	100.00%	2,600,000
Cimarron Metropolitan District	-	100.00%	-
Fairmount Fire Protection District	259,540	0.02%	52
Hometown Metropolitan District No. 2	640,000	100.00%	640,000
Hyland Hills Park & Recreation District	-	4.47%	-
Jefferson Center Metropolitan Dist. No. 1	125,140,000	37.59%	47,040,126
Jefferson County School District R-1	812,290,000	16.48%	133,888,300
Mountain Shadows Metropolitan District	15,870,000	100.00%	15,870,000
Ralston Valley Water and Sanitation Dist.	267,000	20.84%	55,643
Richards Farm Metropolitan Dist. No. 2	4,164,000	100.00%	4,164,000
Spring Mesa Metropolitan District	6,460,000	100.00%	6,460,000
Vauxmont Metropolitan District	49,770,000	98.92%	49,232,484
West Point Metropolitan District	3,775,000	100.00%	3,775,000
Westminster Public Schools FKA Adams County School District 50	40,595,000	7.29%	2,957,379
Subtotal, overlapping debt			$ 286,541,072
Total, direct and overlapping debt			$ 390,990,851

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

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

CITY OF ARVADA

City of Arvada
Legal Debt Margin Information
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2021	
Actual value	$22,804,052,971
Debt limit (3% of actual value)	684,121,589
Debt applicable to limit:	
General obligation bonds	0
Less: Amount set aside for repayment of general obligation debt	0
Total net debt applicable to limit	0
Legal debt margin	684,121,589

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt Limit	311,138,661	319,157,837	325,802,555	399,819,207	408,283,168	516,043,854	528,523,769	613,064,018	612,984,918	684,121,589
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	0
Legal debt margin	$ 311,138,661	$ 319,157,837	$ 325,802,555	$ 399,819,207	$ 408,283,168	$ 516,043,854	$ 528,523,769	$ 613,064,018	$ 612,984,918	$ 684,121,589
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: Jefferson and Adams County Assessors' Offices

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

CITY OF ARVADA

City of Arvada
Pledged-Revenue Coverage
Last Ten Fiscal Years

	Water Revenue Bonds						Sales and Use Tax Bonds			
	Utility	Less:	Net				Sales			
	Service	Operating	Available	Debt Service			& Use Tax	Debt Service		
Year	Charges	Expenses	Revenue	Principal	Interest	Coverage	Increment	Principal	Interest	Coverage
2012	25,827,000	15,305,000	10,522,000	1,680,000	577,346	4.66	46,365,504	3,200,000	834,119	11.49
2013	30,531,000	16,050,000	14,481,000	1,730,000	529,565	6.41	50,023,809	3,015,000	612,292	13.79
2014	29,846,000	16,289,000	13,557,000	1,760,000	493,407	6.02	55,159,045	3,275,000	631,075	14.12
2015	31,511,000	17,096,000	14,415,000	1,805,000	447,725	6.40	59,690,397	3,375,000	542,500	15.24
2016	38,896,000	17,942,000	20,954,000	1,860,000	393,938	9.30	63,386,029	3,485,000	427,400	16.20
2017	33,675,000	17,997,000	15,678,000	1,915,000	330,704	6.98	68,346,419	3,615,000	294,050	17.48
2018	35,548,000	19,267,000	16,281,000	2,010,000	237,684	7.24	65,224,908	3,885,000	155,400	16.14
2019	32,637,000	20,405,000	12,232,000	2,090,000	156,432	5.45	65,496,205	1,745,000	2,347,072	16.01
2020	37,190,568	21,555,000	15,635,568	2,175,000	72,420	6.96	70,926,289	2,375,000	2,985,281	13.23
2021	-	-	-	-	-	0.00	81,606,225	2,495,000	2,866,531	15.22

Source: City of Arvada, Finance Department

Note: Water Revenue Bonds have been paid off in 2020.

Sales and use tax bonds are backed by the generation of sales and use tax revenues.
Figures do not include .46% Sales and Use Tax imposed for police and public safety.
Coverage represents the ratio of debt payments to net revenue available.

CITY OF ARVADA

Schedule of Debt Service Requirements
Governmental- Type Activities
December 31, 2021

Sales & Use Tax Revenue Bonds - Series 2019

Year	Principal	Interest	Total Payment	Principal Balance
				68,450,000
2021	2,495,000	2,866,531	5,361,531	65,955,000
2022	2,620,000	2,741,781	5,361,781	63,335,000
2023	2,750,000	2,610,781	5,360,781	60,585,000
2024	2,885,000	2,473,281	5,358,281	57,700,000
2025	3,030,000	2,329,031	5,359,031	54,670,000
2026	3,180,000	2,177,531	5,357,531	51,490,000
2027	3,340,000	2,018,531	5,358,531	48,150,000
2028	3,510,000	1,851,531	5,361,531	44,640,000
2029	3,685,000	1,676,031	5,361,031	40,955,000
2030	3,865,000	1,491,781	5,356,781	37,090,000
2031	4,060,000	1,298,531	5,358,531	33,030,000
2032	4,265,000	1,095,531	5,360,531	28,765,000
2033	4,435,000	924,931	5,359,931	24,330,000
2034	4,565,000	791,881	5,356,881	19,765,000
2035	4,710,000	649,225	5,359,225	15,055,000
2036	4,855,000	502,038	5,357,038	10,200,000
2037	5,015,000	344,250	5,359,250	5,185,000
2038	5,185,000	174,994	5,359,994	$0
TOTALS	$68,450,000	$28,018,191	$96,468,191	

CITY OF ARVADA

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

Year	Population	Personal Income (in thousands of dollars)	Per Capita Income	Median Age	School Enrollment	Unemployment Rate
2012	106,433	3,316,346	31,159	40.5	19,054	8.30%
2013	106,673	3,297,902	30,916	40.5	19,200	8.00%
2014	109,157	3,374,698	30,916	40.5	19,188	6.50%
2015	111,559	3,813,756	34,186	40.0	19,512	4.60%
2016	113,326	4,004,941	35,340	40.5	20,284	3.60%
2017	117,453	4,291,850	36,541	41.0	19,613	2.70%
2018	118,807	4,740,280	39,899	40.9	19,020	3.72%
2019	123,502	5,198,940	42,096	42.3	18,619	2.60%
2020	124,785	5,498,401	44,063	42.3	17,689	2.60%
2021	120,492	5,454,673	45,270	40.0	16,994	3.40%

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

CITY OF ARVADA

City of Arvada, Colorado
Principal Employers
Last Ten Fiscal Years

	2012			2013			2014			2015			2016		
Employer	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment
Colorado Lutheran Home							185	10	0.31%	185	10	0.31%			
Parker Personal Care Homes Inc							290	3	0.49%	324	3	0.54%	200	10	0.32%
LivaNova (formerly Sorin Group USA)	351	4	0.61%	294	5	0.53%	250	4	0.42%	290	4	0.48%	250	4	0.40%
City of Arvada	678	1	1.18%	672	1	1.20%	700	1	1.17%	705	1	1.17%	718	2	1.16%
Sundyne Corporation	353	3	0.62%	353	3	0.63%	200	9	0.34%	408	2	0.67%	200	9	0.32%
Target (All locatons)	418	2	0.73%	342	4	0.61%							300	3	0.48%
Pridemark Paramedic Serv. Inc.	225	5	0.39%	370	2	0.66%	347	2	0.58%	202	9	0.33%			
Home Depot	200	7	0.35%	200	7	0.36%	221	6	0.37%	235	6	0.39%	221	5	0.36%
Costco	225	5	0.39%	234	6	0.42%	210	8	0.35%	240	5	0.40%	210	8	0.34%
Sam's Club	155	10	0.27%	156	9	0.28%									
King Soopers (All locations)	175	9	0.31%	200	7	0.36%	218	7	0.37%	209	8	0.35%	909	1	1.47%
Mark VII Equipment	189	8	0.33%	95	10	0.17%									0.00%
Xcel Energy							229	5	0.38%	220	7	0.36%	220	6	0.36%
Wanco Inc															
Mc Donalds (all locations)													217	7	0.35%
Walmart															
Total Employed by Principal Employers	2,969		5.18%	2,916		5.21%	2,850		4.78%	3,018		4.99%	3,445		5.56%
Total Employed by Other Employers	54,356		94.82%	53,056		94.79%	56,804		95.22%	57,485		95.01%	58,489		94.44%
Total Employees	57,325		100.00%	55,972		100.00%	59,654		100.00%	60,503		100.00%	61,934		100.00%

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

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

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

CITY OF ARVADA

City of Arvada, Colorado
Principal Employers
Last Ten Fiscal Years

	2017			2018			2019			2020			2021		
Employer	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment
Colorado Lutheran Home	185	10	0.29%												
Parker Personal Care Homes Inc	346	4	0.54%	263	6	0.40%	273	5	0.40%	225	8	0.35%	262	7	0.39%
LivaNova (formerly Sorin Group USA)	250	6	0.39%	250	8	0.38%	250	7	0.37%	320	6	0.49%	320	5	0.48%
City of Arvada	689	2	1.07%	665	2	1.00%	665	2	0.98%	695	2	1.07%	703	2	1.05%
Sundyne Corporation	326	5	0.51%	325	4	0.49%	200	10	0.29%	328	5	0.51%	328	4	0.49%
Target (All locatons)				300	5	0.45%	300	4	0.44%	300	7	0.46%	300	6	0.45%
Pridemark Paramedic Serv. Inc.															
Home Depot	221	7	0.34%	221	9	0.33%	221	8	0.33%	221	10	0.34%	221	8	0.33%
Costco	210	9	0.33%	210	10	0.32%	210	9	0.31%	450	3	0.69%	210	9	0.31%
Sam's Club															0.00%
King Soopers (All locations)	858	1	1.33%	1109	1	1.67%	1109	1	1.63%	1109	1	1.71%	1109	1	1.65%
Mark VII Equipment															
Xcel Energy															
Wanco Inc													180	10	0.27%
Mc Donalds (all locations)	217	8	0.34%	252	7	0.38%	252	6	0.37%	222	9	0.34%			
Walmart	350	3	0.54%	350	3	0.53%	404	3	0.60%	350	4	0.54%	350	3	0.52%
Total Employed by Principal Employers	3,652		5.67%	3,945		5.96%	3,884		5.72%	4,220		6.51%	3,983		5.93%
Total Employed by Other Employers	60,785		94.33%	62,275		94.04%	63,986		94.28%	60,628		93.49%	63,221		94.07%
Total Employees	64,437		100.00%	66,220		100.00%	67,870		100.00%	64,848		100.00%	67,204		100.00%

CITY OF ARVADA

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

Function/program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
City Manager's/Clerk's Office	17.75	18.95	21.95	20.95	20.95	22.10	21.10	20.10	20.10	22.10
Community Development	24.00	24.00	25.00	26.00	27.00	21.00	27.00	21.00	8.00	8.00
Cultural Services	38.75	39.25	39.25	39.25	41.25	0*	0*	0*	0*	0*
Economic Development	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	0**	0**
Parks, Golf, and Hospitality	70.00	69.00	73.00	73.00	75.00	80.64	77.64	82.64	83.64	84.25
Finance/ Risk Management	38.00	41.00	35.00	33.70	33.70	33.06	33.06	32.36	32.36	32.75
Judicial/Legal	22.00	20.00	22.00	24.00	24.00	25.00	25.00	25.00	25.00	26.00
Information Technology	29.00	27.00	27.00	29.00	29.00	27.00	27.00	29.00	29.00	27.00
Human Resources	9.00	9.00	9.00	9.00	9.00	10.00	10.00	11.00	11.00	11.00
Public Works	198.25	198.25	205.25	212.25	213.25	201.25	216.25	222.25	207.25	211.25
Public Safety	227.40	232.40	233.50	235.50	241.50	268.00	248.00	235.00	238.00	242.00
Community & Economic Development									36.00	39.00
Total	678.15	682.85	694.95	706.65	718.65	692.05	689.05	682.35	690.35	703.35

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

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

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

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

CITY OF ARVADA

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Function/Program										
General government										
Building permits issued	5,718	5,293	9,002	9,957	8,695	13,669	7,704	6,119	6,603	7,332
Police										
Physical arrests	2,272	2,338	2,245	2,638	2,456	2,523	2,764	2,918	1,782	2,025
Parking violations	436	831	1,209	1,473	2,131	3,779	3,818	3,881	1,474	5,249
Traffic violations	12,351	12,451	11,222	12,215	11,484	11,689	9,018	8,396	6,144	5,820
Other public works										
Street resurfacing (miles)	43	28	32	23	23	137	40	29	50	47
Potholes repaired	2,175	2,866	4,931	9,404	6,337	5,911	4,768	8,409	4,709	4,249
Parks and recreation										
Athletic field permits issued	22,965	22,276	22,841	22,905	22,447	19,012	6,312	61	51	7,264
Water										
Consumers (Tap)	36,177	36,492	35,537	36,193	37,067	38,010	38,464	38,829	39,162	39,441
New connections	342	445	530	705	966	638	457	362	286	246
Leaks	47	47	49	25	29	47	43	43	26	47
Average daily consumption	18,561,650	14,984,589	12,773,725	13,080,428	14,440,172	13,359,897	14,294,415	13,256,739	15,043,088	13,776,756

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

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

Note: During 2021 the City of Arvada has transitioned athletic fields operations from APEX to the City. A new reporting system counts a single event as a permit.

CITY OF ARVADA

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

	Fiscal Year										
Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police											
Stations	1	1	1	3	3	3	3	3	4	4	4
Patrol units	79	79	79	100	99	83	93	81	61	64	73
Fire Protection Districts	3	3	3	3	3	3	3	3	3	3	3
Other public works											
Streets (miles)	420	427	437	450	481	467	467	478	478	480	474
Parks and recreation											
Square Miles (City of Arvada)	38	39	39	39	39	39	39	40	40	40	40
Playgrounds	51	52	57	58	60	67	67	67	67	71	75
Tennis/basketball Courts	75	75	77	77	77	72	72	72	72	84	87
Baseball/softball diamonds	41	41	43	43	43	31	31	33	33	46	46
Soccer/football fields	27	32	32	32	35	27	28	30	30	40	40
Community centers/Sport complexes	19	19	19	19	19	18	18	18	18	18	21
Water											
Water mains (miles)	572	589	602	616	621	624	632	633	624	620	627
Fire hydrants	4,768	4,889	5,018	5,212	5,392	5,489	5,592	5,741	5,504	5,525	5,637
Wastewater											
Sanitary sewers (miles)	410	416	423	440	456	458	461	463	460	461	462
Storm sewers (miles)	148	151	151	166	169	178	174	179	221	221	178
Treatment capacity (millions of gallons)	3,548	3,387	3,750	3,640	3,760	3,474	3,200	3,047	3,081	3,114	3,202

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

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Compliance Section

Single Audit Reports

CITY OF ARVADA

City of Arvada

Schedule of Expenditures of Federal Awards

Year Ended December 31, 2021

Federal Grantor/Pass-through Grantor/Cluster Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
U.S. Department of Housing and Urban Development				
Direct Award:				
Community Development Block Grants/Entitlement Grants Cluster:				
Community Development Block Grant	14.218	N/A	$ 28,148	$ 231,925
COVID-19 - Community Development Block Grant (CARES Act - CDBG-CV)	14.218	N/A	-	131,472
Subtotal for Community Development Block Grants/Entitlement Grants Cluster			28,148	363,397
Housing Voucher Cluster:				
Section 8 Housing Choice Vouchers	14.871	N/A	-	5,390,402
COVID-19 - Section 8 Housing Choice Vouchers (CARES Act)	14.871	N/A	-	413,142
Subtotal for Housing Voucher Cluster			-	5,803,544
Mainstream Voucher Program	14.879	N/A	-	363,758
COVID-19 - Mainstream Voucher Program (CARES Act)	14.879	N/A	-	93,163
Subtotal for Mainstream Voucher Program			-	456,921
Total U.S. Department of Housing and Urban Development			**28,148**	**6,623,862**
U.S. Department of Justice				
Passed through Colorado Department of Public Safety, Division of Criminal Justice				
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-0209	-	4,000
Direct Award:				
Public Safety Partnership and Community Policing Grants	16.710	N/A	-	200,307
Edward Byrne Memorial Justice Assistance Grant Program	16.738	N/A	-	18,059
Total U.S. Department of Justice			-	**222,366**
U.S. Department of Transportation				
Passed through Colorado Department of Transportation				
Highway Planning and Construction Cluster:				
Highway Planning and Construction (Federal-Aid Highway Program)	20.205	AQC M040-035 (22670)	-	257,811
Highway Planning and Construction (Federal-Aid Highway Program)	20.205	TAP M040-036 (23662)	-	174,120
Subtotal for Highway Planning and Construction Cluster			-	431,931
Highway Safety Cluster				
National Priority Safety Programs	20.616	PO 411023408	-	394
Total U.S. Department of Transportation			-	**432,325**

The accompanying notes are an integral part of this Schedule

CITY OF ARVADA

City of Arvada

Schedule of Expenditures of Federal Awards (continued)

Year Ended December 31, 2021

Federal Grantor/Pass-through Grantor/Cluster Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
U.S. Treasury Department				
Passed through Jefferson County, State of Colorado				
COVID-19 - Emergency Rental Assistance Program	21.023	None Available	-	1,167,699
Direct Award				
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	None Available	-	933,398
Total U.S. Treasury Department			-	**2,101,097**
Executive Office of the President				
Passed through City of Aurora				
High Intensity Drug Trafficking Areas Program	95.001	RAVEN	-	636
Total Executive Office of the President			-	**636**
U.S. Department of Homeland Security				
Passed through Colorado Department of Public Safety				
Emergency Management Performance Grants	97.042	21EM-22-57	-	49,856
Total U.S. Department of Homeland Security			-	**49,856**
Total Federal Financial Assistance			**$ 28,148**	**$ 9,430,142**

The accompanying notes are an integral part of this Schedule

City of Arvada

Notes to Schedule of Expenditures of Federal Awards

Year Ended December 31, 2021

Note 1: Basis of Presentation

This schedule includes the federal awards activity of the City of Arvada (the City). The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

Note 2: Summary of Significant Accounting Policies

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 3: Revolving Loan Funds – Not Subject to Compliance

The City has certain revolving loan funds, which were originally financed with federal financial assistance through the Community Development Block Grants/Entitlement Grants Cluster (Assistance Listing No. 14.218). However, this program is not subject to any continuing compliance requirements other than required loan payments; therefore, the outstanding loan balances have not been included in the accompanying schedule of expenditures of federal awards. The outstanding balance of the revolving loan funds at December 31, 2021 is $1,644,261.

FORVIS

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

Independent Auditor's Report

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

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City of Arvada's (the City's) basic financial statements, and have issued our report thereon dated June 24, 2022.

Report on Internal Control over Financial Reporting

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

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

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

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Report on Compliance and Other Matters

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

Purpose of this Report

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

FORVIS, LLP

Denver, Colorado
June 24, 2022

FORVIS

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

Independent Auditor's Report

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Arvada's (the City) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2021. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2021.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the "Auditor's Responsibilities for the Audit of Compliance" section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

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Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the "Auditor's Responsibilities for the Audit of Compliance" section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

FORVIS, LLP

Denver, Colorado
June 24, 2022

City of Arvada
Schedule of Findings and Questioned Costs
Year Ended December 31, 2021

Section I – Summary of Auditor's Results

Financial Statements

1. Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

   ☒ Unmodified ☐ Qualified ☐ Adverse ☐ Disclaimer

2. Internal control over financial reporting:

Material weakness(es) identified?	☐ Yes	☒ No
Significant deficiency(ies) identified?	☐ Yes	☒ None Reported
Noncompliance material to the financial statements noted?	☐ Yes	☒ No

Federal Awards

3. Internal control over major federal awards programs:

Material weakness(es) identified?	☐ Yes	☒ No
Significant deficiency(ies)?	☐ Yes	☒ None Reported

4. Type of auditor's report issued on compliance for major federal award program(s):

   ☒ Unmodified ☐ Qualified ☐ Adverse ☐ Disclaimer

5. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ☐ Yes ☒ No

City of Arvada

Schedule of Findings and Questioned Costs (continued)

Year Ended December 31, 2021

6. Identification of major federal programs:

Assistance Listing Numbers	Name of Federal Program or Cluster
21.023	COVID-19 - Emergency Rental Assistance Program
21.027	COVID 19 - Coronavirus State and Local Fiscal Recovery Funds

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

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

City of Arvada

Schedule of Findings and Questioned Costs (continued)

Year Ended December 31, 2021

Findings Required to be Reported by *Government Auditing Standards*

Reference Number	Finding

No matters are reportable.

City of Arvada

Schedule of Findings and Questioned Costs (continued)

Year Ended December 31, 2021

Findings Required to be Reported by the Uniform Guidance

Reference Number	Finding	Questioned Costs

No matters are reportable.

City of Arvada

Status of Prior Audit Findings

Year Ended December 31, 2021

Reference Number	Summary of Findings	Status

No matters are reportable.

SCAN ME

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