

CITY OF DELTA, COLORADO

FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2021

TABLE OF CONTENTS

PAGE NO.

Financial Section

<u>Management's Discussion and Analysis (Required Supplementary Information)</u>	i - vi
<u>Independent Auditors' Report</u>	1 - 3
<u>Government-Wide Financial Statements</u>	
Statement of Net Position	4
Statement of Activities	5
<u>Fund Financial Statements</u>	
Balance Sheet – Governmental Funds	6
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	7
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	8
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	9
Statement of Net Position – Proprietary Funds	10
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	11
Statement of Cash Flows – Proprietary Funds	12
<u>Notes to Financial Statements</u>	13 - 31
<u>Required Supplementary Information</u>	
Budgetary Comparison Schedule – General Fund	32 - 33
Budgetary Comparison Schedule – Parks and Recreation Center Fund	34
Budgetary Comparison Schedule – City-Wide Capital Improvement Fund	35
Budgetary Comparison Schedule – Delta Urban Renewal Authority Fund	36

TABLE OF CONTENTS

(Continued)

PAGE NO.

Other Supplementary Information

Combining Fund Statements and Schedules:

Combining Balance Sheet – Nonmajor Governmental Funds	37
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	38
Budgetary Comparison Schedules - Conservation Trust Fund	39
Budgetary Comparison Schedules – Back the Badge Fund	40
Budgetary Comparison Schedules – Perpetual Care Fund	41
Combining Schedule of Net Position – Nonmajor Enterprise Funds	42
Combining Schedule of Revenues, Expenses and Changes in Net Position Nonmajor Enterprise Funds	43
Combining Schedule of Cash Flows – Nonmajor Enterprise Funds	44
Statement of Revenues, Expenses and Changes in Net Position – Budget and Actual Municipal Light & Power Fund	45
Statement of Revenues, Expenses and Changes in Net Position – Budget and Actual Sewer Fund	46
Statement of Revenues, Expenses and Changes in Net Position – Budget and Actual Water Fund	47
Statement of Revenues, Expenses and Changes in Net Position – Budget and Actual Refuse Fund	48
Statement of Revenues, Expenses and Changes in Net Position – Budget and Actual Golf Course Fund	49
Combining Statement of Net Position – Internals Service Fund	50
Combining Statement of Revenue, Expenses and Changes in Net Position – Internal Service Funds	51
Combining Statement of Cash Flows – Internal Service Funds	52

TABLE OF CONTENTS

(Continued)

PAGE NO.

Other Supplementary Information (continued)

Statement of Revenues, Expenses and Changes in Net Position – Budget and Actual Internal Service Fund	53
Statement of Revenues, Expenses and Changes in Net Position – Budget and Actual Employees’ Dental Fund	54

State Compliance

Local Highway Finance Report	55 - 56
------------------------------	---------

Supplemental Schedules Required Pursuant to Bond Agreement

Debt Service Coverage	57
History of City CIF Tax	57
History of County CIF Tax	57
Monthly Comparison of Collections of City CIF Tax	58
Monthly Comparison of Collections of County CIF Tax	58
Top 10 Generators of City 3% Sales and Use Tax	59
City-Wide Capital Improvement Fund Budget Summary & Comparison	59
Capital Improvements Plan Summary	60
History of General Fund Revenues Expenditures & Changes in Fund Balance	60
General Fund Budget Summary & Comparison	61
Revenue Obligations of the City	61
History of City-Wide Capital Improvement Fund & Debt Service Fund Revenues, Expenditure & Changes in Fund Balances	62

FINANCIAL SECTION

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**Management's Discussion and Analysis
(Required Supplementary Information)**

Management's Discussion and Analysis

As management of the City of Delta, we offer readers of the City of Delta's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2021.

Financial Highlights

As of the close of the year, the City had \$20,574,923 in combined ending cash and investment balances compared to \$17,997,980 in combined ending cash and investment balances for the previous year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

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

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

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

Both of the government-wide financial statements distinguish functions of the City of Delta that are principally supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of the City include general government, public safety, public works, health and safety and parks & recreation. The business-type activities of the City include the Electric, Sewer, Water, Golf and Refuse operations.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, parks & recreation center fund, and the city-wide capital improvement fund, which are considered to be major funds. Data from four other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in the report.

The City adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for the general fund, parks & recreation center fund, citywide capital improvement fund and the D.U.R.A. fund to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 6 through 9 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. 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 utility funds and the golf course fund operation. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet of vehicles and employees' dental insurance benefits. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the funds. Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 10 through 12 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 13 through 31 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's budgetary comparisons for the general fund, parks & recreation center fund and the city-wide capital improvement fund. Required supplementary information can be found on pages 32 through 36 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, internal service funds and budgetary comparison schedules are presented immediately following the required supplementary information on budgetary comparisons. Combining and individual fund statements and schedules can be found on pages 37 through 54 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the City's financial position. The City's assets exceeded liabilities by \$54,943,681 at the close of the year 2021.

The largest portion of the City's net position reflects its investment in the capital assets (e.g. land, buildings, infrastructure and equipment); less any related debt used to acquire those assets that are still outstanding.

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.

City of Delta's Net Position

	Governmental Activities		Business-type Activities		Total	
	2020	2021	2020	2021	2020	2021
Current & other assets	\$ 7,391,540	\$ 10,623,744	\$ 13,586,821	\$ 13,155,734	\$ 20,978,361	\$ 23,779,478
Capital assets	38,849,259	36,957,605	18,940,330	18,755,741	57,789,589	55,713,346
Total assets	46,240,799	47,581,349	32,527,151	31,911,475	78,767,950	79,492,824
Long-term liabilities	16,199,446	15,660,453	4,380,556	3,973,089	20,580,002	19,633,542
Other liabilities	924,080	1,966,781	1,089,906	747,830	2,013,986	2,714,611
Total liabilities	17,123,526	17,627,234	5,470,462	4,720,919	22,593,988	22,348,153
Deferred inflows of resources	2,406,847	2,178,285	7,997	-	2,414,844	2,178,285
Net position:						
Net investment in capital assets	22,425,731	21,122,728	14,747,134	14,971,666	37,172,865	36,094,394
Restricted	4,593,029	6,987,257	-	-	4,593,029	6,987,257
Unrestricted	(308,334)	(334,155)	12,301,558	12,218,890	11,993,224	11,884,735
Total net position	\$ 26,710,426	\$ 27,775,830	\$ 27,048,692	\$ 27,190,556	\$ 53,759,118	\$ 54,966,386

The restricted portion the City's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors.

City of Delta's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2020	2021	2020	2021	2020	2021
Revenues:						
Program revenues:						
Charges for						
services	\$ 1,432,526	\$ 1,855,483	\$ 11,353,767	\$ 11,582,293	\$ 12,786,293	\$ 13,437,776
Operating Grants & Contributions	1,232,494	1,118,735	1,653	19,049	1,234,147	1,137,784
Capital Grants & Contributions	-	609,256	228,650	1,019,200	228,650	1,628,456
General revenues:						
Taxes:						
Property Tax	7,532	8,331	-	-	7,532	8,331
Sales tax	7,681,553	10,055,440	-	-	7,681,553	10,055,440
Franchise and						
Occupational tax	679,030	678,233	-	-	679,030	678,233
Other tax	18,223	17,843	-	-	18,223	17,843
Investment	25,226	2,005	80,381	5,210	105,607	7,215
Miscellaneous	43,608	125,328	180,467	151,017	224,075	276,345
Total revenue	11,120,192	14,470,654	11,844,918	12,776,769	22,965,110	27,247,423
Expenses:						
General government	2,453,431	2,893,485	-	-	2,453,431	2,893,485
Public safety	2,614,748	2,984,081	-	-	2,614,748	2,984,081
Public works	4,216,224	4,445,095	-	-	4,216,224	4,445,095
Health and safety	-	-	-	-	-	-
Parks and recreation	3,086,968	3,361,020	-	-	3,086,968	3,361,020
Interest on Debt	559,423	544,274	-	-	559,423	544,274
Municipal Light & Power	-	-	6,223,319	6,211,896	6,223,319	6,211,896
Sewer	-	-	1,691,020	1,678,859	1,691,020	1,678,859
Water	-	-	2,013,419	2,055,977	2,013,419	2,055,977
Refuse	-	-	710,401	729,377	710,401	729,377
Golf	-	-	956,209	1,158,796	956,209	1,158,796
Total expenses	12,930,794	14,227,955	11,594,368	11,834,905	24,525,162	26,062,860
Increase in net assets						
before transfers	(1,810,602)	242,699	250,550	941,864	(1,560,052)	1,184,563
Transfers	350,000	800,000	(350,000)	(800,000)	-	-
Increase (decrease) in net position	(1,460,602)	1,042,699	(99,450)	141,864	(1,560,052)	1,184,563
Net position - January 1st	28,171,028	26,710,426	27,148,142	27,048,692	55,319,170	53,759,118
Net position - December 31st	\$ 26,710,426	\$ 27,753,125	\$ 27,048,692	\$ 27,190,556	\$ 53,759,118	\$ 54,943,681

General Fund Budgetary Highlights

A positive item to note on page 32 regarding the General Fund variance column is a 17.80% increase in sales and uses taxes received over the amount budgeted.

Financial Analysis of the City's Funds

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

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

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

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, amounts to \$55,088,469 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, and roads and bridges.

City of Delta Capital Assets

(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2020	2021	2020	2021	2020	2021
Land	\$ 3,534,250	\$ 3,534,250	\$ 952,610	\$ 952,610	\$ 4,486,860	\$ 4,486,860
Construction in Progress	-	-	-	73,371	-	73,371
Improvements other than buildings	2,683,919	3,013,391	-	-	2,683,919	3,013,391
Infrastructures	27,982,796	25,214,759	-	-	27,982,796	25,214,759
Buildings	2,433,178	2,686,429	253,403	230,754	2,686,581	2,917,183
Water rights and storage Treatment and generation facilities	-	-	467,841	462,120	467,841	462,120
Collection, transmission and distribution systems	-	-	2,717,796	2,471,218	2,717,796	2,471,218
Street lighting system	-	-	13,989,019	13,976,528	13,989,019	13,976,528
Vehicles and equipment	-	-	509,894	496,734	509,894	496,734
	1,526,588	1,883,899	49,767	92,406	1,576,355	1,976,305
Total	\$ 38,160,731	\$ 36,332,728	\$ 18,940,330	\$ 18,755,741	\$ 57,101,061	\$ 55,088,469

Additional information on the City of Delta's capital assets can be found in note 3 on pages 22 through 24 of this report.

Long-term debt. At the end of the current fiscal year, the City of Delta had total bonded debt and note payable outstanding of \$18,993,828. Of this amount, \$15,210,000 is backed by Sales and Use Tax Revenue collections and the remaining \$3,783,828 debt is secured by specified revenue sources.

City of Delta's Outstanding Debt

	Governmental		Business-type		Total	
	Activities		Activities			
	2020	2021	2020	2021	2020	2021
Sales & use tax revenue bonds	\$ 15,735,000	\$ 15,210,000	\$ -	\$ -	\$ 15,735,000	\$ 15,210,000
Notes payable	-	-	4,193,196	3,783,828	4,193,196	3,783,828
Total	\$ 15,735,000	\$ 15,210,000	\$ 4,193,196	\$ 3,783,828	\$ 19,928,196	\$ 18,993,828

Additional information on the City's long-term debt can be found in note 6 on pages 26 through 28 of this report.

Economic Factors and Future Year's Budgets

The economic condition and outlook for the City in the upcoming year should be stable. The 2022 budget projects a 2% increase for sales tax. The City's 3% sales tax revenue is designated to three funds; 1% General Fund, 1% City Wide Capital Improvement Fund and 1% Parks & Recreation Center Fund. The City Wide Capital Improvement Fund has bond requirements and specific restrictions on how the Sales Tax Revenue can be spent. The Parks & Recreation Center Fund has specific restrictions on how the Sales Tax Revenue can be spent. In 2020 the County of Delta passed a sales tax increase titled Back the Badge which brought in \$1,170,938 for the year ended 12/31/2021. The City is entitled to a percentage of this new tax for its police endeavors. With the Federal American Rescue Plan Act the City received \$1,130,446 at the end of the year which can be used for infrastructure projects. These plus other factors were considered in preparing the City of Delta's budget for the 2022 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the City of Delta's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in the report or requests for additional financial information should be addressed to the City of Delta, Office of the Finance Director, 360 Main Street, Delta, CO 81416.

Mayberry & Company, LLC

Certified Public Accountants

Member of the American Institute of Certified Public Accountants
Governmental Audit Quality Center
and Private Company Practice Section

City Council
City of Delta
Delta, Colorado

Independent Auditors' Report

Opinion

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of City of Delta, as of and for the year ended December 31, 2021, and the related notes to the financial statements which collectively comprise City of Delta's basic financial statements as listed in the table of contents.

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

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report. We are required to be independent of the City of Delta and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Delta's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibility 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 generally accepted 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 generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on 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 City of Delta'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 City of Delta'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.

Report on Summarized Comparative Information

We have previously audited the City of Delta's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 11, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2020 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Delta's basic financial statements. The individual and combining nonmajor fund financial statements 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Local Highway Finance Report is presented for purposes of legal compliance and is not a required part of the 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 financial statements.

The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Mayberry + Company, LLC

Englewood, Colorado
May 24, 2022

CITY OF DELTA, COLORADO

STATEMENT OF NET POSITION

DECEMBER 31, 2021

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL
ASSETS AND DEFERRED OUTFLOWS			
ASSETS			
Current Assets			
Cash and Investments			
Cash	\$ 1,457,688	\$ 317,210	\$ 1,774,898
Investments	6,473,860	11,185,840	17,659,700
Restricted Cash and Investments	1,140,327	-	1,140,327
Receivables			
Accounts Receivable	1,442,287	1,034,206	2,476,493
Other Receivables	14,914	33,472	48,386
Inventory	91,536	580,406	671,942
Prepaid Expenses	3,132	4,600	7,732
Total Current Assets	<u>10,623,744</u>	<u>13,155,734</u>	<u>23,779,478</u>
Noncurrent Assets			
Capital Assets not being Depreciated	3,534,250	1,025,981	4,560,231
Capital Assets being Depreciated	102,933,882	48,021,645	150,955,527
Accumulated Depreciation	<u>(70,135,404)</u>	<u>(30,291,885)</u>	<u>(100,427,289)</u>
Total Noncurrent Assets	<u>36,332,728</u>	<u>18,755,741</u>	<u>55,088,469</u>
TOTAL ASSETS	<u>46,956,472</u>	<u>31,911,475</u>	<u>78,867,947</u>
DEFERRED OUTFLOWS OF FINANCIAL RESOURCES			
Deferred Charge on Refunding	624,877	-	624,877
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 47,581,349</u>	<u>\$ 31,911,475</u>	<u>\$ 79,492,824</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 316,958	\$ 687,639	\$ 1,004,597
Accrued Salaries and Benefits	126,036	43,952	169,988
Deposits and Escrow	309,870	-	309,870
Accrued Interest Payable	56,483	3,115	59,598
Unearned Revenue	<u>1,157,434</u>	<u>13,124</u>	<u>1,170,558</u>
Total Current Liabilities	<u>1,966,781</u>	<u>747,830</u>	<u>2,714,611</u>
Noncurrent Liabilities			
Due within one year	550,000	413,578	963,578
Due in more than one year	<u>15,110,453</u>	<u>3,559,511</u>	<u>18,669,964</u>
Total Noncurrent Liabilities	<u>15,660,453</u>	<u>3,973,089</u>	<u>19,633,542</u>
TOTAL LIABILITIES	<u>17,627,234</u>	<u>4,720,919</u>	<u>22,348,153</u>
DEFERRED INFLOWS OF FINANCIAL RESOURCES			
Bond Premiums	<u>2,178,285</u>	<u>-</u>	<u>2,178,285</u>
NET POSITION			
Net Investment in Capital Assets	21,122,728	14,971,666	36,094,394
Restricted Net Position	6,987,257	-	6,987,257
Unrestricted Net Position	<u>(334,155)</u>	<u>12,218,890</u>	<u>11,884,735</u>
TOTAL NET POSITION	<u>27,775,830</u>	<u>27,190,556</u>	<u>54,966,386</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ 47,581,349</u>	<u>\$ 31,911,475</u>	<u>\$ 79,492,824</u>

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

CITY OF DELTA

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2021

	PROGRAM REVENUES			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
FUNCTIONS/PROGRAMS				
GOVERNMENTAL ACTIVITIES				
Current:				
General Government	\$ 2,870,780	\$ 897,052	\$ 379,065	\$ 134,837
Public Safety	2,984,081	29,168	31,826	14,092
Public Works	4,445,095	380,376	557,804	-
Culture and Recreation	3,361,020	548,887	150,040	460,327
Interest on Debt	544,274	-	-	-
TOTAL GOVERNMENT ACTIVITIES	<u>14,205,250</u>	<u>1,855,483</u>	<u>1,118,735</u>	<u>609,256</u>
BUSINESS-TYPE ACTIVITIES				
Current:				
Municipal Light & Power	6,211,896	6,627,088	-	-
Sewer	1,678,859	1,371,646	-	595,900
Water	2,055,977	2,013,186	-	423,300
Refuse	729,377	789,125	-	-
Golf Course	1,158,796	781,248	19,049	-
TOTAL BUSINESS-TYPE ACTIVITIES	<u>11,834,905</u>	<u>11,582,293</u>	<u>19,049</u>	<u>1,019,200</u>
TOTAL GOVERNMENT	<u>\$ 26,040,155</u>	<u>\$ 13,437,776</u>	<u>\$ 1,137,784</u>	<u>\$ 1,628,456</u>
GENERAL REVENUES				
Property Taxes				
Sales and Use Taxes				
Franchise and In Lieu of Taxes				
Other Taxes				
Interest Income				
Insurance Proceeds				
Other Revenues				
TOTAL GENERAL REVENUES				
TRANSFERS				
TOTAL GENERAL REVENUES AND TRANSFERS				
CHANGE IN NET POSITION				
NET POSITION - Beginning				
NET POSITION - Ending				

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

**NET (EXPENSE) REVENUE AND
CHANGES IN NET POSITION**

GOVERNMENT ACTIVITIES	BUSINESS - TYPE ACTIVITES	TOTAL
\$ (1,459,826)	\$ -	\$ (1,459,826)
(2,908,995)	-	(2,908,995)
(3,506,915)	-	(3,506,915)
(2,201,766)	-	(2,201,766)
(544,274)	-	(544,274)
<u>(10,621,776)</u>	<u>-</u>	<u>(10,621,776)</u>
-	415,192	415,192
-	288,687	288,687
-	380,509	380,509
-	59,748	59,748
-	(358,499)	(358,499)
<u>-</u>	<u>785,637</u>	<u>785,637</u>
<u>(10,621,776)</u>	<u>785,637</u>	<u>(9,836,139)</u>
8,331	-	8,331
10,055,440	-	10,055,440
678,233	-	678,233
17,843	-	17,843
2,005	5,210	7,215
16,305	151,017	167,322
109,023	-	109,023
<u>10,887,180</u>	<u>156,227</u>	<u>11,043,407</u>
<u>800,000</u>	<u>(800,000)</u>	<u>-</u>
<u>11,687,180</u>	<u>(643,773)</u>	<u>11,043,407</u>
1,065,404	141,864	1,207,268
26,710,426	27,048,692	53,759,118
<u>\$ 27,775,830</u>	<u>\$ 27,190,556</u>	<u>\$ 54,966,386</u>

CITY OF DELTA, COLORADO

BALANCE SHEET

GOVERNMENTAL FUNDS

DECEMBER 31, 2021

With Comparative Totals for December 31, 2020

	SPECIAL REVENUE FUNDS		
	General Fund	Parks and Recreation Center Fund	Delta Urban Renewal Authority Fund
ASSETS AND DEFERRED OUTFLOWS			
ASSETS			
Current Assets			
Cash and Investments			
Cash	\$ 295,718	\$ 332,731	\$ 13,963
Investments	1,417,444	213,991	-
Restricted Cash and Investments	9,869	-	-
Receivables			
Accounts Receivable	443,749	285,591	-
Other Receivables	-	-	10,514
Inventory	-	3,259	-
Prepaid Expenses	931	1,750	-
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 2,167,711</u>	<u>\$ 837,322</u>	<u>\$ 24,477</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 206,345	\$ 27,285	\$ 1,416
Accrued Salaries and Benefits	85,268	35,657	-
Deposits and Escrow	263,124	31,190	-
Unearned Revenue	-	26,988	-
TOTAL LIABILITIES	<u>554,737</u>	<u>121,120</u>	<u>1,416</u>
DEFERRED INFLOWS OF FINANCIAL RESOURCES			
FUND BALANCE			
Nonspendable Fund Balance	9,869	11,056	-
Restricted Fund Balance	567,688	705,146	23,061
Assigned Fund Balance	478,537	-	-
Unassigned Fund Balance	556,880	-	-
TOTAL FUND BALANCE	<u>1,612,974</u>	<u>716,202</u>	<u>23,061</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 2,167,711</u>	<u>\$ 837,322</u>	<u>\$ 24,477</u>

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

SPECIAL REVENUE FUNDS

City-Wide Capital Improvement Fund	American Rescue Plan Act Fund	Other Funds	Total	
			2021	2020
\$ 78,361	\$ -	\$ 564,048	\$ 1,284,821	\$ 1,381,211
4,211,646	-	250,748	6,093,829	3,985,539
-	1,130,458	-	1,140,327	9,864
504,305	10	208,632	1,442,287	1,122,825
-	-	-	10,514	59,134
-	-	-	3,259	2,481
-	-	-	2,681	26,265
<u>\$ 4,794,312</u>	<u>\$ 1,130,468</u>	<u>\$ 1,023,428</u>	<u>\$ 9,977,718</u>	<u>\$ 6,587,319</u>
\$ 45,427	\$ -	\$ 212	\$ 280,685	\$ 358,154
-	-	-	120,925	265,463
15,556	-	-	309,870	206,651
-	1,130,446	-	1,157,434	6,678
<u>60,983</u>	<u>1,130,446</u>	<u>212</u>	<u>1,868,914</u>	<u>836,946</u>
-	-	65,205	86,130	93,141
4,733,329	22	958,011	6,987,257	4,643,922
-	-	-	478,537	586,949
-	-	-	556,880	426,361
<u>4,733,329</u>	<u>22</u>	<u>1,023,216</u>	<u>8,108,804</u>	<u>5,750,373</u>
<u>\$ 4,794,312</u>	<u>\$ 1,130,468</u>	<u>\$ 1,023,428</u>	<u>\$ 9,977,718</u>	<u>\$ 6,587,319</u>

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CITY OF DELTA, COLORADO

**RECONCILIATION OF GOVERNMENTAL FUND BALANCE
TO GOVERNMENTAL ACTIVITIES NET POSITION
DECEMBER 31, 2021**

Fund Balance - Governmental Funds		\$	8,108,804
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds			
Capital assets, not being depreciated	\$	3,534,250	
Capital assets, being depreciated		96,385,659	
Accumulated depreciation		<u>(65,127,602)</u>	34,792,307
Deferred charges related to the issuance of debt that are amortized over the life of the issue, but are not reported in the funds			
Deferred charge (gain) on refunding		624,877	
Bond premiums		<u>(2,178,285)</u>	(1,553,408)
Internal Service operations primarily benefit Governmental Activities			
Internal Service Fund Net Position			2,122,358
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.			
Bonds payable		(15,210,000)	
Accrued interest payable		(56,483)	
Accrued compensated absences		<u>(427,748)</u>	(15,694,231)
Total Net Position - Governmental Activities			<u>\$</u> <u>27,775,830</u>

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

CITY OF DELTA, COLORADO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	SPECIAL REVENUE FUNDS		
	General Fund	Parks and Recreation Center Fund	Delta Urban Renewal Authority Fund
REVENUES			
Taxes	\$ 3,329,697	\$ 2,633,661	\$ 8,331
Intergovernmental Revenues	920,708	500,645	10,514
Licenses and Permits	433,400	-	-
Fines and Forfeits	26,818	-	-
Internal Charges	810,925	-	-
Charges for Services	26,449	549,986	-
Investment Earnings	508	103	-
Other Revenues	95,345	15,392	-
TOTAL REVENUES	5,643,850	3,699,787	18,845
EXPENDITURES			
Current:			
General Government	1,998,206	-	-
Public Safety	2,951,306	-	-
Public Works	966,175	-	26,799
Parks, Recreation and Other	194,858	2,540,298	-
Internal Charges	356,626	283,971	-
Capital Outlay	130,047	700,403	-
Debt Service	-	-	-
TOTAL EXPENDITURES	6,597,218	3,524,672	26,799
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(953,368)	175,115	(7,954)
OTHER FINANCING SOURCES (USES)			
Transfers (In)	1,144,511	-	28,050
Transfers (Out)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	1,144,511	-	28,050
NET CHANGE IN FUND BALANCE - GAAP BASIS	191,143	175,115	20,096
FUND BALANCE, BEGINNING	1,421,831	541,087	2,965
FUND BALANCE, ENDING	\$ 1,612,974	\$ 716,202	\$ 23,061

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

SPECIAL REVENUE FUNDS

City-Wide Capital Improvement Fund	American Rescue Plan Act Fund	Other Funds	Total	
			2021	2020
\$ 3,617,220	\$ -	\$ 1,170,938	\$ 10,759,847	\$ 8,386,338
181,188	-	109,722	1,722,777	1,230,064
-	-	-	433,400	205,674
-	-	-	26,818	15,828
-	-	-	810,925	810,925
-	-	7,905	584,340	400,098
1,251	22	121	2,005	25,227
19,805	-	-	130,542	128,644
<u>3,819,464</u>	<u>22</u>	<u>1,288,686</u>	<u>14,470,654</u>	<u>11,202,798</u>
-	-	-	1,998,206	1,627,913
-	-	-	2,951,306	2,581,845
10,000	-	-	1,002,974	856,902
-	-	3,523	2,738,679	2,552,072
81,399	-	-	721,996	673,781
1,120,915	-	203,148	2,154,513	1,269,531
1,229,050	-	-	1,229,050	1,219,679
<u>2,441,364</u>	<u>-</u>	<u>206,671</u>	<u>12,796,724</u>	<u>10,781,723</u>
<u>1,378,100</u>	<u>22</u>	<u>1,082,015</u>	<u>1,673,930</u>	<u>421,075</u>
-	-	-	1,172,561	467,000
(18,420)	-	(469,640)	(488,060)	(117,000)
<u>(18,420)</u>	<u>-</u>	<u>(469,640)</u>	<u>684,501</u>	<u>350,000</u>
1,359,680	22	612,375	2,358,431	771,075
3,373,649	-	410,841	5,750,373	4,979,298
<u>\$ 4,733,329</u>	<u>\$ 22</u>	<u>\$ 1,023,216</u>	<u>\$ 8,108,804</u>	<u>\$ 5,750,373</u>

CITY OF DELTA, COLORADO

**RECONCILIATION OF GOVERNMENTAL FUNDS CHANGE IN FUND BALANCE
TO GOVERNMENTAL ACTIVITIES CHANGE IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2021**

Change in Fund Balance - Governmental Funds	\$	2,358,431
Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level		
Capitalized Asset Purchases	\$	1,938,844
Depreciation Expense	<u>(3,934,405)</u>	(1,995,561)
Internal Service operations primarily benefit Governmental Activities		
Change in net position - Internal Service Fund:		(1,253)
Repayments of long-term liabilities are expensed in the fund and reduce outstanding liabilities at the activity level. In addition, proceeds from long-term debt issuances are reported as revenues in the funds and increase liabilities at the activity level		
Principal payments on bonds payable	525,000	
Change in accrued interest payable	1,543	
Deferred gain on refunding	(63,651)	
Amortization of premiums and discounts	221,884	
Change in accrued compensated absences	<u>19,011</u>	<u>703,787</u>
Change in Net Position - Governmental Activities	\$	<u>1,065,404</u>

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

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CITY OF DELTA, COLORADO

STATEMENT OF NET POSITIONPROPRIETARY FUNDS

DECEMBER 31, 2021

With Comparative Totals for December 31, 2020

	<u>Business-type Activities</u>			
	<u>Municipal Light & Power</u>	<u>Sewer</u>	<u>Water</u>	<u>Golf Course</u>
	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Fund</u>
ASSETS AND DEFERRED OUTFLOWS				
ASSETS				
Current Assets				
Cash and Investments				
Cash	\$ 62,218	\$ 216,701	\$ 25,054	\$ 6,933
Investments	5,068,910	2,329,468	2,839,320	-
Receivables				
Accounts Receivable	688,110	131,870	134,385	-
Other Receivables	21,422	2,172	8,015	1,863
Inventory	287,779	146,168	140,264	6,195
Prepaid Expenses	-	-	-	4,600
Total Current Assets	<u>6,128,439</u>	<u>2,826,379</u>	<u>3,147,038</u>	<u>19,591</u>
Noncurrent Assets				
Capital Assets not being depreciated	103,950	518,557	259,534	143,940
Capital Assets being depreciated	13,742,622	19,008,621	10,574,395	4,696,007
Accumulated Depreciation	<u>(6,904,499)</u>	<u>(12,287,576)</u>	<u>(6,641,342)</u>	<u>(4,458,468)</u>
Total Noncurrent Assets	<u>6,942,073</u>	<u>7,239,602</u>	<u>4,192,587</u>	<u>381,479</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 13,070,512</u>	<u>\$ 10,065,981</u>	<u>\$ 7,339,625</u>	<u>\$ 401,070</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION				
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 555,762	\$ 19,492	\$ 83,806	\$ 7,884
Accrued Salaries and Benefits	11,794	12,159	8,049	9,744
Accrued Interest Payable	894	1,740	-	481
Unearned Revenue	-	-	-	13,124
Total Current Liabilities	<u>568,450</u>	<u>33,391</u>	<u>91,855</u>	<u>31,233</u>
Noncurrent Liabilities				
Due within one year	188,640	123,363	-	101,575
Due in more than one year	<u>1,337,229</u>	<u>1,442,137</u>	<u>20,933</u>	<u>755,583</u>
Total Noncurrent Liabilities	<u>1,525,869</u>	<u>1,565,500</u>	<u>20,933</u>	<u>857,158</u>
TOTAL LIABILITIES	<u>2,094,319</u>	<u>1,598,891</u>	<u>112,788</u>	<u>888,391</u>
DEFERRED INFLOWS OF FINANCIAL RESOURCES				
NET POSITION				
Net Investment in Capital Assets	5,471,705	5,718,132	4,192,587	(410,758)
Unrestricted Net Position	<u>5,504,488</u>	<u>2,748,958</u>	<u>3,034,250</u>	<u>(76,563)</u>
TOTAL NET POSITION	<u>10,976,193</u>	<u>8,467,090</u>	<u>7,226,837</u>	<u>(487,321)</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ 13,070,512</u>	<u>\$ 10,065,981</u>	<u>\$ 7,339,625</u>	<u>\$ 401,070</u>

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

Govt Activities

Other Funds	Total Enterprise Funds	Internal Service Fund	Total	
			2021	2020
\$ 6,304	\$ 317,210	\$ 172,867	\$ 490,077	\$ 510,956
948,142	11,185,840	380,031	11,565,871	12,110,411
				-
79,841	1,034,206	-	1,034,206	1,058,786
-	33,472	4,400	37,872	45,120
-	580,406	88,277	668,683	665,144
-	4,600	451	5,051	625
<u>1,034,287</u>	<u>13,155,734</u>	<u>646,026</u>	<u>13,801,760</u>	<u>14,391,042</u>
-	1,025,981	-	1,025,981	952,610
-	48,021,645	6,548,223	54,569,868	53,202,820
-	<u>(30,291,885)</u>	<u>(5,007,802)</u>	<u>(35,299,687)</u>	<u>(33,842,237)</u>
-	18,755,741	1,540,421	20,296,162	20,313,193
<u>\$ 1,034,287</u>	<u>\$ 31,911,475</u>	<u>\$ 2,186,447</u>	<u>\$ 34,097,922</u>	<u>\$ 34,704,235</u>
\$ 20,695	\$ 687,639	\$ 36,273	\$ 723,912	\$ 1,009,459
2,206	43,952	5,111	49,063	112,475
-	3,115	-	3,115	3,758
-	13,124	-	13,124	7,997
<u>22,901</u>	<u>747,830</u>	<u>41,384</u>	<u>789,214</u>	<u>1,133,689</u>
-	413,578	-	413,578	239,368
3,629	3,559,511	22,705	3,582,216	4,158,875
<u>3,629</u>	<u>3,973,089</u>	<u>22,705</u>	<u>3,995,794</u>	<u>4,398,243</u>
<u>26,530</u>	<u>4,720,919</u>	<u>64,089</u>	<u>4,785,008</u>	<u>5,531,932</u>
-	14,971,666	1,540,421	16,512,087	16,119,997
<u>1,007,757</u>	<u>12,218,890</u>	<u>581,937</u>	<u>12,800,827</u>	<u>13,052,306</u>
<u>1,007,757</u>	<u>27,190,556</u>	<u>2,122,358</u>	<u>29,312,914</u>	<u>29,172,303</u>
<u>\$ 1,034,287</u>	<u>\$ 31,911,475</u>	<u>\$ 2,186,447</u>	<u>\$ 34,097,922</u>	<u>\$ 34,704,235</u>

CITY OF DELTA, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	Business-type Activities			
	Municipal Light & Power	Sewer	Water	Golf Course
	Fund	Fund	Fund	Fund
Operating Revenues				
Utility Charges	\$ 6,580,439	\$ 1,361,199	\$ 2,008,477	\$ -
Golf Course Charges	-	-	-	781,248
Internal Charges	-	-	-	-
Other Charges for Services	46,649	10,447	4,709	-
Total Revenues	<u>6,627,088</u>	<u>1,371,646</u>	<u>2,013,186</u>	<u>781,248</u>
Operating Expenses				
Commodity Charges	4,436,701	-	604,886	-
Golf Course Pro and Concessions	-	-	-	519,034
Golf Course Maintenance	-	-	-	387,388
Management Fees/Internal Charges	522,775	281,643	300,070	200,147
Collection, Transmission and Distribution	683,268	303,523	497,064	-
Production and Treatment	-	-	369,977	-
Claims and Premiums	-	-	2,500	-
Maintenance	-	498,441	-	-
Administration	145,757	32,469	26,893	-
Depreciation Expense	377,673	507,825	254,587	41,271
Other Capital Outlay	25,376	-	-	-
Total Expenditures	<u>6,191,550</u>	<u>1,623,901</u>	<u>2,055,977</u>	<u>1,147,840</u>
Operating Income (Loss)	<u>435,538</u>	<u>(252,255)</u>	<u>(42,791)</u>	<u>(366,592)</u>
Other Income (Expense)				
Intergovernmental Revenue	-	-	-	19,049
Investment Earnings	2,374	1,046	1,394	-
Other Revenue	99,537	18,064	22,857	2,522
Interest Expense	(20,346)	(54,958)	-	(10,956)
Gain (Loss) on Sale of Assets	-	-	-	-
Total Other Income (Expense)	<u>81,565</u>	<u>(35,848)</u>	<u>24,251</u>	<u>10,615</u>
Net Income (Loss) before Transfers	517,103	(288,103)	(18,540)	(355,977)
Transfers				
Transfers In/(Out)	<u>(560,000)</u>	<u>(321,250)</u>	<u>(236,250)</u>	<u>417,500</u>
Net Income (Loss)	<u>(42,897)</u>	<u>(609,353)</u>	<u>(254,790)</u>	<u>61,523</u>
Contributed Capital				
Plant Investment Fees	<u>-</u>	<u>595,900</u>	<u>423,300</u>	<u>-</u>
Change in Net Position	<u>(42,897)</u>	<u>(13,453)</u>	<u>168,510</u>	<u>61,523</u>
Net Position, Beginning	<u>11,019,090</u>	<u>8,480,543</u>	<u>7,058,327</u>	<u>(548,844)</u>
Net Position, Ending	<u>\$ 10,976,193</u>	<u>\$ 8,467,090</u>	<u>\$ 7,226,837</u>	<u>\$ (487,321)</u>

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

**Govt
Activities**

Other Funds	Total Enterprise Funds	Internal Service Fund	Total	
			2021	2020
\$ 789,125	\$ 10,739,240	\$ -	\$ 10,739,240	\$ 10,734,214
-	781,248	-	781,248	599,328
-	-	1,142,619	1,142,619	1,114,629
-	61,805	78	61,883	30,758
<u>789,125</u>	<u>11,582,293</u>	<u>1,142,697</u>	<u>12,724,990</u>	<u>12,478,929</u>
-	5,041,587	-	5,041,587	4,965,985
-	519,034	-	519,034	326,641
-	387,388	-	387,388	359,932
324,353	1,628,988	140,261	1,769,249	1,735,393
405,024	1,888,879	-	1,888,879	1,940,778
-	369,977	-	369,977	337,778
-	2,500	30,488	32,988	71,745
-	498,441	726,133	1,224,574	1,143,412
-	205,119	-	205,119	195,328
-	1,181,356	418,908	1,600,264	1,580,852
-	25,376	-	25,376	38,106
<u>729,377</u>	<u>11,748,645</u>	<u>1,315,790</u>	<u>13,064,435</u>	<u>12,695,950</u>
<u>59,748</u>	<u>(166,352)</u>	<u>(173,093)</u>	<u>(339,445)</u>	<u>(217,021)</u>
-	19,049	-	19,049	10,305
396	5,210	249	5,459	85,011
8,037	151,017	4,400	155,417	191,426
-	(86,260)	-	(86,260)	(151,142)
-	-	51,692	51,692	19,026
<u>8,433</u>	<u>89,016</u>	<u>56,341</u>	<u>145,357</u>	<u>154,626</u>
68,181	(77,336)	(116,752)	(194,088)	(62,395)
<u>(100,000)</u>	<u>(800,000)</u>	<u>115,499</u>	<u>(684,501)</u>	<u>(350,000)</u>
<u>(31,819)</u>	<u>(877,336)</u>	<u>(1,253)</u>	<u>(878,589)</u>	<u>(412,395)</u>
-	1,019,200	-	1,019,200	228,650
<u>(31,819)</u>	<u>141,864</u>	<u>(1,253)</u>	<u>140,611</u>	<u>(183,745)</u>
<u>1,039,576</u>	<u>27,048,692</u>	<u>2,123,611</u>	<u>29,172,303</u>	<u>29,356,048</u>
<u>\$ 1,007,757</u>	<u>\$ 27,190,556</u>	<u>\$ 2,122,358</u>	<u>\$ 29,312,914</u>	<u>\$ 29,172,303</u>

CITY OF DELTA

STATEMENT OF CASH FLOWS -**PROPRIETARY FUNDS**

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	Business-type Activities			
	Municipal Light & Power	Sewer	Water	Golf Course
	Fund	Fund	Fund	Fund
Cash Flows From Operating Activities:				
Cash Received from Customers	\$ 6,652,487	\$ 1,373,101	\$ 2,016,086	\$ 787,790
Cash Received from Interfund Services Provided	-	-	-	-
Cash Paid to Suppliers	(5,183,332)	(478,406)	(1,217,879)	(413,761)
Cash Paid for Interfund Services	(522,775)	(281,643)	(300,070)	(200,147)
Cash Paid to Employees	(463,963)	(390,042)	(288,483)	(474,045)
Net Cash Provided by Operating Activities	<u>482,417</u>	<u>223,010</u>	<u>209,654</u>	<u>(300,163)</u>
Cash Flows From Capital and Related Financing Activities:				
Tap Fees Received	-	595,900	423,300	-
Debt Principal Payments	(188,640)	(118,906)	-	(101,575)
Grant Proceeds	-	-	-	19,049
Interest Payments	(20,470)	(55,410)	-	(11,023)
Proceeds of Capital Asset Sales	353,937	-	3,245	-
Acquisition of Capital Assets	(441,774)	(132,229)	(746,848)	(33,099)
Net Cash Flows Used by Capital and Related Financing Activities	<u>(296,947)</u>	<u>289,355</u>	<u>(320,303)</u>	<u>(126,648)</u>
Cash Flows (Uses) From Noncapital Financing Activities:				
Cash from Other Funds	(560,000)	(321,250)	(236,250)	417,500
Other Revenues (Expense)	99,537	18,064	22,857	2,522
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(460,463)</u>	<u>(303,186)</u>	<u>(213,393)</u>	<u>420,022</u>
Cash Flows (Uses) From Investing Activities:				
Interest Received	2,374	1,046	1,394	-
Net Increase (Decrease) in Cash	<u>(272,619)</u>	<u>210,225</u>	<u>(322,648)</u>	<u>(6,789)</u>
Cash - Beginning	5,403,747	2,335,944	3,187,022	13,722
Cash - Ending	<u>\$ 5,131,128</u>	<u>\$ 2,546,169</u>	<u>\$ 2,864,374</u>	<u>\$ 6,933</u>
Cash	\$ 62,218	\$ 216,701	\$ 25,054	\$ 6,933
Investments	5,068,910	2,329,468	2,839,320	-
Total	<u>\$ 5,131,128</u>	<u>\$ 2,546,169</u>	<u>\$ 2,864,374</u>	<u>\$ 6,933</u>
Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities:				
Operating Income (Loss)	\$ 435,538	\$ (252,255)	\$ (42,791)	\$ (366,592)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation Expense	377,673	507,825	254,587	41,271
Changes in Assets and Liabilities Related to Operations:				
(Increase) Decrease in:				
Accounts Receivable	24,351	(2,067)	3,881	-
Other Receivables	1,048	3,522	(981)	1,415
Inventory	8,720	(6,008)	(30,191)	2,619
Prepaid Expenses	-	-	-	(3,975)
(Increase) Decrease in:				
Accounts Payable	(348,065)	(11,672)	53,339	2,872
Accrued Salaries and Benefits	(18,031)	(12,369)	(11,106)	(8,853)
Unearned Revenue	-	-	-	5,127
Accrued Compensated Absences	1,183	(3,966)	(17,084)	25,953
Total Adjustments	<u>46,879</u>	<u>475,265</u>	<u>252,445</u>	<u>66,429</u>
Net Cash Used for Operating Activities	<u>\$ 482,417</u>	<u>\$ 223,010</u>	<u>\$ 209,654</u>	<u>\$ (300,163)</u>

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

Govt Activities				
Other	Total Enterprise	Internal Service	Total	
Funds	Funds	Fund	2021	2020
\$ 788,970	\$ 11,618,434	\$ 895	\$ 11,619,329	\$ 11,340,406
-	-	1,142,619	1,142,619	1,114,629
(309,588)	(7,602,966)	(532,836)	(8,135,802)	(7,249,305)
(324,353)	(1,628,988)	(140,261)	(1,769,249)	(1,735,393)
<u>(100,542)</u>	<u>(1,717,075)</u>	<u>(192,299)</u>	<u>(1,909,374)</u>	<u>(1,820,075)</u>
<u>54,487</u>	<u>669,405</u>	<u>278,118</u>	<u>947,523</u>	<u>1,650,262</u>
-	1,019,200	-	1,019,200	228,650
-	(409,121)	-	(409,121)	(405,200)
-	19,049	-	19,049	10,305
-	(86,903)	-	(86,903)	(155,335)
-	357,182	52,895	410,077	275,877
-	<u>(1,353,950)</u>	<u>(587,669)</u>	<u>(1,941,619)</u>	<u>(1,566,540)</u>
-	<u>(454,543)</u>	<u>(534,774)</u>	<u>(989,317)</u>	<u>(1,612,243)</u>
(100,000)	(800,000)	115,499	(684,501)	(350,000)
8,037	151,017	4,400	155,417	191,426
<u>(91,963)</u>	<u>(648,983)</u>	<u>119,899</u>	<u>(529,084)</u>	<u>(158,574)</u>
396	5,210	249	5,459	85,011
(37,080)	(428,911)	(136,508)	(565,419)	(35,544)
991,526	11,931,961	689,406	12,621,367	12,656,911
<u>\$ 954,446</u>	<u>\$ 11,503,050</u>	<u>\$ 552,898</u>	<u>\$ 12,055,948</u>	<u>\$ 12,621,367</u>
\$ 6,304	\$ 317,210	\$ 172,867	\$ 490,077	\$ 510,956
948,142	11,185,840	380,031	11,565,871	12,110,411
<u>\$ 954,446</u>	<u>\$ 11,503,050</u>	<u>\$ 552,898</u>	<u>\$ 12,055,948</u>	<u>\$ 12,621,367</u>
\$ 59,748	\$ (166,352)	\$ (173,093)	\$ (339,445)	\$ (217,021)
-	1,181,356	418,908	1,600,264	1,580,852
(1,664)	24,501	78	24,579	(14,395)
1,509	6,513	739	7,252	(9,616)
-	(24,860)	21,321	(3,539)	14,319
-	(3,975)	(450)	(4,425)	2,081
4,689	(298,837)	13,288	(285,549)	274,742
(5,363)	(55,722)	(7,692)	(63,414)	13,293
-	5,127	-	5,127	117
<u>(4,432)</u>	<u>1,654</u>	<u>5,019</u>	<u>6,673</u>	<u>5,890.00</u>
<u>(5,261)</u>	<u>835,757</u>	<u>451,211</u>	<u>1,286,968</u>	<u>1,867,283</u>
<u>\$ 54,487</u>	<u>\$ 669,405</u>	<u>\$ 278,118</u>	<u>\$ 947,523</u>	<u>\$ 1,650,262</u>

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. THE FINANCIAL REPORTING ENTITY

The City of Delta, Colorado (referred to hereafter as the City) is incorporated as a home-rule City under the laws of the State of Colorado with a Council-Manager form of government. The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Blended Component Unit – The Delta Urban Renewal Authority is responsible for downtown beautification projects and is governed by a board comprised of the City’s elected council.

B. BASIS OF PRESENTATION, BASIS OF ACCOUNTING

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government (the City). These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the *governmental* and *business-type* activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City’s governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Municipal Light & Power, Sewer, Water, Golf Course, Refuse and the City’s internal service funds are charges to customers for sales and services. The Utility Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION, BASIS OF ACCOUNTING (continued)

Fund Financial Statements: The fund financial statements provide information about the City's funds. Separate statements for each fund category – *governmental and proprietary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The City does not have *fiduciary* fund types.

The City reports the following major governmental funds:

General Fund. This 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.

Parks & Rec. Center Fund. This fund accounts for the revenues and expenditures associated with recreational activities and to account for sales tax revenues collected.

City-Wide Capital Improvement Fund. This fund accounts for sales tax revenues used to improve streets and sidewalks, capital improvements, and to reduce debt incurred for city-wide improvements.

American Rescue Plan Act Fund. The fund accounts for Coronavirus relief revenues and expenditures related to the U.S. Department of the Treasury relief guidelines.

The City reports the following major enterprise funds:

Municipal Light & Power Fund. This fund accounts for revenues and expenses associated with providing electric services to City residents.

Sewer Fund. This fund accounts for revenues and expenses associated with the collection and treatment of sewage within the City.

Water Fund. This fund accounts for revenues and expenses associated with providing water services to City residents.

Golf Course Fund. This fund accounts for revenues and expenses associated with the public golf course operated by the City.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION, BASIS OF ACCOUNTING (continued)

The City reports the following fund type:

Internal Service Fund. This fund accounts for equipment purchases provided to other departments on a cost-reimbursement basis.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING

Government-wide and Proprietary Fund Financial Statements. The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchanges, include sales taxes, grants, entitlements, and donations. On an accrual basis, revenue from sales taxes are recognized in the period for which the taxes are collected by vendors. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

D. ASSETS, LIABILITIES, AND EQUITY

Deposits and investments. The cash balances of substantially all funds are pooled for the purpose of increasing earnings through investment activities. The pool's investments are reported at fair value at December 31, 2021 based on market prices. The individual funds' portions of the pool's fair value are presented as cash and cash equivalents or short-term investments. Earnings on the pooled funds are apportioned and paid or credited to the funds monthly based on the average monthly balance of each participating fund.

Cash and cash equivalents. The City considers all cash on hand, demand deposits and short-term highly liquid investments with an original maturity of three months or less to be cash equivalents.

Property taxes. Property taxes are levied on December 22 and attach as a lien on property the following January 1. They are payable in full by April 30 or in two equal installments due February 28 and June 15. Property taxes levied in the current year and collected in the following year are reported as a receivable at December 31, net of an estimated uncollectible portion.

For the fiscal year 2021, the City did not levy property taxes.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITIES, AND EQUITY (continued)

Inventories. Inventories of supplies in the proprietary fund types are stated at cost using the first-in/first-out (FIFO) method.

Capital assets. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. General infrastructure assets are reported at estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Assets with a useful life of a year or greater with an acquisition value of at least \$1,000 are capitalized.

Enterprise Fund construction costs are increased by interest incurred on bonds during the construction period and reduced by earnings from investment of the unexpended bond proceeds.

Depreciation is calculated using the straight-line method over the estimated useful lives, and no depreciation is recorded in the year of acquisition or construction of such assets. Capital assets acquired by capital lease are depreciated over the estimated useful lives and are included in depreciation expense in the appropriate fund. The estimated useful lives are as follows:

Infrastructure	15 years
Equipment	5-15 years
Transmission and Distribution lines and meters	20-40 years
Treatment and Filtration plants	20-50 years
Buildings	35 years

Long-term debt. 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.

In the fund financial statements, governmental fund types the face amount of debt issued is reported as other financing sources.

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITIES, AND EQUITY (continued)

Compensated absences. The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated vacation and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. The City has a policy to award a one-time cash payment between \$250 and \$1,000 to employees who retire with fifteen or more continuous years of service with the City. For 2018, no employee would be eligible based on this criteria, so no liability has been accrued.

Deferred Inflows of Resources. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises both under the full accrual and modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported in both the governmental activities statement of net position and in the governmental funds balance sheet. The governmental funds report unavailable revenues from recreation center fund prepaid funds plus the city wide capital fund deposits on account. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Net Position/Fund Balances. In the government-wide financial statements and for the proprietary fund statements, net position are either shown as net investment in capital assets, with these assets essentially being nonexpendable; restricted when constraints placed on the net position are externally imposed; or unrestricted.

For the governmental fund presentation, fund balances that are classified as “nonspendable” include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.

Fund balance are reported as “restricted” when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision-making authority, the City Council, are reported as “committed” fund balance. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. ASSETS, LIABILITIES, AND EQUITY (continued)

Amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed, should be reported as "assigned" fund balance. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

All remaining fund balance in the General Fund or deficits in the other governmental funds are presented as unassigned.

Net Position/Fund Equity Flow Assumptions. Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance, if allowed under the terms of the restriction. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

E. BUDGETS AND BUDGETARY ACCOUNTING

The City follows these procedures in establishing budgets:

1. Budgets are required by state law for all governmental and proprietary funds.
2. During September the proposed budget is submitted to the City Council for the fiscal year commencing the following January 1.
3. Prior to December 31, the budget is adopted and appropriations are authorized by ordinance at the fund level for all funds. The legal level of budgetary control is at the individual fund level for all funds.
4. Budgets are adopted on a basis consistent with the accounting basis of all funds except for proprietary-type funds. In the proprietary funds, the City budgets for capital outlays, and bond principal and interest payments and does not budget for depreciation.
5. Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by department and class and in total by each fund. The total fund level constitutes the legal level of control. Expenditures may not exceed appropriations at this level. Budget revisions at this level are subject to approval by ordinance from the City Council. Within the fund level control basis, management may transfer appropriations without Council approval. Budget amounts included in the budgetary comparison schedules are based on the final legally amended budget.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. BUDGETS AND BUDGETARY ACCOUNTING (continued)

6. Appropriations lapse at the end of each year, and the City Council may adopt supplemental appropriations during the year. The City Council may add to, subtract from or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the City Manager or the revenue estimates must be changed by the City Council when adopting supplemental appropriations.

Originally adopted budgeted and appropriated expenditures for the year ended December 31, 2021 are as follows:

	Original Budget	Supplemental Budget	Final Budget
General Fund	\$ 5,686,669	\$ 640,000	\$ 6,326,669
Parks & Rec. Center Fund	3,414,671	22,000	3,436,671
City-Wide Capital Improvement Fund	2,858,478	482,000	3,340,478
Nonmajor Governmental Funds	1,483,150	-	1,483,150
Municipal Light & Power Fund	7,439,142	-	7,439,142
Sewer Fund	2,165,675	-	2,165,675
Water Fund	3,043,721	46,000	3,089,721
Golf Course Fund	1,067,010	87,000	1,154,010
Nonmajor Enterprise Fund	872,496	-	872,496
D.U.R.A.	-	54,000	54,000
Back the Badge	-	460,000	460,000
Internal Service Funds	1,456,420	112,000	1,568,420
Total Appropriations	\$ 29,487,432	\$ 1,903,000	\$ 31,390,432

For the year ended December 31, 2021, the City expended amounts in excess of the amounts budgeted for the General Fund, Parks & Rec Fund, Golf Course Fund, Perpetual Care Fund and the Back the Badge Fund. Such over expenditures may be a violation of Colorado State Law and the City's charter.

F. COMPARATIVE DATA

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

2 - DEPOSITS AND INVESTMENTS

DEPOSITS

The Colorado Public Deposit Protection Act (PDPA), requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must at least be equal to 102% of the aggregate uninsured deposits.

CUSTODIAL CREDIT RISK - DEPOSITS

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a deposit policy for custodial credit risk. As of December 31, 2021, none of the City's bank balances of \$21,054,757 were exposed to custodial credit risk as \$250,000 was insured and \$20,804,757 was collateralized by securities pledged by financial institutions. Book balances of the City's deposits were \$20,571,523. The City also has \$3,400 of cash on hand included as cash and cash equivalents for financial statement presentation.

INVESTMENTS

The following are the major categories of assets measured at fair value on a recurring basis during the year ended December 31, 2021 using quoted market prices in active markets (Level 1), significant observable inputs for similar assets (Level 2) and significant unobservable inputs (Level 3). The City's local government pool investments are not subject to categorization:

<u>Description</u>	<u>Weighted</u>		<u>Rating</u>
	<u>Maturity</u>	<u>Fair Value</u>	
Colotrust Plus +	N/A	\$ 11,708,341	AAAm
Csafe	N/A	5,961,227	AAAm
Total Investments		<u>\$ 17,669,567</u>	

During the year ended December 31, 2021, the City invested funds in CSAFE & Colotrust. As investments pools, they operate under the Colorado Revised Statutes (24-75-701) and are overseen by the Colorado Securities Commissioner. The pools invest in securities that are specified by Colorado Revised Statutes (24-75-601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). The pools operate similar to a 2a-7-like money market fund with a share value equal to \$1.00 and a maximum weighted average maturity of 60 days. The pools are rated AAAm by the Standard and Poor's Corporation. The City values these assets using Amortized Cost Basis.

Interest rate risk. The City does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

2 - DEPOSITS AND INVESTMENTS (continued)

Credit risk. Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest including obligations of the United States and certain U.S. government agency securities; certain international agency securities; general obligation and revenue bonds of U.S. local government entities; bankers' acceptances of certain banks; commercial paper; local government investment pools; written repurchase agreements collateralized by certain authorized securities; certain money market funds; and guaranteed investment contracts.

The City's general investment policy is to apply the prudent-person rule: Prudence and protection of City funds are the primary criteria. All investments and bid requests for investments are predicated on liquidity, yield, safety and interest of the local economy. As of December 31, 2021, the City's investment in Colotrust Plus and Csafe were rated AAAM by Standard & Poor's.

Concentration of credit risk. Investments must be in accordance with Colorado statutes and no more than 80% of the total portfolio may be invested in any single type of investment. Investments in any one financial institution may not exceed 30% of the City's portfolio unless the investments are obligations of the United States Government.

A reconciliation of cash and investment balances is as follows:

Cash & cash equivalents	\$ 2,834,106
Investments	17,659,698
Temporarily restricted investments	9,869
Permanently restricted cash	<u>71,250</u>
Total	<u>20,574,923</u>
Petty Cash	3,400
Cash Deposits	2,901,956
Government Pools	<u>17,669,567</u>
	<u>\$ 20,574,923</u>

<u>Description</u>	<u>Fair Value</u>
Cash & cash equivalents	\$ 2,834,106
Investments	17,659,698
Restricted governmental pools(police seizure)	9,869
Permanently restricted deposit (perpetual care deposits)	<u>71,250</u>
Total	<u>\$ 20,574,923</u>

These balances are allocated in the financial statements as follows:

Government-wide cash	\$ 2,834,106
Government-wide investments	17,659,698
Government-wide restricted investments	9,869
Government-wide permanently restricted cash	<u>71,250</u>
	<u>\$ 20,574,923</u>

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

3. - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2021 was as follows:

Governmental Activities

	Beginning Balance	Increases	Decreases	Ending Balances
Capital assets not being depreciated:				
Land	\$ 3,534,250	\$ -	\$ -	\$ 3,534,250
Total Capital assets not being depreciated	<u>3,534,250</u>	<u>-</u>	<u>-</u>	<u>3,534,250</u>
Capital assets being depreciated:				
Land improvements	8,680,444	701,917	-	9,382,361
Infrastructure - road network	77,246,901	551,207	-	77,798,108
Buildings	7,740,310	446,830	-	8,187,140
Vehicles	2,766,213	160,128	18,300	2,908,041
Equipment	4,117,517	665,230	121,515	4,661,232
Total capital assets being depreciated	<u>100,551,385</u>	<u>2,525,312</u>	<u>139,815</u>	<u>102,936,882</u>
Less accumulated depreciation for:				
Land improvements	5,996,525	372,446	-	6,368,971
Infrastructure - road network	49,264,105	3,319,244	-	52,583,349
Buildings	5,307,133	193,575	-	5,500,708
Vehicles	2,074,610	209,825	18,300	2,266,135
Equipment	3,282,532	258,224	121,515	3,419,241
Total accumulated depreciation	<u>65,924,905</u>	<u>4,353,314</u>	<u>139,815</u>	<u>70,138,404</u>
Total capital assets being depreciated, net	<u>34,626,480</u>	<u>(1,828,002)</u>	<u>-</u>	<u>32,798,478</u>
Governmental activity capital assets, net	<u>\$ 38,160,730</u>	<u>\$ (1,828,002)</u>	<u>\$ -</u>	<u>\$ 36,332,728</u>

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

3. – CAPITAL ASSETS (continued)

	<u>Business-Type Activities</u>			Ending Balances
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	
Capital assets not being depreciated:				
Land and Easements	\$ 952,610	\$ -	\$ -	\$ 952,610
Construction in Progress	-	73,371	-	73,371
Total Capital assets not being depreciated	<u>952,610</u>	<u>73,371</u>	<u>-</u>	<u>1,025,981</u>
Capital assets being depreciated:				
Land improvements	3,625,777	-	-	3,625,777
Water rights and storage reservoirs	607,491	-	-	607,491
Treatment and generation facilities	9,793,435	-	-	9,793,435
Collection, transmission and distribution system	30,676,310	827,484	-	31,503,794
Buildings and improvements	1,154,714	19,734	-	1,174,448
Street lighting & Fiber Optic system	671,207	17,333	-	688,540
Equipment	569,313	58,847	-	628,160
Total capital assets being depreciated	<u>47,098,247</u>	<u>923,398</u>	<u>-</u>	<u>48,021,645</u>
Less accumulated depreciation for:				
Land improvements	3,625,778	-	-	3,625,778
Water rights and storage reservoirs	139,654	5,717	-	145,371
Treatment and generation facilities	7,075,639	246,578	-	7,322,217
Collection, transmission and distribution system	16,687,291	839,975	-	17,527,266
Buildings and improvements	901,311	42,383	-	943,694
Street lighting system	161,313	30,493	-	191,806
Equipment	519,545	16,208	-	535,753
Total accumulated depreciation	<u>29,110,531</u>	<u>1,181,354</u>	<u>-</u>	<u>30,291,885</u>
Total capital assets being depreciated, net	<u>17,987,716</u>	<u>(257,956)</u>	<u>-</u>	<u>17,729,760</u>
Business-Type activity capital assets, net	<u><u>\$ 18,940,326</u></u>	<u><u>\$ (184,585)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 18,755,741</u></u>

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

3 - CAPITAL ASSETS (continued)

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

Governmental Activities	
General government	\$ 53,073
Public safety	32,774
Public works, including depreciation of general infrastructure assets	3,319,244
Parks and recreation	529,315
Capital assets held by the City's internal service fund are charged to various functions based on their usage of the assets	<u>418,908</u>
Total Depreciation expense	
Governmental activities	<u><u>\$ 4,353,314</u></u>
Business-Type Activities	
Municipal Light and Power	\$ 377,673
Golf Course	41,271
Sewer	507,825
Water	<u>254,587</u>
Total Depreciation expense	
Business-Type activities	<u><u>\$ 1,181,356</u></u>

4 - EMPLOYEE RETIREMENT PLANS

The City provides pension benefits for all of its full time employees in two separate defined contribution plans. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings.

All non-police employees are eligible to participate in the plan that is administered by the City six months from the date of employment, police officers participate from the date of hire. City ordinance requires that the City contribute 5% of the non-police employee's base salary and 10% of the police officer's base salary. Non-police employees are required to contribute 3% of their base salary and may elect to contribute up to 10%. Police officers are required to contribute 8% of their base salary. City contributions for all employees become 20% vested after the first year, increasing an additional 20% each year until the employee becomes fully vested after 5 years. Any nonvested City contributions forfeited by an employee who leaves the City's employment are remitted to the City. The City's policy is to use these forfeited contributions to pay the expenses of administering the plan or reduce future contributions to the plan.

The City's total payroll for fiscal year 2021 was \$6,294,769. The City's contributions were calculated using the base salary of \$5,130,730. The City made the required contributions of \$331,476 and the employees made required and elective contribution of \$227,575 for a total amount of \$559,051.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

5 - COMMITMENTS

Raw Water Purchase

The City has entered into a contract with the Tri-County Conservancy District to purchase water from the Dallas Creek Project as follows:

<u>Annual Purchase and Operation and Maintenance Commitment</u>	<u>Calendar Years</u>	<u>Annual Payments</u>
Block One, Two and Three 3,700 acre feet annually	2022-2049	\$ 318,620

The purchase price per acre foot shall not exceed the average cost of all municipal and industrial water for which the Tri-County Water Conservancy District is obligated to pay the United States for such water which is limited to \$38,000,000. The purchase price is currently \$77.61 per acre foot; with potential cost adjustments at no longer than five year intervals. Such annual payments are subject to adjustment as a result of rate adjustments. In addition, the City pays the District a proportionate amount of the operations, maintenance and replacement costs of the project attributable to municipal and industrial uses which were set at \$8.50 per acre foot subject to annual adjustment.

Electricity Purchase

The City has entered into a contract with the Western Area Power Administration (WAPA) through the year 2024 to purchase electrical energy at quantities and rates mutually agreed upon on an annual basis between WAPA and the City.

The City has a contract with the Municipal Energy Agency of Nebraska (MEAN) which shall continue in effect for a period of 25 years to purchase electrical energy needed in excess of the amounts contracted with WAPA as follows:

	<u>Rate</u>
Energy Charge	0.0407

During 2021, the City purchased 62,300,554 kilowatt hours for \$4,436,701.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

6 - LONG-TERM DEBT

A. CITY OF DELTA SALES AND USE TAX REVENUE BONDS PAYABLE FROM GOVERNMENTAL ACTIVITIES:

In November 2019, the City issued 16,230,000 Sales & Use Tax Revenue Refunding Bonds Series 2019. The bonds were issued by the City to fully refund the Series 2020 Sales & Use Tax Revenue Bonds. These Bonds yield interest at 1.26% to 3.215% payable on June 1 and December 1 through 2039. This refunding created a net present value savings of \$2,460,912 for the City. The City purchased a surety bond in lieu of a cash bond reserve.

Total Outstanding Sales and Use Tax Revenue Refunding Bonds as of December 31st, 2021 = \$15,210,000

B. CITY OF DELTA SEWER REVENUE REFUNDING BANK LOAN, GOLF COURSE AND MUNICIPAL LIGHT AND POWER NOTE PAYBLE FROM BUSINESS-TYPE ACTIVITIES:

\$2,509,154 Sewer Revenue Refunding Bank Loan of May 18, 2012 bearing interest of 3.43% until May 18th, 2032 due in monthly principal and interest installments of \$14,526.

Total Outstanding Sewer Revenue Refunding Bank Loan as of December 31st, 2021 = \$1,521,444.

\$7,000,000 Golf Course and Municipal Light and Power Note Payable of August 15, 2005 payable in variable monthly installments, including interest at a variable rate currently at 1.32%; matures August 15, 2025, with a balloon payment of approximately \$1,101,748.

Total Outstanding Golf Course and M.L&P. Note Payable as of December 31st, 2021 = \$2,262,608.

Total payable from business-type activities: \$ 3,784,052

C. PRINCIPAL AND INTEREST PAYMENT REQUIREMENTS

Principal and interest payment requirements on the City's General Obligation, Revenue Bonds and Notes payable from governmental and business-type activities are as follows:

<u>Year</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 550,000	\$ 677,800	\$ 413,578	\$ 104,193
2023	575,000	650,300	417,938	101,775
2024	610,000	621,550	422,328	88,678
2025	640,000	591,050	427,119	75,180
2026	675,000	559,050	1,243,489	32,575
2027-2031	3,890,000	2,256,250	787,395	84,185
2032-2036	4,865,000	1,279,800	72,205	633
2037-2039	3,405,000	276,000		
	<u>\$ 15,210,000</u>	<u>\$ 6,911,800</u>	<u>\$ 3,784,052</u>	<u>\$ 487,219</u>

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

6 - LONG-TERM DEBT (continued)

D. CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended December 31, 2021 was as follows:

	<u>Governmental Activities</u>					
	Balance			Balance	Due within	Interest
	<u>12-31-2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>12-31-2021</u>	<u>one year</u>	<u>Expense</u>
2019 Sales & Use Tax Revenue Bonds	\$ 15,735,000	\$ -	\$525,000	\$15,210,000	\$ 550,000	\$ 677,800
Bond Premiums	2,400,169	-	221,884	2,178,285	-	-
Compensated Absences	446,759	3,694	-	450,453	-	-
Total	<u>\$ 18,581,928</u>	<u>\$ 3,694</u>	<u>\$746,884</u>	<u>\$17,838,738</u>	<u>\$ 550,000</u>	<u>\$ 677,800</u>

	<u>Business-Type Activities</u>					
	Balance			Balance	Due within	Interest
	<u>12-31-2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>12-31-2021</u>	<u>one year</u>	<u>Expense</u>
2012 Sewer Revenue Bank Loan	\$ 1,640,376	\$ -	\$118,906	\$ 1,521,470	\$ 123,363	\$ 50,953
Golf Course & M.L.&P. Note Payable	2,552,820	-	290,215	2,262,605	290,215	53,240
Compensated Absences	205,047	-	16,033	189,014	-	-
Total	<u>\$ 4,398,243</u>	<u>\$ -</u>	<u>\$425,154</u>	<u>\$ 3,973,089</u>	<u>\$ 413,578</u>	<u>\$ 104,193</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for those funds are included as part of the above totals for governmental activities. At year end, \$22,705 of accrued costs of compensated absences are included in the above amounts. Also, for the governmental activities, accrued costs of employees' future compensated absences are generally liquidated by the general fund and the parks and recreation center fund.

E. INTEREST EXPENSE

Interest incurred and expensed in the major enterprise funds was as follows:

	Municipal	Golf	
	<u>Light & Power</u>	<u>Course</u>	<u>Sewer</u>
Interest Expense	\$ 20,346	\$ 10,956	\$ 54,958

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

6 - LONG-TERM DEBT (continued)

F. RATE MAINTENANCE

The loan agreement dated August 15, 2005 and Ordinance No. 5, 2005, dated July 5, 2005, for the Municipal Light & Power Fund (MLP) requires the City to establish, maintain, enforce, and collect rates, fees, and charges for services furnished by, or the use of, the MLP system to create Net Revenue (Gross Revenue after deducting Operation and Maintenance expenses) in an amount equal to not less than 100% of the amount necessary to pay when due the principal of and interest on the loan coming due during such calendar year. In the event that the Net Revenue at any time is not sufficient to make such payments, the City shall promptly increase such rates, fees, and charges to an extent which will ensure the payments and accumulations required by Ordinance No. 5, 2005.

G. INTEREST RATE SWAP

The interest rate swap agreement for the above loan ended on August 15, 2020. The loan is on a variable interest rate for the term of the loan.

7 - INTERFUND TRANSFERS and Charges

Interfund Transfers

Interfund transfers to supplement the expenditures/expenses of other funds were as follows:

Transfers Out	Transfers In						Total
	Debt Service Fund	General Fund	CWCI Fund	Golf Fund	Nonmajor Governmental Fund	Internal Service Fund	
City-Wide Capital Improvement Fund	\$ 1,204,050	\$ -	\$ -	\$ -	\$ 28,050	\$ -	\$1,232,100
ML&P Fund	-	400,000	-	160,000	-	-	560,000
Sewer Fund	-	200,000	-	121,250	-	-	321,250
Water Fund	-	100,000	-	136,250	-	-	236,250
Refuse Fund	-	100,000	-	-	-	-	100,000
Dental Fund	-	16,292	-	-	-	-	16,292
Back the Badge Fund	-	328,219	9,630	-	-	131,791	469,640
	<u>\$ 1,204,050</u>	<u>\$ 1,144,511</u>	<u>\$ 9,630</u>	<u>\$ 417,500</u>	<u>\$ 28,050</u>	<u>\$ 131,791</u>	<u>\$2,935,532</u>

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

7 – INTERFUND TRANSFERS and Charges (Continued)

Interfund Charges

The following amounts represent internal charges for service rendered to the other funds:

	Franchise Fee Equivalent	Administrative Management Fees	Internal Service Fund Charges	Net Charges
Revenue/(Expense)				
General Fund	\$ 537,700	\$ 810,925	\$ (313,310)	\$ 1,035,315
Parks & Rec Fund	-	(157,168)	(113,433)	(270,601)
C.W.C.I. Fund	-	(81,399)	-	(81,399)
M.L.&P. Fund	(330,528)	(109,549)	(76,218)	(516,295)
Sewer Fund	(67,502)	(114,894)	(93,420)	(275,816)
Water Fund	(100,359)	(96,611)	(92,558)	(289,528)
Refuse Fund	(39,311)	(98,176)	(162,299)	(299,786)
Golf Course Fund	-	(81,741)	(118,406)	(200,147)
Internal Service Fund	-	(71,387)	969,644	898,257
Net Charges	\$ -	\$ -	\$ -	\$ -

8 – JOINTLY GOVERNED ORGANIZATION

Project 7 Water Authority

In 1977, the City along with the City of Montrose, the Town of Olathe, the Tri-County Water Conservancy District and the Menoken Water District entered into a contract to create a separate governmental entity, the Project 7 Water Authority, which owns and operates a water treatment facility. The Authority is governed by a board consisting of appointed representatives from each of the contracting entities. The Authority produces treated water that is purchased by the 5 contracting parties and one other water district that operate water distribution systems. The City is obligated by contract to purchase the treatment of 500 million gallons of water annually from the Authority so long as the Authority has any unpaid debt, other than from operating expenses. The rate for 2020 was \$1 per thousand gallons which results in a minimum annual purchase commitment of \$500,000, but the rate charged may be changed by action of the Authority. During 2021 the City was allowed to purchase treatment of 526 million gallons for \$604,886 since the other entities in the joint venture purchased amounts less of their commitments. At December 31, 2021, the City owed the Authority \$27,029. Separate financial statements of Project 7 Water Authority are available from the Authority.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

9 – RISK MANAGEMENT

Participation in Public Entity Risk Pool

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City is a participant in the Colorado Intergovernmental Risk Sharing Agency (CIRSA). CIRSA operates as a common risk management and insurance program for 238 members participating in the Property & Casualty Pool . The City pays an annual premium to CIRSA for its general insurance coverage. The agreement for formation of CIRSA provides that CIRSA will be financed by member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event. The City continues to carry commercial insurance for worker’s compensation, employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Unemployment Benefit Plan

The City does not purchase unemployment insurance and self-insures for unemployment benefits payable to former employees. The City records incurred but not reported unemployment claims liability in the funds based on actual experience of outstanding unemployment claims. Changes in the reported unemployment claims liability since January 1, 2020 resulted from the following:

Year	<u>Unemployment Claims</u>			
	<u>Beginning</u> <u>Balance</u>	<u>Claims & Changes</u> <u>in Estimates</u>	<u>Claim Balance</u> <u>Payments</u>	<u>Ending</u> <u>Balance</u>
2020	\$ -	\$ 39,737	\$ 39,737	\$ -
2021	\$ -	\$ 63,207	\$ 63,207	\$ -

10 - TAX, SPENDING AND DEBT LIMITATIONS

The State Constitution, Article X, Section 20, has several limitations regarding revenue raising, spending abilities, and other specific requirements of state and local governments. The Section is complex and subject to judicial interpretation. The City believes it is in compliance with the requirements of the Section. However, the City has made certain interpretations of the Section's language in order to determine its compliance. The emergency reserves required under the Section have been funded in the General Fund.

11 - CONTINGENT LIABILITIES

Under the terms of federal and state grants, costs may be questioned as not being appropriate expenses that could lead to reimbursement to the grantor agencies. City management is not aware of any such expenses that would not be allowed. The City has received notices of claims for damages from one party. The City attorney is not able to make any conclusions as to material loss contingencies not covered by insurance resulting from any potential litigation. No adjustments to the financial statements have been made for such contingencies.

CITY OF DELTA, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2021

12 – FUND BALANCE DETAIL

	General Fund	Parks & Recreation Center Fund	DURA	City-wide Capital Improvement Fund	American Rescue Plan Act Fund	Back the Badge Fund	Other Governmental Fund
Fund Balances:							
Nonspendable:							
PD Hold Account	\$ 9,869	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Swim Trust	-	6,045	-	-	-	-	-
Prepays & Inventory	-	5,010	-	-	-	-	-
Perpetual Care	-	-	-	-	-	-	65,205
Restricted for:							
Emergency	409,757	-	-	-	-	-	-
Conservation Trust Fund	-	-	-	-	-	-	256,713
Parks & Recreation Center	36,052	705,146	-	-	-	-	-
Refund	99,610	-	-	-	-	-	-
C.W.C.I. Fund	-	-	-	4,733,330	-	-	-
DURA	-	-	23,061	-	-	-	-
American Rescue Plan Act	-	-	-	-	22	-	-
Back the Badge	-	-	-	-	-	701,298	-
Police Seizure	22,269	-	-	-	-	-	-
Assigned for:							
Subsequent year's expenditures	478,537	-	-	-	-	-	-
Unassigned:							
General Fund	556,880	-	-	-	-	-	-
	<u>\$ 1,612,974</u>	<u>\$ 716,201</u>	<u>\$ 23,061</u>	<u>\$ 4,733,330</u>	<u>\$ 22</u>	<u>\$ 701,298</u>	<u>\$ 321,918</u>

13 – DEFICIT NET POSITION

The Golf Course Fund has an overall net position deficit of \$(487,321), a deficit net investment in capital assets of \$(410,758) and an unrestricted net position deficit of \$(76,564) as of December 31, 2021.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

General Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021				
	Original Budget	Final Budget	Actual	Variance With Final Budget	2020 Actual
REVENUES					
Taxes					
Sales and Use Taxes	\$ 2,235,624	\$ 2,235,624	\$ 2,633,621	\$ 397,997	\$ 2,266,902
Franchise and In Lieu of Taxes	661,000	661,000	678,233	17,233	679,030
Other Taxes	18,000	18,000	17,843	(157)	18,223
Total Tax Revenue	<u>2,914,624</u>	<u>2,914,624</u>	<u>3,329,697</u>	<u>415,073</u>	<u>2,964,155</u>
Intergovernmental Revenues					
Cigarette Taxes	21,000	21,000	20,224	(776)	22,153
Highway Users	304,132	304,132	370,807	66,675	301,722
Road and Bridge	40,000	40,000	40,404	404	40,137
Clerk/Motor Vehicle Fees	37,000	37,000	41,005	4,005	39,421
Mineral Lease	25,000	25,000	47,577	22,577	22,629
Severance Tax	28,000	28,000	8,535	(19,465)	27,873
Federal Grants	27,910	27,910	361,127	333,217	300,770
State Grants	38,100	38,100	31,029	(7,071)	53,364
Other Intergovernmental	-	-	-	-	50,000
Total Intergovernmental Revenue	<u>521,142</u>	<u>521,142</u>	<u>920,708</u>	<u>399,566</u>	<u>858,069</u>
Licenses and Permits					
Liquor Licenses	4,500	4,500	5,364	864	5,070
Building Permits	52,000	52,000	266,563	214,563	107,404
Annexation/Other P&Z Fees	33,000	33,000	111,413	78,413	58,015
Animal Licenses	1,400	1,400	2,350	950	1,325
Other Licenses	27,500	27,500	47,710	20,210	33,860
Total Licenses and Permits	<u>118,400</u>	<u>118,400</u>	<u>433,400</u>	<u>315,000</u>	<u>205,674</u>
Fines and Forfeits					
	<u>25,000</u>	<u>25,000</u>	<u>26,818</u>	<u>1,818</u>	<u>15,828</u>
Internal Charges					
Administrative/Management Fees	<u>823,608</u>	<u>823,608</u>	<u>810,925</u>	<u>(12,683)</u>	<u>810,925</u>
Charges for Services					
Utility Charges	4,800	4,800	2,400	(2,400)	4,800
Sales of Goods	6,500	6,500	12,895	6,395	8,115
Other Charges for Services	28,100	28,100	11,154	(16,946)	1,658
Total Charges for Services	<u>39,400</u>	<u>39,400</u>	<u>26,449</u>	<u>(12,951)</u>	<u>14,573</u>
Investment Earnings					
	<u>4,021</u>	<u>4,021</u>	<u>508</u>	<u>(3,513)</u>	<u>7,654</u>
Other Revenues					
Donations	-	-	1,014	1,014	180
Insurance Proceeds/Recoveries	-	-	-	-	3,744
Other Miscellaneous Revenue	45,700	45,700	94,331	48,631	59,305
Total Other Revenue	<u>45,700</u>	<u>45,700</u>	<u>95,345</u>	<u>49,645</u>	<u>63,229</u>
TOTAL REVENUES	<u>4,491,895</u>	<u>4,491,895</u>	<u>5,643,850</u>	<u>1,151,955</u>	<u>4,940,107</u>

See accompanying Independent Auditors' Report.

(Continued)

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

General Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021			Variance With Final Budget	2020 Actual
	Original Budget	Final Budget	Actual		
(Continued)					
EXPENDITURES					
General Government					
Mayor and Council/Board	75,229	395,229	444,922	(49,693)	49,802
Administrator/Manager	282,617	282,617	301,531	(18,914)	247,076
Clerk	157,477	157,477	125,904	31,573	119,041
Treasurer/Finance	527,064	527,064	541,388	(14,324)	517,382
Attorney	20,000	20,000	44,254	(24,254)	41,498
Economic Development	123,516	123,516	99,729	23,787	78,328
Covid-19 Expenses	-	320,000	231,669	88,331	268,028
Other General Government	205,266	205,266	208,809	(3,543)	306,758
Total General Government	1,391,169	2,031,169	1,998,206	32,963	1,627,913
Public Safety					
Police	2,472,359	2,472,359	2,708,398	(236,039)	2,324,960
Animal Control	34,308	34,308	33,815	493	34,136
Municipal Court	147,684	147,684	138,833	8,851	138,660
Code Enforcement	72,505	72,505	70,260	2,245	84,089
Total Public Safety	2,726,856	2,726,856	2,951,306	(224,450)	2,581,845
Public Works					
Community Development	260,419	260,419	284,809	(24,390)	226,596
Planning and Zoning	108,647	108,647	134,436	(25,789)	102,778
Engineering	103,225	103,225	92,771	10,454	80,249
Streets	467,358	467,358	454,159	13,199	425,265
Total Public Works/Comm Devel	939,649	939,649	966,175	(26,526)	834,888
Parks, Recreation and Other					
Culture	12,970	12,970	11,646	1,324	12,038
Cemetery	206,210	206,210	183,212	22,998	162,899
Total Parks, Recreation & Other	219,180	219,180	194,858	24,322	174,937
Internal Charges					
Internal Service Activity	351,315	351,315	356,626	(5,311)	317,082
Capital Outlay					
General Government Capital Outlay	5,000	5,000	88,106	(83,106)	1,095
Public Safety Capital Outlay	39,000	39,000	27,168	11,832	11,854
Public Works Capital Outlay	4,500	4,500	9,675	(5,175)	9,450
Parks, Recreation and Other Capital Outlay	10,000	10,000	5,098	4,902	-
Total Capital Outlay	58,500	58,500	130,047	(71,547)	22,399
Contingency Reserve					
TOTAL EXPENDITURES	5,686,669	6,326,669	6,597,218	(270,549)	5,559,064
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(1,194,774)	(1,834,774)	(953,368)	881,406	(618,957)
OTHER FINANCING SOURCES (USES)					
Transfers In	806,741	806,741	1,144,511	(337,770)	250,000
NET CHANGE IN FUND BALANCE - BUDGET BASIS	\$ (388,033)	\$ (1,028,033)	191,143	\$ 543,636	(368,957)
FUND BALANCE, BEGINNING			1,421,831		1,790,788
FUND BALANCE, ENDING			\$ 1,612,974		\$ 1,421,831

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

Parks and Recreation Center Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021				2020 Actual
	Original Budget	Final Budget	Actual	Variance With Final Budget	
REVENUES					
Taxes					
Sales and Use Taxes	\$ 2,235,624	\$ 2,235,624	\$ 2,633,661	\$ 398,037	\$ 2,267,275
Intergovernmental Revenues					
Federal Grants	-	-	144,169	144,169	-
State Grants	350,000	350,000	333,476	(16,524)	-
Other Intergovernmental	-	-	23,000	23,000	49,498
Total Intergovernmental Revenue	350,000	350,000	500,645	150,645	49,498
Charges for Services					
Recreation/Comm Ctr Charges	699,050	699,050	548,887	(150,163)	378,358
Rents	2,900	2,900	1,099	(1,801)	2,477
Total Charges for Services	701,950	701,950	549,986	(151,964)	380,835
Investment Earnings	983	983	103	(880)	2,151
Other Revenues					
Donations	-	-	700	700	2,250
Sale of Capital Assets	-	-	-	-	1,650
Other Miscellaneous Revenue	-	-	14,692	14,692	9,837
Total Other Revenue	-	-	15,392	15,392	13,737
TOTAL REVENUES	3,288,557	3,288,557	3,699,787	411,230	2,713,496
EXPENDITURES					
Parks, Recreation and Other					
Parks	799,961	799,961	736,744	63,217	671,456
Recreation	1,171,337	1,171,337	1,167,237	4,100	1,014,306
Parks and Recreation Administration	762,248	762,248	623,544	138,704	678,764
Other Parks and Recreation	13,829	13,829	12,773	1,056	10,632
Total Parks, Recreation & Other	2,747,375	2,747,375	2,540,298	207,077	2,375,158
Internal Charges					
Administrative/Management Fees	157,168	157,168	157,168	-	157,168
Internal Service Activity	122,628	122,628	126,803	(4,175)	118,132
Total Internal Charges	279,796	279,796	283,971	(4,175)	275,300
Capital Outlay					
Parks, Recreation and Other Capital Outlay	387,500	409,500	700,403	(290,903)	101,784
TOTAL EXPENDITURES	3,414,671	3,436,671	3,524,672	(88,001)	2,752,242
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(126,114)	(148,114)	175,115	323,229	(38,746)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	100,000
NET CHANGE IN FUND BALANCE - BUDGET BASIS	\$ (126,114)	\$ (148,114)	175,115	\$ 323,229	61,254
FUND BALANCE, BEGINNING			541,087		479,833
FUND BALANCE, ENDING			\$ 716,202		\$ 541,087

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

City-Wide Capital Improvement Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021				
	Original Budget	Final Budget	Actual	Variance With Final Budget	2020 Actual
REVENUES					
Taxes					
Sales and Use Taxes	\$ 3,062,601	\$ 3,062,601	\$ 3,617,220	\$ 554,619	\$ 3,147,376
Intergovernmental Revenues					
Federal Grants	-	-	83,578	83,578	7,122
State Grants	-	-	97,610	97,610	-
Total Intergovernmental Revenue	-	-	181,188	181,188	7,122
Investment Earnings	6,786	6,786	1,251	(5,535)	13,581
Other Revenues					
Donations	-	-	3,500	3,500	-
Insurance Proceeds/Recoveries	-	-	16,305	16,305	-
Sale of Capital Assets	-	-	-	-	51,678
Total Other Revenue	-	-	19,805	19,805	51,678
TOTAL REVENUES	3,069,387	3,069,387	3,819,464	750,077	3,219,757
EXPENDITURES					
Public Works					
Other Public Works	-	-	10,000	(10,000)	-
Internal Charges					
Administrative/Management Fees	81,399	81,399	81,399	-	81,399
Capital Outlay					
Public Works Capital Outlay	5,000	5,000	78,909	(73,909)	-
Other Capital Outlay	1,543,029	2,025,029	1,042,006	983,023	764,958
Total Capital Outlay	1,548,029	2,030,029	1,120,915	909,114	764,958
Debt Service					
Principal	525,000	525,000	525,000	-	495,000
Interest	704,050	704,050	704,050	-	724,679
Total Debt Service	1,229,050	1,229,050	1,229,050	-	1,219,679
TOTAL EXPENDITURES	2,858,478	3,340,478	2,441,364	899,114	2,066,036
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	210,909	(271,091)	1,378,100	1,649,191	1,153,721
OTHER FINANCING SOURCES (USES)					
Transfers (Out)	-	-	(18,420)	18,420	(117,000)
NET CHANGE IN FUND BALANCE - BUDGET BASIS	\$ 210,909	\$ (271,091)	1,359,680	\$ 1,667,611	1,036,721
FUND BALANCE, BEGINNING			3,373,649		2,336,928
FUND BALANCE, ENDING			\$ 4,733,329		\$ 3,373,649

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

Delta Urban Renewal Authority Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021				
	Original Budget	Final Budget	Actual	Variance With Final Budget	2020 Actual
REVENUES					
Taxes					
Property Taxes	\$ 7,500	\$ 7,500	\$ 8,331	\$ 831	\$ 7,532
Intergovernmental Revenues					
State Grants	-	-	10,514	10,514	222,937
TOTAL REVENUES	<u>7,500</u>	<u>7,500</u>	<u>18,845</u>	<u>11,345</u>	<u>230,469</u>
EXPENDITURES					
Public Works					
Community Development	-	54,000	26,799	27,201	22,014
Capital Outlay					
General Government Capital Outlay	-	-	-	-	322,791
TOTAL EXPENDITURES	<u>-</u>	<u>54,000</u>	<u>26,799</u>	<u>27,201</u>	<u>344,805</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	7,500	(46,500)	(7,954)	38,546	(114,336)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	28,050	28,050	117,000
NET CHANGE IN FUND BALANCE - BUDGET BASIS	<u>\$ 7,500</u>	<u>\$ (46,500)</u>	<u>20,096</u>	<u>\$ 66,596</u>	<u>2,664</u>
FUND BALANCE, BEGINNING			<u>2,965</u>		<u>301</u>
FUND BALANCE, ENDING			<u>\$ 23,061</u>		<u>\$ 2,965</u>

See accompanying Independent Auditors' Report.

OTHER SUPPLEMENTARY INFORMATION

CITY OF DELTA, COLORADO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

With Comparative Totals for December 31, 2020

	SPECIAL REVENUE FUNDS			PERMANENT	
	Conservation			Total	
	Trust	Back The Badge	Perpetual Care	2021	2020
	Fund	Fund	Fund		
ASSETS AND DEFERRED OUTFLOWS					
ASSETS					
Current Assets					
Cash and Investments					
Cash	\$ 6,177	\$ 492,666	\$ 65,205	\$ 564,048	\$ 161,022
Investments	250,748	-	-	250,748	250,628
Accounts Receivable	-	208,632	-	208,632	-
TOTAL ASSETS	<u>256,925</u>	<u>701,298</u>	<u>65,205</u>	<u>1,023,428</u>	<u>411,650</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION					
LIABILITIES					
Current Liabilities					
Accounts Payable	212	-	-	212	809
FUND BALANCE					
Nonspendable Fund Balance	-	-	65,205	65,205	58,350
Restricted Fund Balance	256,713	701,298	-	958,011	352,491
TOTAL FUND BALANCE	<u>256,713</u>	<u>701,298</u>	<u>65,205</u>	<u>1,023,216</u>	<u>410,841</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 256,925</u>	<u>\$ 701,298</u>	<u>\$ 65,205</u>	<u>\$ 1,023,428</u>	<u>\$ 411,650</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	SPECIAL REVENUE FUNDS			PERMANENT	Total	
	Conservation		Perpetual Care		2021	2020
	Trust	Back The Badge				
	Fund	Fund	Fund			
REVENUES						
Taxes	\$ -	\$ 1,170,938	\$ -	\$ 1,170,938	\$ -	
Intergovernmental Revenues	109,722	-	-	109,722	92,438	
Charges for Services	-	-	7,905	7,905	4,690	
Investment Earnings	121	-	-	121	1,841	
TOTAL REVENUES	109,843	1,170,938	7,905	1,288,686	98,969	
EXPENDITURES						
Current:						
Parks, Recreation and Other	2,473	-	1,050	3,523	1,977	
Capital Outlay	203,148	-	-	203,148	57,599	
TOTAL EXPENDITURES	205,621	-	1,050	206,671	59,576	
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(95,778)	1,170,938	6,855	1,082,015	39,393	
OTHER FINANCING SOURCES (USES)						
Transfers (Out)	-	(469,640)	-	(469,640)	-	
NET CHANGE IN FUND BALANCE - GAAP BASIS	(95,778)	701,298	6,855	612,375	39,393	
FUND BALANCE, BEGINNING	352,491	-	58,350	410,841	371,448	
FUND BALANCE, ENDING	\$ 256,713	\$ 701,298	\$ 65,205	\$ 1,023,216	\$ 410,841	

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

Conservation Trust Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021		Variance With Final Budget	2020	
	Original & Final Budget	Actual		Budget	Actual
REVENUES					
Intergovernmental Revenues					
Cons Trust Fund Revenue	\$ 91,000	\$ 109,722	\$ 18,722	\$ 92,438	
Investment Earnings	<u>1,170</u>	<u>121</u>	<u>(1,049)</u>	<u>1,841</u>	
TOTAL REVENUES	<u>92,170</u>	<u>109,843</u>	<u>17,673</u>	<u>94,279</u>	
EXPENDITURES					
Parks, Recreation and Other					
Parks	6,500	2,473	4,027	1,977	
Capital Outlay					
Parks, Recreation and Other Capital Outlay	<u>246,600</u>	<u>203,148</u>	<u>43,452</u>	<u>57,599</u>	
TOTAL EXPENDITURES	<u>253,100</u>	<u>205,621</u>	<u>47,479</u>	<u>59,576</u>	
NET CHANGE IN FUND BALANCE - BUDGET BASIS	<u>\$ (160,930)</u>	<u>(95,778)</u>	<u>\$ 65,152</u>	<u>34,703</u>	
FUND BALANCE, BEGINNING		<u>352,491</u>		<u>317,788</u>	
FUND BALANCE, ENDING		<u>\$ 256,713</u>		<u>\$ 352,491</u>	

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

Back The Badge Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

	2021			
	Original Budget	Final Budget	Actual	Variance With Final Budget
REVENUES				
Taxes				
Sales and Use Taxes	\$ -	\$ -	\$ 1,170,938	\$ 1,170,938
OTHER FINANCING SOURCES (USES)				
Transfers (Out)	-	(460,000)	(469,640)	(9,640)
NET CHANGE IN FUND BALANCE - BUDGET BASIS	<u>\$ -</u>	<u>\$ (460,000)</u>	701,298	<u>\$ 1,161,298</u>
FUND BALANCE, BEGINNING			-	
FUND BALANCE, ENDING			<u>\$ 701,298</u>	

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

BUDGETARY COMPARISON SCHEDULE

Perpetual Care Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021		Variance With Final Budget	2020	
	Original & Final Budget	Actual		Budget	Actual
REVENUES					
Charges for Services					
Sales of Goods	\$ 3,500	\$ 7,905	\$ 4,405	\$ 4,690	
EXPENDITURES					
Parks, Recreation and Other					
Cemetery	1,000	1,050	(50)	-	
NET CHANGE IN FUND BALANCE - BUDGET BASIS	<u>\$ 2,500</u>	<u>6,855</u>	<u>\$ 4,355</u>	<u>4,690</u>	
FUND BALANCE, BEGINNING		<u>58,350</u>		<u>53,660</u>	
FUND BALANCE, ENDING		<u>\$ 65,205</u>		<u>\$ 58,350</u>	

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

COMBINING SCHEDULE OF NET POSITION

NONMAJOR ENTERPRISE FUNDS

DECEMBER 31, 2021

With Comparative Totals for December 31, 2020

	Refuse Fund	Total	
		2021	2020
ASSETS AND DEFERRED OUTFLOWS			
ASSETS			
Current Assets			
Cash and Investments			
Cash	\$ 6,304	\$ 6,304	\$ 43,780
Investments	948,142	948,142	947,746
Receivables			
Accounts Receivable	79,841	79,841	78,178
Other Receivables	-	-	1,508
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 1,034,287</u>	<u>\$ 1,034,287</u>	<u>\$ 1,071,212</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 20,695	\$ 20,695	\$ 16,006
Accrued Salaries and Benefits	2,206	2,206	7,569
Total Current Liabilities	22,901	22,901	23,575
Noncurrent Liabilities			
Due in more than one year	3,629	3,629	8,061
TOTAL LIABILITIES	26,530	26,530	31,636
NET POSITION			
Unrestricted Net Position	1,007,757	1,007,757	1,039,576
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ 1,034,287</u>	<u>\$ 1,034,287</u>	<u>\$ 1,071,212</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

NONMAJOR ENTERPRISE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	Refuse	Total	
	Fund	2021	2020
Operating Revenues			
Utility Charges	\$ 789,125	\$ 789,125	\$ 742,027
Operating Expenses			
Management Fees/Internal Charges	324,353	324,353	308,606
Collection, Transmission and Distribution	405,024	405,024	401,795
Total Expenditures	729,377	729,377	710,401
Operating Income (Loss)	59,748	59,748	31,626
Other Income (Expense)			
Investment Earnings	396	396	6,732
Other Revenue	8,037	8,037	4,748
Total Other Income (Expense)	8,433	8,433	11,480
Net Income (Loss) before Transfers	68,181	68,181	43,106
Transfers			
Transfers In/(Out)	(100,000)	(100,000)	-
Change in Net Position	(31,819)	(31,819)	43,106
Net Position, Beginning	1,039,576	1,039,576	996,470
Net Position, Ending	<u>\$ 1,007,757</u>	<u>\$ 1,007,757</u>	<u>\$ 1,039,576</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA

**COMBINING SCHEDULE OF CASH FLOWS -
NONMAJOR ENTERPRISE FUNDS**

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	Refuse	Total	
	Fund	2021	2020
Cash Flows From Operating Activities:			
Cash Received from Customers	\$ 788,970	\$ 788,970	\$ 735,843
Cash Paid to Suppliers	(309,588)	(309,588)	(286,705)
Cash Paid for Interfund Services	(324,353)	(324,353)	(308,606)
Cash Paid to Employees	(100,542)	(100,542)	(116,858)
Net Cash Provided by Operating Activities	<u>54,487</u>	<u>54,487</u>	<u>23,674</u>
Cash Flows (Uses) From Noncapital Financing Activities:			
Cash from Other Funds	(100,000)	(100,000)	-
Other Revenues (Expense)	8,037	8,037	4,748
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(91,963)</u>	<u>(91,963)</u>	<u>4,748</u>
Cash Flows (Uses) From Investing Activities:			
Interest Received	396	396	6,732
Net Increase (Decrease) in Cash	(37,080)	(37,080)	35,154
Cash - Beginning	991,526	991,526	956,372
Cash - Ending	<u>\$ 954,446</u>	<u>\$ 954,446</u>	<u>\$ 991,526</u>
Cash	\$ 6,304	\$ 6,304	\$ 43,780
Investments	948,142	948,142	947,746
Total	<u>\$ 954,446</u>	<u>\$ 954,446</u>	<u>\$ 991,526</u>
Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities:			
Operating Income (Loss)	\$ 59,748	\$ 59,748	\$ 31,626
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Changes in Assets and Liabilities Related to Operations:			
(Increase) Decrease in:			
Accounts Receivable	(1,664)	(1,664)	(4,676)
Other Receivables	1,509	1,509	(1,508)
(Increase) Decrease in:			
Accounts Payable	4,689	4,689	(4,618)
Accrued Salaries and Benefits	(5,363)	(5,363)	1,314
Accrued Compensated Absences	(4,432)	(4,432)	1,536
Total Adjustments	<u>(5,261)</u>	<u>(5,261)</u>	<u>(7,952)</u>
Net Cash Used for Operating Activities	<u>\$ 54,487</u>	<u>\$ 54,487</u>	<u>\$ 23,674</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**BUDGET AND ACTUAL****Municipal Light & Power Fund****FOR THE YEAR ENDED DECEMBER 31, 2021****With Comparative Totals for the Year Ended December 31, 2020**

	2021			2020 Actual
	Final Budget	Actual	Variance with Final Budget	
Operating Revenues				
Utility Charges	\$ 6,705,500	\$ 6,580,439	\$ (125,061)	\$ 6,611,027
Other Charges for Services	12,000	46,649	34,649	7,952
Total Revenues	<u>6,717,500</u>	<u>6,627,088</u>	<u>(90,412)</u>	<u>6,618,979</u>
Operating Expenses				
Commodity Charges	4,569,071	4,436,701	132,370	4,419,013
Management Fees/Internal Charges	526,542	522,775	3,767	522,416
Collection, Transmission and Distribution	745,330	683,268	62,062	681,367
Administration	154,026	145,757	8,269	138,311
Other Capital Outlay	648,800	113,213	535,587	254,146
Total Expenditures	<u>6,643,769</u>	<u>5,901,714</u>	<u>742,055</u>	<u>6,015,253</u>
Operating Income (Loss)	<u>73,731</u>	<u>725,374</u>	<u>651,643</u>	<u>603,726</u>
Other Income (Expense)				
Intergovernmental Revenue	15,000	-	(15,000)	1,653
Investment Earnings	15,600	2,374	(13,226)	35,222
Other Revenue	54,500	99,537	45,037	144,643
Debt Service	(215,373)	(208,986)	6,387	(248,389)
Total Other Income (Expense)	<u>(130,273)</u>	<u>(107,075)</u>	<u>23,198</u>	<u>(66,871)</u>
Net Income (Loss) before Transfers	(56,542)	618,299	674,841	536,855
Transfers				
Transfers In/(Out)	(580,000)	(560,000)	20,000	(476,300)
Change in Net Position (Budget Basis)	<u>\$ (636,542)</u>	<u>58,299</u>	<u>\$ 694,841</u>	<u>60,555</u>
Budget to GAAP Reconciliation				
Principal Paid		188,640		188,640
Depreciation Expense		(377,673)		(375,568)
Capital Outlay		87,837		227,251
Change in Net Position - GAAP Basis		(42,897)		100,878
Net Position, Beginning		<u>11,019,090</u>		<u>10,918,212</u>
Net Position, Ending		<u>\$ 10,976,193</u>		<u>\$ 11,019,090</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL**

Sewer Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021			2020 Actual
	Final Budget	Actual	Variance with Final Budget	
Operating Revenues				
Utility Charges	\$ 1,337,340	\$ 1,361,199	\$ 23,859	\$ 1,331,233
Other Charges for Services	7,200	10,447	3,247	9,044
Total Revenues	<u>1,344,540</u>	<u>1,371,646</u>	<u>27,106</u>	<u>1,340,277</u>
Operating Expenses				
Management Fees/Internal Charges	281,039	281,643	(604)	267,124
Collection, Transmission and Distribution	301,760	303,523	(1,763)	306,879
Maintenance	591,456	498,441	93,015	518,162
Administration	35,904	32,469	3,435	26,570
Other Capital Outlay	<u>441,200</u>	<u>132,229</u>	<u>308,971</u>	<u>488,421</u>
Total Expenditures	<u>1,651,359</u>	<u>1,248,305</u>	<u>403,054</u>	<u>1,607,156</u>
Operating Income (Loss)	<u>(306,819)</u>	<u>123,341</u>	<u>430,160</u>	<u>(266,879)</u>
Other Income (Expense)				
Investment Earnings	9,750	1,046	(8,704)	19,938
Other Revenue	27,300	18,064	(9,236)	14,380
Debt Service	<u>(174,316)</u>	<u>(173,864)</u>	<u>452</u>	<u>(174,207)</u>
Total Other Income (Expense)	<u>(137,266)</u>	<u>(154,754)</u>	<u>(17,488)</u>	<u>(139,889)</u>
Net Income (Loss) before Transfers	<u>(444,085)</u>	<u>(31,413)</u>	<u>412,672</u>	<u>(406,768)</u>
Transfers				
Transfers In/(Out)	<u>(340,000)</u>	<u>(321,250)</u>	<u>18,750</u>	<u>(157,800)</u>
Net Income (Loss), Budget Basis	<u>(784,085)</u>	<u>(352,663)</u>	<u>431,422</u>	<u>(564,568)</u>
Contributed Capital				
Plant Investment Fees	<u>60,000</u>	<u>595,900</u>	<u>535,900</u>	<u>150,100</u>
Change in Net Position (Budget Basis)	<u>\$ (724,085)</u>	<u>243,237</u>	<u>\$ 967,322</u>	<u>(414,468)</u>
Budget to GAAP Reconciliation				
Principal Paid		118,906		114,985
Depreciation Expense		(507,825)		(500,053)
Capital Outlay		<u>132,229</u>		<u>475,411</u>
Change in Net Position - GAAP Basis		(13,453)		(324,125)
Net Position, Beginning		<u>8,480,543</u>		<u>8,804,668</u>
Net Position, Ending		<u>\$ 8,467,090</u>		<u>\$ 8,480,543</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

BUDGET AND ACTUAL

Water Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021		Variance with Final Budget	2020	
	Final Budget	Actual		Budget	Actual
Operating Revenues					
Utility Charges	\$ 1,988,730	\$ 2,008,477	\$ 19,747	\$ 2,049,927	
Other Charges for Services	1,500	4,709	3,209	3,229	
Total Revenues	<u>1,990,230</u>	<u>2,013,186</u>	<u>22,956</u>	<u>2,053,156</u>	
Operating Expenses					
Commodity Charges	604,950	604,886	64	546,972	
Management Fees/Internal Charges	305,537	300,070	5,467	301,887	
Collection, Transmission and Distribution	650,389	497,064	153,325	550,737	
Production and Treatment	353,400	369,977	(16,577)	337,778	
Claims and Premiums	-	2,500	(2,500)	-	
Administration	30,445	26,893	3,552	19,737	
Other Capital Outlay	<u>885,000</u>	<u>743,603</u>	<u>141,397</u>	<u>54,734</u>	
Total Expenditures	<u>2,829,721</u>	<u>2,544,993</u>	<u>284,728</u>	<u>1,811,845</u>	
Operating Income (Loss)	<u>(839,491)</u>	<u>(531,807)</u>	<u>307,684</u>	<u>241,311</u>	
Other Income (Expense)					
Investment Earnings	7,800	1,394	(6,406)	18,489	
Other Revenue	<u>29,750</u>	<u>22,857</u>	<u>(6,893)</u>	<u>10,616</u>	
Total Other Income (Expense)	<u>37,550</u>	<u>24,251</u>	<u>(13,299)</u>	<u>29,105</u>	
Net Income (Loss) before Transfers	(801,941)	(507,556)	294,385	270,416	
Transfers					
Transfers In/(Out)	<u>(260,000)</u>	<u>(236,250)</u>	<u>23,750</u>	<u>(118,400)</u>	
Net Income (Loss), Budget Basis	(1,061,941)	(743,806)	318,135	152,016	
Contributed Capital					
Plant Investment Fees	<u>47,000</u>	<u>423,300</u>	<u>376,300</u>	<u>78,550</u>	
Change in Net Position (Budget Basis)	<u>\$ (1,014,941)</u>	<u>(320,506)</u>	<u>\$ 694,435</u>	<u>230,566</u>	
Budget to GAAP Reconciliation					
Depreciation Expense		(254,587)		(256,308)	
Capital Outlay		<u>743,603</u>		<u>54,734</u>	
Change in Net Position - GAAP Basis		168,510		28,992	
Net Position, Beginning		<u>7,058,327</u>		<u>7,029,335</u>	
Net Position, Ending		<u>\$ 7,226,837</u>		<u>\$ 7,058,327</u>	

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL**

Refuse Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021			2020 Actual
	Final Budget	Actual	Variance with Final Budget	
Operating Revenues				
Utility Charges	\$ 731,842	\$ 789,125	\$ 57,283	\$ 742,027
Operating Expenses				
Management Fees/Internal Charges	316,567	324,353	(7,786)	308,606
Collection, Transmission and Distribution	455,929	405,024	50,905	401,795
Total Expenditures	772,496	729,377	43,119	710,401
Operating Income (Loss)	(40,654)	59,748	100,402	31,626
Other Income (Expense)				
Investment Earnings	3,900	396	(3,504)	6,732
Other Revenue	12,500	8,037	(4,463)	4,748
Total Other Income (Expense)	16,400	8,433	(7,967)	11,480
Net Income (Loss) before Transfers	(24,254)	68,181	92,435	43,106
Transfers				
Transfers In/(Out)	(100,000)	(100,000)	-	-
Change in Net Position (Budget Basis)	\$ (124,254)	(31,819)	\$ 92,435	43,106
Net Position, Beginning		1,039,576		996,470
Net Position, Ending		\$ 1,007,757		\$ 1,039,576

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

BUDGET AND ACTUAL

Golf Course Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021		Variance with Final Budget	2020	
	Final Budget	Actual		Budget	Actual
Operating Revenues					
Golf Course Charges	\$ 519,850	\$ 781,248	\$ 261,398	\$ 599,328	
Operating Expenses					
Golf Course Pro and Concessions	409,732	519,034	(109,302)	326,641	
Golf Course Maintenance	401,853	387,388	14,465	359,932	
Management Fees/Internal Charges	200,147	200,147	-	198,353	
Other Capital Outlay	26,300	33,099	(6,799)	-	
Total Expenditures	1,038,032	1,139,668	(101,636)	884,926	
Operating Income (Loss)	(518,182)	(358,420)	159,762	(285,598)	
Other Income (Expense)					
Intergovernmental Revenue	-	19,049	19,049	-	
Other Revenue	2,400	2,522	122	6,080	
Debt Service	(115,978)	(112,531)	3,447	(133,746)	
Total Other Income (Expense)	(113,578)	(90,960)	22,618	(127,666)	
Net Income (Loss) before Transfers	(631,760)	(449,380)	182,380	(413,264)	
Transfers					
Transfers In/(Out)	480,000	417,500	(62,500)	402,500	
Change in Net Position (Budget Basis)	\$ (151,760)	(31,880)	\$ 119,880	(10,764)	
Budget to GAAP Reconciliation					
Principal Paid		101,575		101,575	
Depreciation Expense		(41,271)		(40,911)	
Capital Outlay		33,099		1,799	
Change in Net Position - GAAP Basis		61,523		51,699	
Net Position, Beginning		(548,844)		(600,543)	
Net Position, Ending		\$ (487,321)		\$ (548,844)	

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

COMBINING STATEMENT OF NET POSITION

INTERNAL SERVICE FUNDS

DECEMBER 31, 2021

With Comparative Totals for December 31, 2020

	<u>Internal Service</u>	<u>Total</u>	
	<u>Fund</u>	<u>2021</u>	<u>2020</u>
ASSETS AND DEFERRED OUTFLOWS			
ASSETS			
Current Assets			
Cash and Investments			
Cash	\$ 172,867	\$ 172,867	\$ 159,624
Investments	380,031	380,031	529,782
Accounts Receivable	-	-	78
Other Receivables	4,400	4,400	5,139
Inventory	88,277	88,277	109,598
Prepaid Expenses	451	451	-
Total Current Assets	<u>646,026</u>	<u>646,026</u>	<u>804,221</u>
Noncurrent Assets			
Capital Assets being depreciated	6,548,223	6,548,223	6,104,571
Accumulated Depreciation	<u>(5,007,802)</u>	<u>(5,007,802)</u>	<u>(4,731,708)</u>
Total Noncurrent Assets	<u>1,540,421</u>	<u>1,540,421</u>	<u>1,372,863</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 2,186,447</u>	<u>\$ 2,186,447</u>	<u>\$ 2,177,084</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 36,273	\$ 36,273	\$ 22,983
Accrued Salaries and Benefits	<u>5,111</u>	<u>5,111</u>	<u>12,803</u>
Total Current Liabilities	41,384	41,384	35,786
Noncurrent Liabilities			
Due in more than one year	<u>22,705</u>	<u>22,705</u>	<u>17,687</u>
TOTAL LIABILITIES	<u>64,089</u>	<u>64,089</u>	<u>53,473</u>
NET POSITION			
Net Investment in Capital Assets	1,540,421	1,540,421	1,372,863
Unrestricted Net Position	<u>581,937</u>	<u>581,937</u>	<u>750,748</u>
TOTAL NET POSITION	<u>2,122,358</u>	<u>2,122,358</u>	<u>2,123,611</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ 2,186,447</u>	<u>\$ 2,186,447</u>	<u>\$ 2,177,084</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	Internal Service	Employees'	Total	
	Fund	Dental Fund	2021	2020
Operating Revenues				
Internal Charges	\$ 1,142,619	\$ -	\$ 1,142,619	\$ 1,114,629
Other Charges for Services	-	78	78	10,533
Total Revenues	<u>1,142,619</u>	<u>78</u>	<u>1,142,697</u>	<u>1,125,162</u>
Operating Expenses				
Management Fees/Internal Charges	140,261	-	140,261	137,007
Claims and Premiums	27,618	2,870	30,488	71,745
Maintenance	726,133	-	726,133	625,250
Administration	-	-	-	10,710
Depreciation Expense	418,908	-	418,908	408,012
Total Expenditures	<u>1,312,920</u>	<u>2,870</u>	<u>1,315,790</u>	<u>1,252,724</u>
Operating Income (Loss)	<u>(170,301)</u>	<u>(2,792)</u>	<u>(173,093)</u>	<u>(127,562)</u>
Other Income (Expense)				
Intergovernmental Revenue	-	-	-	8,652
Investment Earnings	249	-	249	4,630
Other Revenue	4,400	-	4,400	10,959
Gain (Loss) on Sale of Assets	51,692	-	51,692	19,026
Total Other Income (Expense)	<u>56,341</u>	<u>-</u>	<u>56,341</u>	<u>43,267</u>
Transfers				
Transfers In/(Out)	<u>131,791</u>	<u>(16,292)</u>	<u>115,499</u>	<u>-</u>
Change in Net Position	<u>17,831</u>	<u>(19,084)</u>	<u>(1,253)</u>	<u>(84,295)</u>
Net Position, Beginning	<u>2,104,527</u>	<u>19,084</u>	<u>2,123,611</u>	<u>2,207,906</u>
Net Position, Ending	<u>\$ 2,122,358</u>	<u>\$ -</u>	<u>\$ 2,122,358</u>	<u>\$ 2,123,611</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA

**COMBINING STATEMENT OF CASH FLOWS -
INTERNAL SERVICE FUNDS**

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	Internal Service	Employees'	Total	
	Fund	Dental Fund	2021	2020
Cash Flows From Operating Activities:				
Cash Received from Customers	\$ 739	\$ 156	\$ 895	\$ 15,042
Cash Received from Interfund Services Provided	1,142,619	-	1,142,619	1,114,629
Cash Paid to Suppliers	(529,966)	(2,870)	(532,836)	(532,391)
Cash Paid for Interfund Services	(140,261)	-	(140,261)	(137,007)
Cash Paid to Employees	(192,299)	-	(192,299)	(198,009)
Net Cash Provided by Operating Activities	<u>280,832</u>	<u>(2,714)</u>	<u>278,118</u>	<u>262,264</u>
Cash Flows From Capital and Related Financing Activities:				
Grant Proceeds	-	-	-	8,652
Proceeds of Capital Asset Sales	52,895	-	52,895	264,694
Acquisition of Capital Assets	(587,669)	-	(587,669)	(794,731)
Cash Flows Used by Capital and Related Financing Activities	<u>(534,774)</u>	<u>-</u>	<u>(534,774)</u>	<u>(521,385)</u>
Cash Flows (Uses) From Noncapital Financing Activities:				
Cash from Other Funds	131,791	(16,292)	115,499	-
Other Revenues (Expense)	4,400	-	4,400	10,959
Net Cash Provided (Used) by Noncapital Financing Activities	<u>136,191</u>	<u>(16,292)</u>	<u>119,899</u>	<u>10,959</u>
Cash Flows (Uses) From Investing Activities:				
Interest Received	<u>249</u>	<u>-</u>	<u>249</u>	<u>4,630</u>
Net Increase (Decrease) in Cash	(117,502)	(19,006)	(136,508)	(243,532)
Cash - Beginning	<u>670,400</u>	<u>19,006</u>	<u>689,406</u>	<u>932,938</u>
Cash - Ending	<u>\$ 552,898</u>	<u>\$ -</u>	<u>\$ 552,898</u>	<u>\$ 689,406</u>
Cash				
Investments	\$ 172,867	\$ -	\$ 172,867	\$ 159,624
Total	<u>\$ 552,898</u>	<u>\$ -</u>	<u>\$ 552,898</u>	<u>\$ 689,406</u>
Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities:				
Operating Income (Loss)	<u>\$ (170,301)</u>	<u>\$ (2,792)</u>	<u>\$ (173,093)</u>	<u>\$ (127,562)</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation Expense	418,908	-	418,908	408,012
Changes in Assets and Liabilities Related to Operations:				
(Increase) Decrease in:				
Accounts Receivable	-	78	78	(78)
Other Receivables	739	-	739	4,587
Inventory	21,321	-	21,321	12,628
Prepaid Expenses	(450)	-	(450)	1,069
(Increase) Decrease in:				
Accounts Payable	13,288	-	13,288	(39,002)
Accrued Salaries and Benefits	(7,692)	-	(7,692)	1,053
Accrued Compensated Absences	5,019	-	5,019	1,557
Total Adjustments	<u>451,133</u>	<u>78</u>	<u>451,211</u>	<u>389,826</u>
Net Cash Used for Operating Activities	<u>\$ 280,832</u>	<u>\$ (2,714)</u>	<u>\$ 278,118</u>	<u>\$ 262,264</u>

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

BUDGET AND ACTUAL

Internal Service Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021		Variance with Final Budget	2020 Actual
	Final Budget	Actual		
Operating Revenues				
Internal Charges	\$ 1,122,132	\$ 1,142,619	\$ 20,487	\$ 1,063,268
Operating Expenses				
Management Fees/Internal Charges	138,554	140,261	(1,707)	137,007
Claims and Premiums	31,135	27,618	3,517	28,505
Maintenance	748,290	726,133	22,157	625,250
Other Capital Outlay	618,700	586,467	32,233	549,062
Total Expenditures	1,536,679	1,480,479	56,200	1,339,824
Operating Income (Loss)	(414,547)	(337,860)	76,687	(276,556)
Other Income (Expense)				
Intergovernmental Revenue	-	-	-	8,652
Investment Earnings	2,730	249	(2,481)	4,630
Other Revenue	-	4,400	4,400	10,959
Gain (Loss) on Sale of Assets	31,250	51,692	20,442	19,026
Total Other Income (Expense)	33,980	56,341	22,361	43,267
Transfers				
Transfers In/(Out)	-	131,791	131,791	-
Change in Net Position (Budget Basis)	\$ (380,567)	(149,728)	\$ 230,839	(233,289)
Budget to GAAP Reconciliation				
Depreciation Expense		(418,908)		(408,012)
Capital Outlay		586,467		549,062
Change in Net Position - GAAP Basis		17,831		(92,239)
Net Position, Beginning		2,104,527		2,196,766
Net Position, Ending		\$ 2,122,358		\$ 2,104,527

See accompanying Independent Auditors' Report.

CITY OF DELTA, COLORADO

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL**

Employees' Dental Fund

FOR THE YEAR ENDED DECEMBER 31, 2021

With Comparative Totals for the Year Ended December 31, 2020

	2021			2020 Actual
	Final Budget	Actual	Variance with Final Budget	
Operating Revenues				
Internal Charges	\$ -	\$ -	\$ -	\$ 51,361
Other Charges for Services	-	78	78	10,533
Total Revenues	-	78	78	61,894
Operating Expenses				
Claims and Premiums	5,000	2,870	2,130	43,240
Administration	-	-	-	10,710
Total Expenditures	5,000	2,870	2,130	53,950
Net Income (Loss) before Transfers	(5,000)	(2,792)	2,208	7,944
Transfers				
Transfers In/(Out)	(26,741)	(16,292)	10,449	-
Change in Net Position (Budget Basis)	<u>\$ (31,741)</u>	<u>(19,084)</u>	<u>\$ 12,657</u>	7,944
Net Position, Beginning		19,084		11,140
Net Position, Ending		<u>\$ -</u>		<u>\$ 19,084</u>

See accompanying Independent Auditors' Report.

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STATE COMPLIANCE

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

LOCAL HIGHWAY FINANCE REPORT		City or County: City of Delta
		YEAR ENDING : December 2021
This Information From The Records of the City of Delta, CO	Prepared By: Phone:	Tod DeZeeuw, CPA 970-874-7908

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	580,887
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	553,532
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	145,166
2. General fund appropriations		b. Snow and ice removal	24,601
3. Other local imposts (from page 2)	2,775,613	c. Other	1,845
4. Miscellaneous local receipts (from page 2)	20,520	d. Total (a. through c.)	171,612
5. Transfers from toll facilities		4. General administration & miscellaneous	35,057
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,161,325
a. Bonds - Original Issues		6. Total (1 through 5)	2,502,413
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	704,050
7. Total (1 through 6)	2,796,133	b. Redemption	0
B. Private Contributions		c. Total (a. + b.)	704,050
C. Receipts from State government (from page 2)	408,774	2. Notes:	
D. Receipts from Federal Government (from page 2)	1,556	a. Interest	
E. Total receipts (A.7 + B + C + D)	3,206,463	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	704,050
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	
			3,206,463

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	15,735,000	0	525,000	15,210,000
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
	0	3,206,463	3,206,463		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2021	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	10
b. Other local imposts:		b. Traffic Fines & Penalties	20,510
1. Sales Taxes	2,732,171	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	43,442	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other		g. Other Misc. Receipts	
6. Total (1. through 5.)	2,775,613	h. Other	
c. Total (a. + b.)	2,775,613	i. Total (a. through h.)	20,520
	(Carry forward to page 1)		(Carry forward to page 1)
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	370,807	1. FHWA (from Item I.D.5.)	
2. State general funds		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	37,967	d. Federal Transit Admin	
d. Other (Specify)	0	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	1,556
f. Total (a. through e.)	37,967	g. Total (a. through f.)	1,556
4. Total (1. + 2. + 3.f)	408,774	3. Total (1. + 2.g)	
			(Carry forward to page 1)
		ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)
		TOTAL (c)	
A.1. Capital outlay:			
a. Right-Of-Way Costs		0	0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements		2,353	2,353
(3). System Preservation			0
(4). System Enhancement & Operation		578,534	578,534
(5). Total Construction (1) + (2) + (3) + (4)		0	580,887
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)		0	580,887
			(Carry forward to page 1)
Notes and Comments:			

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**SUPPLEMENTAL SCHEDULES REQUIRED
PURSUANT TO BOND AGREEMENTS**

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2021

TABLE 1

Debt Service Coverage

	2017	2018	2019	2020	2021
City CIF Tax	\$ 1,829,178	\$ 1,940,626	\$ 2,076,118	\$ 2,267,082	\$ 2,633,621
County CIF Tax	632,931	652,787	751,499	880,295	893,599
Interest Earnings	2,319	12,119	33,862	12,967	1,241
Total Pledged Revenues	2,464,428	2,605,532	2,861,479	3,160,344	3,528,461
Maximum Annual Debt Service	1,780,105	1,777,855	1,769,368	1,219,678	1,229,050
BAB's Payment	(387,686)	(389,141)	(382,873)	-	-
Net Debt Service	\$ 1,392,419	\$ 1,388,714	\$ 1,386,495	\$ 1,219,678	\$ 1,229,050
Coverage	176.99%	187.62%	206.38%	259.11%	287.09%

TABLE 2

History of City CIF Tax

Year	City CIF Sales Tax Collections	City CIF Use Tax Collections	Total City CIF Tax Collections	% Change
2017	\$ 1,802,598	\$ 26,580	\$ 1,829,178	9.45%
2018	1,896,330	44,296	1,940,626	6.09%
2019	2,010,759	65,359	2,076,118	6.98%
2020	2,207,474	59,608	2,267,082	9.20%
2021	2,485,459	148,162	2,633,621	16.17%

TABLE 3

History of County CIF Tax

Year	Total County CIF Sales Tax	% Change
2017	\$ 632,931	7.43%
2018	652,787	3.14%
2019	751,499	15.12%
2020	880,295	17.14%
2021	983,599	11.74%

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2021

TABLE 4
Monthly Comparison of Collections of City CIF Tax

Month	2020 Current Month	2020 Period To Date	2021 Current Month	2021 Period To Date	Percent Change
January	\$ 198,813	\$ 198,813	\$ 246,269	\$ 246,269	23.9%
February	152,038	350,851	162,983	409,252	16.6%
March	149,164	500,015	165,328	574,580	14.9%
April	188,424	688,439	225,616	800,196	16.2%
May	166,839	855,278	206,239	1,006,435	17.7%
June	188,721	1,043,999	206,500	1,212,935	16.2%
July	211,041	1,255,040	225,983	1,438,918	14.7%
August	181,970	1,437,010	209,515	1,648,433	14.7%
September	166,520	1,603,530	195,618	1,844,051	15.0%
October	204,714	1,808,244	230,679	2,074,730	14.7%
November	190,230	1,998,474	208,562	2,283,292	14.3%
December	209,000	2,207,474	202,167	2,485,459	12.6%

TABLE 5
Monthly Comparison of Collections of County CIF Tax

Month	2020 Current Month	2020 Period To Date	2021 Current Month	2021 Period To Date	Percent Change
January	\$ -	\$ -	\$ -	\$ -	0.0%
February	471	471	-	-	-100.0%
March	58,868	59,339	62,277	62,277	5.0%
April	60,413	119,752	68,014	130,291	8.8%
May	68,678	188,430	84,667	214,958	14.1%
June	69,348	257,778	82,956	297,914	15.6%
July	74,164	331,942	84,489	382,403	15.2%
August	76,988	408,930	88,732	471,135	15.2%
September	73,988	482,918	84,062	555,197	15.0%
October	82,718	565,636	78,722	633,919	12.1%
November	83,655	649,291	94,745	728,664	12.2%
December	231,004	880,295	254,935	983,599	11.7%

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2021

Table 6
Top 10 Generators of City 3% Sales & Use Tax

Business Type	3% Sales & Use Tax Receipts	% of Total Collections
Retail	\$ 2,009,920	40.1%
Grocery	525,689	10.5%
Government	511,529	10.2%
Grocery	374,956	7.5%
Retail	217,268	4.3%
Retail	190,642	3.8%
Government	166,392	3.3%
Restaurant	115,012	2.3%
Liquor	102,788	2.1%
Utility	96,754	1.9%
Total =	\$ 4,310,950	85.98%

Table 7
City-Wide Capital Improvement Fund
Budget Summary & Comparison

	2020 Budget	2020 Actual	2021 Budget	2021 Actual
Revenues				
Sales Tax	\$ 2,030,969	\$ 2,207,474	\$ 2,185,624	\$ 2,485,459
Use Tax	66,500	59,608	50,000	148,162
County Sales Tax	678,720	880,295	826,977	983,599
Income From Investments	25,000	12,967	6,786	1,241
Grant	60,000	5,038	-	181,189
Miscellaneous	5,000	51,678	-	29,433
Total Revenues	\$ 2,866,189	\$ 3,217,060	\$ 3,069,387	\$ 3,829,083
Expenditures				
Miscellaneous Engineering	\$ 15,000	\$ 370	\$ 15,000	\$ -
Sidewalk Projects	85,000	85,316	85,000	3,777
Murals/Public Art	6,000	-	5,000	2,500
ADA Compliance	15,000	5,000	15,000	-
Public Facilities	100,000	20,372	347,500	456,460
Street Improvement Projects	750,000	289,906	575,000	633,551
Storm Water System Improvement	525,000	359,512	500,000	19,966
Non-Departmental	86,579	85,881	86,928	96,060
Transfers to Other Funds	1,375,751	1,336,751	1,204,050	1,232,100
Total Expenditures	\$ 2,958,330	\$ 2,183,108	\$ 2,833,478	\$ 2,444,414
Fund Balance - Beginning	\$ 2,386,482	\$ 2,308,005	\$ 3,037,918	\$ 3,341,957
Fund Balance - Ending	\$ 2,294,341	\$ 3,341,957	\$ 3,273,827	\$ 4,726,626

CITY OF DELTA, COLORADO**SUPPLEMENTAL SCHEDULES REQUIRED****PURSUANT TO BOND AGREEMENTS**

(Continuing Disclosure Undertaking)

December 31, 2021

Table 8
Capital Improvements Plan Summary

Project Categories	2022	2023	2024	2025	2026
General Government	\$ 78,764	\$ 35,000	\$ 35,000	\$ -	\$ 150,000
Parks	243,100	10,000	10,000	-	-
Recreation Center	110,000	1,020,000	3,560,000	-	1,560,000
City-Wide Improvements	2,701,203	3,100,000	600,000	600,000	17,600,000
Electrical	3,702,500	2,652,000	718,180	68,000	-
Sewer	6,943,250	3,543,919	2,213,418	537,501	10,000,000
Water	168,500	3,017,000	4,667,000	2,375,000	2,375,000
Golf	30,000	20,000	20,000	20,000	20,000
Internal Service	507,500	762,700	596,000	620,500	659,700
Total	<u>\$ 14,484,817</u>	<u>\$ 14,160,619</u>	<u>\$ 12,419,598</u>	<u>\$ 4,221,001</u>	<u>\$ 32,364,700</u>

Table 9
History of General Fund Revenues
Expenditures & Changes in Fund Balances

Revenues	2017	2018	2019	2020	2021
Taxes	\$ 1,867,642	\$ 1,978,126	\$ 2,112,737	\$ 2,307,278	\$ 2,671,688
Franchise Tax Equivalents	634,596	672,879	675,483	679,030	678,233
Licenses & Permits	76,072	88,138	129,696	147,659	321,987
Intergovernmental	984,538	592,665	754,040	567,888	900,484
Charges for Services	26,252	60,558	61,925	67,565	135,462
Fines & Forfeitures	36,787	39,875	25,824	15,828	26,818
Miscellaneous	71,793	49,944	91,571	336,280	97,745
Accounting & Adm. Charges	801,613	801,613	818,560	810,925	810,925
Investment Earnings	12,425	22,633	29,159	7,655	508
Other Financing Sources		230,000	500,000	250,000	1,144,511
Total Revenues	<u>4,511,718</u>	<u>4,536,431</u>	<u>5,198,995</u>	<u>5,190,108</u>	<u>6,788,361</u>
Expenditures					
General Government	996,947	1,105,802	1,239,454	1,626,081	2,158,004
Public Safety	1,911,667	1,971,484	2,282,129	2,474,890	2,903,312
Community Development	383,479	406,211	380,242	416,948	518,795
Public Works	715,752	632,455	601,987	579,042	615,035
Animal & Code Enforcement	87,642	105,298	115,112	123,498	108,141
Cemetery	147,263	142,724	142,833	183,380	216,110
IT	25,156	22,578	27,913	28,244	34,635
Non-Departmental	519,820	47,829	77,413	126,982	43,188
	<u>4,787,726</u>	<u>4,434,381</u>	<u>4,867,083</u>	<u>5,559,065</u>	<u>6,597,220</u>
Revenues Over (Under)					
Expenditures	(276,008)	102,050	331,912	(368,957)	191,141
Fund Balance - Beginning	<u>1,632,836</u>	<u>1,356,828</u>	<u>1,458,878</u>	<u>1,790,790</u>	<u>1,421,833</u>
Fund Balance - Ending	<u>\$ 1,356,828</u>	<u>\$ 1,458,878</u>	<u>\$ 1,790,790</u>	<u>\$ 1,421,833</u>	<u>\$ 1,612,974</u>

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2021

Table 10
General Fund Budget Summary & Comparison

	2020 <u>Budget</u>	2020 <u>Actual</u>	2021 <u>Budget</u>	2021 <u>Actual</u>
Revenues				
Taxes	\$ 2,136,469	\$ 2,307,278	\$ 2,274,624	\$ 2,671,688
Franchise Tax Equivalents	641,265	679,030	661,000	678,233
Licenses & Permits	88,200	147,659	85,400	321,987
Intergovernmental	623,635	567,888	515,142	900,484
Charges for Services	43,800	67,565	43,500	135,462
Fines & Forfeitures	35,000	15,828	25,000	26,818
Miscellaneous	133,600	343,935	63,621	98,253
Accounting & Adm. Charges	823,608	810,925	823,608	810,925
Other Financing Sources	250,000	250,000	806,741	1,144,511
Total Revenues	<u>4,775,577</u>	<u>5,190,108</u>	<u>5,298,636</u>	<u>6,788,361</u>
Expenditures				
Personnel	3,657,806	3,800,229	4,148,563	4,381,488
Charges & Services	1,593,773	1,693,206	1,466,606	2,171,597
Capital Outlay	110,947	65,630	71,500	44,135
Total Expenditures	<u>5,362,526</u>	<u>5,559,065</u>	<u>5,686,669</u>	<u>6,597,220</u>
Fund Balance - Beginning	<u>1,679,402</u>	<u>1,790,790</u>	<u>1,679,402</u>	<u>1,421,833</u>
Fund Balance - Ending	<u>\$ 1,092,453</u>	<u>\$ 1,421,833</u>	<u>\$ 1,291,369</u>	<u>\$ 1,612,974</u>

Table 11
Revenue Obligations of the City

Revenue Obligation	Principal Amount Outstanding
Municipal Light & Power Revenue Notes, Series 2000	\$ 2,262,605
Sewer Note, Series 2012	1,521,223
Sales & Use Tax Revenue Bonds, Series 2019	15,210,000
Total Revenue Obligations Outstanding	<u>\$ 18,993,828</u>

CITY OF DELTA, COLORADO

SUPPLEMENTAL SCHEDULES REQUIRED

PURSUANT TO BOND AGREEMENTS

(Continuing Disclosure Undertaking)

December 31, 2021

Table 12
History of City -Wide Capital Improvement Fund & Debt Service Fund
Revenues, Expenditures & Changes in Fund Balances

Revenues	2017	2018	2019	2020	2021
Sales & Use Tax	\$ 2,462,108	\$ 2,593,413	\$ 2,827,617	\$ 3,147,377	\$ 3,617,220
Intergovernmental	390,921	402,849	384,013	7,122	181,189
Charges for Services	5,525	-	-	-	-
Investment Earnings	21,152	47,976	73,032	13,580	1,252
Miscellaneous	17,941	5	185,586	51,678	29,433
Other Financing Sources	-	-	-	-	-
Total Revenues	2,897,647	3,044,243	3,470,248	3,219,757	3,829,094
Expenditures					
General Government					
Public Works	-	-	221,037	111,058	6,277
Accounting & Administration	71,925	71,925	73,972	85,881	96,060
Capital Outlay	746,777	656,351	685,882	649,418	1,109,977
Debt Service	1,780,105	1,777,855	1,769,442	1,219,679	1,229,050
Other Financing Uses				117,000	28,050
Total Expenditures	2,598,807	2,506,131	2,750,333	2,183,036	2,469,414
Revenues Over (Under)					
Expenditures	298,840	538,112	719,915	1,036,721	1,359,680
Other Financing Sources (Uses)					
Debt Proceeds	-	-	18,858,578	-	-
Escrow Payments	-	-	(20,419,372)	-	-
Total Under Financing Sourced (Uses)	-	-	(1,560,794)	-	-
Fund Balance - Beginning	2,340,855	2,639,695	3,177,807	2,336,928	3,373,649
Fund Balance - Ending	\$ 2,639,695	\$ 3,177,807	\$ 2,336,928	\$ 3,373,649	\$ 4,733,329