

TOWN OF CENTER, COLORADO

FINANCIAL STATEMENTS

December 31, 2020



Wall,
Smith,
Bateman Inc.
Certified Public Accountants

TOWN OF CENTER, COLORADO
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INDEPENDENT AUDITORS' REPORT



Wall,
Smith,
Bateman Inc.

To the Honorable Mayor
and Board of Trustees
Town of Center, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Center, Colorado, as of and for the year ended December 31, 2020 and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility 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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

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, and each major fund of the Town, as of December 31, 2020, 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.

Certified Public Accountants

3001 Adcock Circle PO Box 809 Alamosa, CO 81101 | 719-589-3619 | f 719-589-5492 | www.wsbcpa.com

Other Matters

Required Supplementary Information

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

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The Schedule of Expenses and Transfers Out for All Proprietary Funds and the Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenses and Transfers Out for All Proprietary Funds and the Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 Schedule of Expenses and Transfers Out for All Proprietary Funds and the Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

September 21, 2021

TOWN OF CENTER, COLORADO
BASIC FINANCIAL STATEMENTS

TOWN OF CENTER, COLORADO

STATEMENT OF NET POSITION

December 31, 2020

	Primary Government		TOTAL
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 526,603	\$ 4,818,731	\$ 5,345,334
Cash with Fiscal Agent	-	230,460	230,460
Accounts Receivable	75,684	474,683	550,367
Due from Other Governments	173,918	-	173,918
Property Taxes Receivable	221,366	-	221,366
Inventories	9,404	442,060	451,464
Prepaid Expenses	-	-	-
Total Current Assets	1,006,975	5,965,934	6,972,909
Noncurrent Assets			
Land	3,750	177,732	181,482
Construction in Progress	-	2,249,744	2,249,744
Water Rights	-	74,500	74,500
Buildings and Improvements	38,802	352,156	390,958
Infrastructure/Enterprise System	1,234,328	3,898,866	5,133,194
Plant, Property, and Equipment	521,357	1,194,050	1,715,407
Less: Accumulated Depreciation	(539,311)	(3,325,277)	(3,864,588)
Net Pension Asset	13,563	-	13,563
Total Noncurrent Assets	1,272,489	4,621,771	5,894,260
TOTAL ASSETS	2,279,464	10,587,705	12,867,169
DEFERRED OUTFLOWS OF RESOURCES			
Pensions	148,838	-	148,838
LIABILITIES			
Current Liabilities			
Accounts Payable	32,834	414,653	447,487
Due to Other Governments	150,009	15,436	165,445
Unearned Revenue	-	40,315	40,315
Compensated Absences	1,389	-	1,389
Notes Payable	-	92,555	92,555
Customer Deposits	8,215	80,823	89,038
Total Current Liabilities	192,447	643,782	836,229
Long-Term Liabilities			
Compensated Absences	35,985	51,272	87,257
Notes Payable	-	1,947,492	1,947,492
Total Long-Term Liabilities	35,985	1,998,764	2,034,749
TOTAL LIABILITIES	228,432	2,642,546	2,870,978
DEFERRED INFLOWS OF RESOURCES			
Deferred Revenue - Property Tax	221,366	-	221,366
Pensions	28,889	-	28,889
Total Deferred Inflows of Resources	250,255	-	250,255
NET POSITION			
Net Investment in Capital Assets	1,258,926	2,581,724	3,840,650
Restricted for:			
TABOR	49,000	31,468	80,468
Unrestricted	641,689	5,331,967	5,973,656
TOTAL NET POSITION	\$ 1,949,615	\$ 7,945,159	\$ 9,894,774

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2020

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	TOTAL
Primary Government							
Governmental Activities							
General Government	\$ 717,761	\$ 49,568	\$ 174,180	\$ -	\$ (494,013)	\$ -	\$ (494,013)
Public Safety	628,241	23,051	473,690	-	(131,500)	-	(131,500)
Municipal Court	22,348	710	-	-	(21,638)	-	(21,638)
Building and Planning	11,473	5,018	-	-	(6,455)	-	(6,455)
Sanitation	29,669	-	-	-	(29,669)	-	(29,669)
Streets and Parks	221,769	-	23,701	-	(198,068)	-	(198,068)
Health and Welfare	-	16,834	-	-	16,834	-	16,834
Highway and Streets	29,967	-	-	-	(29,967)	-	(29,967)
Total Governmental Activities	1,661,228	95,181	671,571	-	(894,476)	-	(894,476)
Business-Type Activities							
Light and Power	1,583,808	2,384,346	-	-	-	800,538	800,538
Gas	760,586	1,071,859	-	-	-	311,273	311,273
Water	454,618	556,913	-	300,979	-	403,274	403,274
Total Business-Type Activities	2,799,012	4,013,118	-	300,979	-	1,515,085	1,515,085
Total Primary Government	\$ 4,460,240	\$ 4,108,299	\$ 671,571	\$ 300,979	(894,476)	1,515,085	620,609
General Revenues:							
Taxes:							
					232,719	-	232,719
					547,174	-	547,174
					62,679	-	62,679
					71,367	-	71,367
					5,702	26,118	31,820
					6,832	-	6,832
					926,473	26,118	952,591
					236,570	(236,570)	-
					268,567	1,304,633	1,573,200
					1,681,048	6,640,526	8,321,574
					\$ 1,949,615	\$ 7,945,159	\$ 9,894,774

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2020

	<u>GENERAL FUND</u>	<u>STREET IMPROVEMENT FUND</u>	<u>CONSERVATION TRUST FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
ASSETS				
Cash and Cash Equivalents	\$ 16,678	\$ 450,260	\$ 59,665	\$ 526,603
Accounts Receivable	75,684	-	-	75,684
Due from Other Governments	106,696	67,222	-	173,918
Property Taxes Receivable	221,366	-	-	221,366
Inventory	9,404	-	-	9,404
TOTAL ASSETS	<u>\$ 429,828</u>	<u>\$ 517,482</u>	<u>\$ 59,665</u>	<u>\$ 1,006,975</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts Payable	\$ 32,834	\$ -	\$ -	\$ 32,834
Due to Other Governments	150,009	-	-	150,009
Customer Deposits	8,215	-	-	8,215
TOTAL LIABILITIES	<u>191,058</u>	<u>-</u>	<u>-</u>	<u>191,058</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Revenue - Property Tax	221,366	-	-	221,366
FUND BALANCE				
Nonspendable				
Inventory	9,404	-	-	9,404
Restricted				
TABOR Amendment Reserve	49,000	-	-	49,000
Committed				
Capital Projects	-	517,482	-	517,482
Culture and Recreation	-	-	59,665	59,665
Assigned				
Designated for Subsequent Years	-	-	-	-
Unassigned	(41,000)	-	-	(41,000)
TOTAL FUND BALANCE	<u>17,404</u>	<u>517,482</u>	<u>59,665</u>	<u>594,551</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 429,828</u>	<u>\$ 517,482</u>	<u>\$ 59,665</u>	<u>\$ 1,006,975</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO THE STATEMENT OF NET POSITION
December 31, 2020

Total Governmental Fund Balances	\$ 594,551
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	1,258,926
Deferred results and contributions to pension plans made after the measurement date are recorded as expenditures in the governmental funds, but must be deferred in the statement of net position.	148,838
Net pension assets (liabilities) are not due and payable in the current period and are not reported in the funds.	13,563
Certain amounts related to the net pension liability are deferred and amortized over time. These are not reported in the funds.	(28,889)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Capital Leases Payable	\$ -
Compensated Absences	(37,374)
	(37,374)
Net Position of Governmental Activities	\$ 1,949,615

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2020

	GENERAL FUND	STREET IMPROVEMENT FUND	CONSERVATION TRUST FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES				
Taxes	\$ 577,673	\$ 273,587	\$ -	\$ 851,260
Licenses and Permits	5,018	-	-	5,018
Intergovernmental Revenue	710,549	-	23,701	734,250
Charges for Services	90,163	-	-	90,163
Interest on Accounts	653	5,049	-	5,702
Miscellaneous Revenue	6,631	-	201	6,832
TOTAL REVENUES	1,390,687	278,636	23,902	1,693,225
EXPENDITURES				
General Government	705,080	-	-	705,080
Public Safety	580,473	-	-	580,473
Municipal Court	22,348	-	-	22,348
Building and Planning	11,473	-	-	11,473
Sanitation	29,669	-	-	29,669
Streets and Parks	180,021	-	-	180,021
Health and Welfare	-	-	-	-
Highway and Streets	-	2,269	-	2,269
Capital Outlay	46,071	553,959	-	600,030
Debt Service	12,158	-	-	12,158
TOTAL EXPENDITURES	1,587,293	556,228	-	2,143,521
Excess (Deficiency) of Revenues Over Expenditures	(196,606)	(277,592)	23,902	(450,296)
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	-	-	-	-
Transfer In	236,570	-	-	236,570
TOTAL OTHER FINANCING SOURCES (USES)	236,570	-	-	236,570
Net Change in Fund Balance	39,964	(277,592)	23,902	(213,726)
Fund Balance at Beginning of Year	(22,560)	795,074	35,763	808,277
Fund Balance at End of Year	\$ 17,404	\$ 517,482	\$ 59,665	\$ 594,551

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2020

Net Change in Fund Balances - Total Governmental Funds \$ (213,726)

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

Capital asset additions	\$	582,954	
Depreciation expense		(100,145)	
			482,809

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Lease proceeds		-	
Capital lease payments		11,420	
			11,420

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences			(12,466)
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Certain items reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in the governmental funds. This item consists of the change in pension expense.

			530
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Change in Net Position of Governmental Funds \$ 268,567

TOWN OF CENTER, COLORADO
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2020

	LIGHT AND POWER FUND	NATURAL GAS FUND	WATER FUND	TOTAL
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 2,618,049	\$ 2,039,865	\$ 160,817	\$ 4,818,731
Cash with Fiscal Agent	-	-	230,460	230,460
Accounts Receivable	310,618	116,184	47,881	474,683
Due from Other Governments	-	-	-	-
Inventories	359,591	14,605	67,864	442,060
Prepaid Expenses	-	-	-	-
Total Current Assets	3,288,258	2,170,654	507,022	5,965,934
Capital Assets				
Land and Improvements	105,032	5,750	66,950	177,732
Construction in Progress	520,308	-	1,729,436	2,249,744
Intangible and Water Rights	-	-	74,500	74,500
Buildings	106,400	105,690	140,066	352,156
Enterprise System Assets	1,780,635	394,994	1,723,237	3,898,866
Equipment and Furniture	950,345	174,708	68,997	1,194,050
Less: Accumulated Depreciation	(2,358,864)	(496,227)	(470,186)	(3,325,277)
Total Capital Assets	1,103,856	184,915	3,333,000	4,621,771
TOTAL ASSETS	4,392,114	2,355,569	3,840,022	10,587,705
LIABILITIES				
Current Liabilities				
Accounts Payable	337,110	62,719	14,824	414,653
Customer Deposits	26,398	46,216	8,209	80,823
Unearned Revenue	-	40,315	-	40,315
Due to Other Governments	11,368	4,068	-	15,436
Note Payable	-	-	92,555	92,555
Total Current Liabilities	374,876	153,318	115,588	643,782
Noncurrent Liabilities				
Compensated Absences	17,072	17,757	16,443	51,272
Note Payable	-	-	1,947,492	1,947,492
Total Noncurrent Liabilities	17,072	17,757	1,963,935	1,998,764
TOTAL LIABILITIES	391,948	171,075	2,079,523	2,642,546
NET POSITION				
Net Investment in Capital Assets	1,103,856	184,915	1,292,953	2,581,724
Restricted- TABOR Amendment Reserve	-	-	31,468	31,468
Unrestricted	2,896,310	1,999,579	436,078	5,331,967
TOTAL NET POSITION	\$ 4,000,166	\$ 2,184,494	\$ 1,760,499	\$ 7,945,159

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended December 31, 2020

	LIGHT AND POWER FUND	NATURAL GAS FUND	WATER FUND	TOTAL
OPERATING REVENUES				
Charges for Services				
Utility Sales	\$ 2,310,930	\$ 1,023,627	\$ 502,709	\$ 3,837,266
Labor and Service Charges	21,796	-	7,632	29,428
Fees	43,529	45,873	45,873	135,275
Miscellaneous Revenue	8,091	2,359	699	11,149
Total Operating Revenues	2,384,346	1,071,859	556,913	4,013,118
OPERATING EXPENSES				
Salaries	186,102	189,654	177,837	553,593
FICA/Medicare	13,315	13,714	13,421	40,450
Employee Benefits	34,135	35,195	34,241	103,571
Electricity Purchase	1,154,066	-	-	1,154,066
Gas Purchase	-	410,682	-	410,682
Training	160	3,425	918	4,503
Repairs and Maintenance	22,774	7,362	16,793	46,929
Meter Replacement	-	-	32,185	32,185
Professional Fees	21,985	21,193	59,211	102,389
Fuel and oil	2,263	2,175	501	4,939
Utilities	9,851	14,230	34,644	58,725
Insurance	15,671	15,671	15,671	47,013
Supplies and Equipment	27,041	18,188	13,061	58,290
Depreciation	67,831	9,037	30,781	107,649
Miscellaneous	28,614	20,060	25,354	74,028
Total Operating Expenses	1,583,808	760,586	454,618	2,799,012
Operating Income (Loss)	800,538	311,273	102,295	1,214,106
NON-OPERATING REVENUES (EXPENSES)				
Interest on Accounts	13,795	11,052	1,271	26,118
Grant Revenue	-	-	300,979	300,979
Total Non-operating Revenues (Expenses)	13,795	11,052	302,250	327,097
Income Before Operating Transfers and Special Item	814,333	322,325	404,545	1,541,203
Transfers Out	(135,575)	(68,548)	(32,447)	(236,570)
Change in Net Position	678,758	253,777	372,098	1,304,633
Net Position Beginning of Year	3,321,408	1,930,717	1,388,401	6,640,526
Net Position End of Year	\$ 4,000,166	\$ 2,184,494	\$ 1,760,499	\$ 7,945,159

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2020

	LIGHT AND POWER FUND	NATURAL GAS FUND	WATER FUND	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Customers	\$ 2,336,093	\$ 1,149,887	\$ 557,044	\$ 4,043,024
Cash Payments to Suppliers for Goods and Services	(1,178,216)	(587,581)	(458,225)	(2,224,022)
Cash Payments to Employees	(186,102)	(189,654)	(177,837)	(553,593)
Cash Payments for Employee Benefits and Taxes	(38,361)	(39,810)	(47,662)	(125,833)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	933,414	332,842	(126,680)	1,139,576
CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES				
Transfers (to) from Other Funds	(135,575)	(68,548)	(32,447)	(236,570)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	(135,575)	(68,548)	(32,447)	(236,570)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Customer Deposits	2,273	4,711	700	7,684
Grant Revenues	-	-	413,452	413,452
Loan Proceeds	-	-	1,144,280	1,144,280
Principal Payments on Debt	-	-	(1,186,063)	(1,186,063)
Purchase of Fixed Assets	(144,297)	-	(639,303)	(783,600)
NET CASH PROVIDED (USED) FOR CAPITAL AND RELATED FINANCING ACTIVITIES	(142,024)	4,711	(266,934)	(404,247)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Income	13,795	11,052	1,271	26,118
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	13,795	11,052	1,271	26,118
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	669,610	280,057	(424,790)	524,877
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	1,948,439	1,759,808	816,067	4,524,314
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 2,618,049	\$ 2,039,865	\$ 391,277	\$ 5,049,191
OPERATING INCOME (LOSS)	\$ 800,538	\$ 311,273	\$ 102,295	\$ 1,214,106
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation expense	67,831	9,037	30,781	107,649
Change in Assets and Liabilities				
(Increase) decrease in accounts receivable	(48,253)	66,650	131	18,528
(Increase) decrease in inventory	(43,392)	-	(18,887)	(62,279)
Increase (decrease) in accounts payable	173,748	(39,195)	(241,000)	(106,447)
Increase (decrease) in compensated absences	9,089	9,099	-	18,188
Increase (decrease) in due to other governments	(26,147)	(35,400)	-	(61,547)
Increase (decrease) in unearned revenue	-	11,378	-	11,378
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 933,414	\$ 332,842	\$ (126,680)	\$ 1,139,576
SUPPLEMENTAL DISCLOSURES				
Reconciliation to the Statement of Financial Position				
Cash and Cash Equivalents	\$ 2,618,049	\$ 2,039,865	\$ 160,817	\$ 4,818,731
Cash with Fiscal Agent	-	-	230,460	230,460
	\$ 2,618,049	\$ 2,039,865	\$ 391,277	\$ 5,049,191

The accompanying notes are an integral part of this financial statement.

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the Town of Center, (the Town), reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

REPORTING ENTITY

Primary Government

The Town of Center was incorporated in 1906. A Board of Trustees, consisting of six elected Board members and an elected mayor, governs the Town. As required by accounting principles generally accepted in the United States of America (US GAAP), these financial statements present the activities of the Town, which is legally separate and financially independent of other state and local governments. The Town provides numerous services to all Town residents including, but not limited to, general government, road maintenance, police protection, utility services, and parks and recreation.

Component Units

The Town's combined financial statements include the accounts of all Town operations. The criteria for including organizations as component units within the Town's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The Town holds the corporate powers of the organization
- The Town appoints a voting majority of the organization's board
- The Town is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the Town
- There is fiscal dependency by the organization on the Town
- The organization is financially accountable to the Town
- The organization receives or holds funds that are for the benefit of the Town; and the Town has access to a majority of the funds held; and the funds that are accessible are also significant to the Town

Based on the aforementioned criteria, the Town does not have any component units.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements include a statement of net position and a statement of activities. Government-wide statements report information on all of the activities of the Town. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Mainly taxes and intergovernmental revenues support governmental activities.

The statement of activities reflects the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from services, or privileges provided by a given function or segment.

TOWN OF CENTER, COLORADO
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- Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. The emphasis of fund financial statements is on major governmental funds and enterprise funds, each reported as a separate column.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

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

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

Sales and use taxes, other taxes, charges for services, intergovernmental revenues, and interest are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

The Town reports the following major governmental funds:

- The **General Fund** is the general operating fund of the Town. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The **Street Improvement Fund** is used to account for street improvement costs and is funded by a sales tax of one percent.
- The **Conservation Trust Fund** is used to account for the Town share of the state lottery program. The monies may be expended only for the acquisition, development, and maintenance of parks, and other public recreational facilities.

The Town reports the following major enterprise funds:

- The **Light and Power Fund** is used to account for user charges and expenses for operating, financing, and maintaining the Town's light and power system.
- The **Natural Gas Fund** is used to account for user charges and expenses for operating, financing, and maintaining the Town's natural gas system.
- The **Water Fund** is used to account for user charges and expenses for operating, financing, and maintaining the Town's water system.

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

TOWN OF CENTER, COLORADO
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proprietary fund's principal ongoing operations. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column.

ASSETS, LIABILITIES, DEFERRED INFLOWS/OUTFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE

Cash and Investments

The Town's cash and cash equivalents are considered to be cash in bank, certificates of deposit, and liquid investments with maturity of three months or less from the date of acquisition. All investments, if any, are recorded at fair market value.

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 each year. The taxes are payable in two installments on February 28 and June 15 or in full on April 30. The Town's property taxes are collected by the County Treasurer who remits monthly receipts to the Town. Property tax revenue is recognized when received by the County Treasurer.

The 2020 property tax levy due January 1, 2021, has been recorded in the financial statements as a receivable and corresponding deferred inflows of resources in the financial statements.

Receivables/Payables From Other Funds

Balances that originate from current lending/borrowing arrangements between funds are referred to as "Due To/From Other Funds".

Inventory

Inventories held by all funds except the General Fund public works department, Light and Power, Natural Gas, and Water funds have been recorded as expenditures at the time of purchase. General Fund, Light and Power, Natural Gas, and Water fund inventories are stated at market value at December 31, 2020, as management was unable to determine approximate cost.

Interfund Transfers

Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. For the purpose of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

Capital Assets

Capital assets, which include land, buildings and improvements, infrastructure, equipment, vehicles, and construction in progress, are reported in the applicable governmental activities columns in the Government-wide Financial Statements. The Town defines capital assets as assets with an initial, individual cost of more than \$5,000 and life of more than one year. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

TOWN OF CENTER, COLORADO
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Capital assets are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	5-60
Equipment	5-10
Plant	60
Infrastructure	10
Vehicles	5-10

GASB No. 34 requires the Town to report and depreciate new infrastructure assets. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc.

Compensated Absences

Personal time off is granted to full-time employees only and accrual rates are dependent on years of employment and exempt status. Employees may not carry-over more than 360 hours on December 31st of every year. Upon separation from the Town an employee will be paid for all accrued leave, up to the maximum accrual of 360 hours. A liability is recorded for compensated absences in the government-wide and proprietary fund financial statements.

Long-Term Obligations

Long-term debt and other long-term obligations are recorded as liabilities in the government-wide financial statements. In the fund financial statements for governmental fund types, debt proceeds are reported as an other financing source and debt payments are reported as debt service expenditures.

Interest Capitalization

Interest costs are capitalized when incurred by proprietary funds and similar component units on debt where proceeds were used to finance the construction of assets. Interest earned on proceeds of tax-exempt borrowing arrangements restricted to the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized. No interest was capitalized in the current period.

Deferred Inflows

In addition to liabilities, the statement of net position reports a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time.

Encumbrances

The Town does record purchase orders in the accounting system upon approval of administration. End of the year fund balance intended to be used in the succeeding year is reported as designated fund balance.

Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position should be displayed in the following three components:

- *Net investment in capital assets* – consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.

TOWN OF CENTER, COLORADO
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- *Restricted* – consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets consist of assets that have limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.
- *Unrestricted* – consists of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

Fund Balance

Fund balances are reported based on the extent to which the Town is bound to honor constraints for the specific purposes on which amounts in the fund can be spent. Fund balances are classified in one of the five categories:

- *Nonspendable* – amounts that cannot be spent because they are not in spendable form- such as inventory and prepaid insurance.
- *Restricted* – amounts with constraints placed on the use of resources that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed* – amounts that can only be used for specific purposes as a result of constraints imposed by adopted ordinance of the Board of Trustees, the highest level of decision making authority. Committed amounts cannot be used for any other purpose unless the Board of Trustees removed those constraints by taking the same type of action. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- *Assigned* – amounts a government intends to use for a specific purpose; intent can be expressed by the Board of Trustees or by an official or body to which the governing body delegates the authority.
- *Unassigned* – amounts that are available for any purpose; these amounts are reported only in the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted net position/fund balance is available, the Town considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, and unassigned fund balances are available, the Town considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Trustees has provided otherwise in its commitment or assignment actions.

Use of Estimates

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

Contracts

The Town contracts with a private carrier for sanitation services. The Town bills the individual customers and remits the collections less a billing fee to the carrier.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

The Town follows the procedures set forth in the Colorado Local Government Budget Law when preparing the

TOWN OF CENTER, COLORADO
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annual budget for each fund. Budget procedures include:

- Preparation of budget documents by administrative staff shall be submitted to the Board no later than October 15 of each year.
- Publication of a notice stating that the budget is available for public inspection.
- Discussion of the budget in a meeting open to the public.
- Adoption of the budget in a public meeting by appropriate resolution, no later than December 31.
- Ordinance to adopt supplemental appropriations.

Formal budgetary integration is employed as a management control device for all funds of the Town. All fund budgets are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP).

The total expenditures for each fund cannot exceed the budgeted amount unless a supplemental appropriation is adopted.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget.

Stewardship

Expenditures in the following funds exceeded appropriations during 2020. This may be a violation of Colorado Revised Statutes 21-1-110.

General Fund	\$ 688,007
Water Fund	\$ 595,578

The Town budgeted a negative fund balance in the General Fund of \$116,431 as of December 31, 2020. This may be a violation of Colorado Revised Statutes.

NOTE 3 CASH, DEPOSITS, AND INVESTMENTS

A summary of Cash and Investments for the Town are as follows:

Cash desposited with Banks	\$ 1,462,275
Cash with Fiscal Agent	230,460
Investments - ColoTrust	3,883,059
Total cash, deposits, and investments on the Statement of Net Position	<u>\$ 5,575,794</u>

CASH AND DEPOSITS

Colorado State Statutes govern the Town's deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a

TOWN OF CENTER, COLORADO
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group. The market value of the collateral must be at least 102% of the aggregate uninsured deposits. All deposits in 2020 were in eligible public depositories, as defined by the Public Deposit Protection Act of 1989.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. At December 31, 2020, \$924,629 was exposed to custodial credit risk. Deposits exposed to credit risk are collateralized with securities held by the pledging financial institutions through PDPA.

INVESTMENTS

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. They include:

- 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
- Repurchase agreements
- Money market funds
- Guaranteed investment contracts
- Corporate or bank debt issued by eligible corporations or banks

Credit Risk

The Town does not have a formal investment policy, they refer to Colorado State Statutes for investment guidance, that calls for diversification within the portfolio to avoid unreasonable risks inherent in over investing in specific instruments, individual financial institutions or maturities. As of December 31, 2020, the local government investment pools (ColoTrust) in which the Town had invested was rated AAAM by Standard & Poor's.

Fair Value investments classified as Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fair value investments classified as Level 2 of the fair value hierarchy are valued using the active market rates for the underlying securities. Fair value investments classified as Level 3 of the fair value hierarchy are valued using non-observable inputs.

Interest Rate Risk

Colorado Revised Statutes limit investment maturities to five years or less from the date of purchase. This limit on investment maturities is a means of limiting exposure to fair values arising from increasing interest rates. The Town has no investments with maturities past five years.

The Colorado Government Liquid Asset Trust (ColoTrust) is an investment vehicle established for local government entities in Colorado pursuant to Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. ColoTrust operates in a manner similar to a money market fund and each share is equal in value to \$1.00. The fair value of the position in the pool is the same as the value of pool shares. The designated custodial bank provides safekeeping and depository services in connection with the direct

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investment and withdrawal functions. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pool. Investments of the pool consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury Notes.

Investments in local government investment pools or money market funds are not categorized as to risk because they are not evidenced by securities that exist in physical or book entry form.

NOTE 4 ACCOUNTS RECEIVABLE

At December 31, 2020, the Town had accounts receivable as follows:

General Fund	\$ 75,684
Light & Power Fund (net of allowance for uncollectible accounts of \$13)	310,618
Gas Fund (net of allowance for uncollectible accounts of \$2,250)	116,184
Water Fund	47,881
Total	<u>\$ 550,367</u>

NOTE 5 DUE FROM OTHER GOVERNMENTS

Intergovernmental receivables include amounts due from grantors for specific program grants. Program grants are recorded as receivables and revenues at the time reimbursable project costs are incurred.

As of December 31, 2020, the Town had \$173,918 due from federal, state, and local governments, reflected as intergovernmental receivables in the accompanying basic financial statements.

NOTE 6 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund Transfers

Interfund transfers for the year ended December 31, 2020, were as follows:

Transfers In	Transfers Out	Amount
General Fund	Light and Power Fund	\$ 135,575
	Gas Fund	68,548
	Water Fund	32,447
Total		<u>\$ 236,570</u>

Transfers were made to subsidize the General Fund.

TOWN OF CENTER, COLORADO
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NOTE 7 CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2020, was as follows:

	Balance 12/31/2019	Additions	Deletions	Balance 12/31/2020
<i>Governmental Activities:</i>				
Capital assets not being depreciated				
Land and Land Improvements	\$ 3,750	\$ -	\$ -	\$ 3,750
Construction in Progress	-	-	-	-
Total capital assets not being depreciated	3,750	-	-	3,750
Capital assets being depreciated				
Buildings and Improvements	38,802	-	-	38,802
Property, Plant & Equipment	492,362	28,995	-	521,357
Infrastructure	680,369	553,959	-	1,234,328
Total capital assets being depreciated	1,211,533	582,954	-	1,794,487
Less: Accumulated Depreciation	439,166	100,145	-	539,311
Total capital assets being depreciated, net	772,367	482,809	-	1,255,176
<i>Governmental Activities Capital Assets, Net</i>	\$ 776,117	\$ 482,809	\$ -	\$ 1,258,926

	Balance 12/31/2019	Additions	Deletions	Balance 12/31/2020
<i>Business-type Activities:</i>				
Capital assets not being depreciated				
Land and Land Improvements	\$ 177,732	\$ -	\$ -	\$ 177,732
Water Rights	74,500	-	-	74,500
Construction in Progress	1,512,144	737,600	-	2,249,744
Total capital assets not being depreciated	1,764,376	737,600	-	2,501,976
Capital assets being depreciated				
Buildings	306,156	46,000	-	352,156
Enterprise System	3,898,866	-	-	3,898,866
Equipment and Furniture	1,194,050	-	-	1,194,050
Total capital assets being depreciated	5,399,072	46,000	-	5,445,072
Less: Accumulated Depreciation	3,217,628	107,649	-	3,325,277
Total capital assets being depreciated, net	2,181,444	(61,649)	-	2,119,795
<i>Business-type Activities Capital Assets, Net</i>	\$ 3,945,820	\$ 675,951	\$ -	\$ 4,621,771

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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Depreciation expense was charged to functions/programs of the primary government as follows:

<i>Governmental Activities</i>	
General Government	\$ 215
Streets and Parks	41,748
Highways and Streets	27,698
Public Safety	30,484
Total depreciation expense – governmental activities	\$ 100,145
 <i>Business-type Activities</i>	
Light & Power Services	\$ 67,831
Natural Gas Services	9,037
Water Services	30,781
Total depreciation expense – business-type activities	\$ 107,649

NOTE 8 LONG-TERM DEBT

Changes in Long-term Debt

	Balance 12/31/2019	Additions	Deletions	Balance 12/31/2020	Due Within One Year
<i>Governmental Activities:</i>					
Lease Purchase Agreement	\$ 11,420	\$ -	\$ 11,420	\$ -	\$ -
Compensated Absences	24,908	12,466	-	37,374	1,389
Total Governmental Activities	\$ 36,328	\$ 12,466	\$ 11,420	\$ 37,374	\$ 1,389
 <i>Business-type Activities:</i>					
Notes Payable	\$ 2,081,829	\$ -	\$ 41,306	\$2,040,523	\$ 92,555
Compensated Absences	33,084	18,187	-	51,271	-
Total Business-type Activities	\$ 2,114,913	\$ 18,187	\$ 41,306	\$2,091,794	\$ 92,555

GOVERNMENTAL ACTIVITIES

Lease Purchase Agreements

A lease purchase agreement, dated January 25, 2018 was entered into with First Capital Equipment Leasing Corporation, as lessor, and Town of Center (the Town), as lessee, for the purchase of a police car. Payments are due in annual installments of \$12,158, which includes interest at a rate of 6.46%. Final payment was made February 2020 from the General Fund. The vehicle is included in capital assets at a cost of \$34,134 with accumulated depreciation of \$10,239.

TOWN OF CENTER, COLORADO
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BUSINESS-TYPE ACTIVITIES

Notes Payable

Series 2015 Bond dated January 27, 2015, payable to Colorado Water Resources and Power Development Authority for the purpose of constructing a new water storage tank with the maximum principal amount \$1,103,000 with an interest rate of 0%. Payments will be made semiannually over a 30 year period and the final payment is due in 2045.

As of December 31, 2020, the Town is in compliance with the rate covenant requirements applicable to the Colorado Resource and Power Development Authority loan agreements.

The annual debt service for the note payable is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 36,767	\$ -	\$ 36,767
2022	36,767	-	36,767
2023	36,767	-	36,767
2024	36,767	-	36,767
2025	36,767	-	36,767
2026-2030	183,835	-	183,835
2031-2035	183,833	-	183,833
2036-2040	183,833	-	183,833
2041-2045	165,446	-	165,446
	<u>\$ 900,782</u>	<u>\$ -</u>	<u>\$ 900,782</u>

On July 15, 2019 the Town entered into a loan agreement with Colorado Water Resources and Power Development Authority in the amount of \$1,144,280 with an interest rate of 0.5% to complete the water meter project. As of December 31, 2020 the Town has drawn down \$913,820; the remaining funds of \$230,460 has been recorded as cash held with fiscal agent as they are available. Repayment of funds began in 2020.

The annual debt service for the note payable is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 55,788	\$ 5,629	\$ 61,417
2022	56,067	5,350	61,417
2023	56,348	5,069	61,417
2024	56,630	4,787	61,417
2025	56,913	4,503	61,416
2026-2030	288,869	18,215	307,084
2031-2035	296,173	10,911	307,084
2036-2040	272,954	3,424	276,378
	<u>\$ 1,139,742</u>	<u>\$ 57,888</u>	<u>\$ 1,197,630</u>

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 9 PENSION PLANS

Defined Contribution Plan

The Town offers a SIMPLE IRA defined contribution plan through Invesco. This plan is available to all eligible full-time employees after six months of employment, except sworn police officers. The Town will contribute a matching contribution to each eligible employee equal to the employee's contributions up to a limit of 3%. The employees become 100% vested in the Town's contribution once they are eligible to contribute to the plan. Plan provisions and contribution requirements are established and may be amended by the Board of Trustees.

For the year ended December 31, 2020, total employee contributions to the Plan were \$19,317 and matching Town contributions totaled \$13,464.

Police Pension

General Information about the Fire and Police Statewide Defined Benefit Plan

Plan description. The Statewide Defined Benefit Plan (SWDB) is a cost-sharing multiple-employer defined benefit pension plan. The Plan is administered by the Fire & Police Pension Association of Colorado (FPPA). FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's website at <http://www.FPPAco.org>.

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

The annual normal retirement benefit is 2 percent of the average of the member's highest three years' base salary for each year of credited service up to ten years, plus 2.5 percent for each year of service thereafter. The benefit earned prior to January 1, 2007 for members of affiliated Social Security employers will be reduced by the amount of Social Security income payable to the member annually. Effective January 1, 2007, members currently covered under Social Security will receive half the benefit when compared to the Statewide Defined Benefit Plan. Benefits paid to retired members are evaluated and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0 to the higher of 3 percent or the Consumer Price Index.

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

Contributions. Through December 31, 2020 contribution rates for the SWDB plan are set by state statute. Employer contribution rates can only be amended by state statute. Member contribution rates can be amended by state statute or election of the membership. Effective January 1, 2021, contribution rates for employers and members may be increased equally by the FPPA Board of Directors upon approval through an election by both the employers and member.

In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates will increase 0.5 percent annually through 2022 to a total of 12 percent of pensionable earnings. Employer contributions are 8 percent in 2019 and 2020. Employer contributions will increase 0.5 percent annually beginning in 2021 through 2030 to a total of 13 percent of pensionable earnings. In 2019, members of the

TOWN OF CENTER, COLORADO
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SWDB plan and their employers are contributing at the rate of 10.5 percent and 8 percent, respectively, of pensionable earnings for a total contribution rate of 18.5 percent.

Contributions from members and employers of departments reentering the system are established by resolution and approved by the FPPA Board of Directors. The reentry group has a combined contribution rate of 22.5 percent and 23.0 percent of pensionable earnings in 2019 and 2020, respectively. It is a local decision as to whether the member or employer pays the additional 4 percent contribution. The member and employer contribution rates will increase through 2030 as described above for the non-reentering departments. Effective January 1, 2021, reentry departments may submit a resolution to the FPPA Board of Directors to reduce the additional 4 percent contribution, to reflect the actual cost of reentry by department, to the plan for reentry contributions. Each reentry department is responsible to remit contributions to the plan in accordance with their most recent FPPA Board of Directors approved resolution.

The contribution rate for members and employers of affiliated social security employers is 5.25 percent and 4 percent, respectively, of pensionable earnings for a total contribution rate of 9.25 percent in 2019 and 9.50 percent in 2020. Per the 2014 member election, members of the affiliate social security group had their required contribution rate increase 0.25 percent annually beginning in 2015 through 2022 to a total of 6 percent of pensionable earnings. Employer contributions are 4 percent in 2019 and 2020. Employer contributions will increase 0.25 percent annually beginning in 2021 through 2030 to a total of 6.5 percent of pensionable earnings.

Contributions to the Plan from the Town were \$17,141 for the year ended December 31, 2020.

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

At December 31, 2020, the Town reported a liability (asset) of \$(13,563) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2019, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of January 1, 2020. The Town's proportion of the net pension liability (asset) was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined as of December 31, 2019, based upon the January 1, 2019 actuarial valuation. At December 31, 2019, the Town's proportion was 0.024 percent, which was a decrease of 0.0143 from its proportion measured as of December 31, 2018.

For the year ended December 31, 2020, the Town reduced pension expense by \$530. At December 31, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 45,899	\$ 265
Net difference between projected and actual investment earnings	-	21,321
Changes of assumptions	25,753	-
Changes in proportion	60,043	7,303
Contributions subsequent to the measurement date	17,141	-
Total	\$ 148,836	\$ 28,889

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

\$17,141 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a decrease (increase) of the net pension liability (asset) in the year ended December 31, 2020.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	
2021	\$ 10,938
2022	9,092
2023	16,028
2024	7,031
2025	16,024
Thereafter	43,695
	\$ 102,808

Actuarial assumptions. The actuarial valuations for the Statewide Defined Benefit Plan were used to determine the total pension liability and actuarially determined contributions for the fiscal year ending December 31, 2019. The valuations used the following actuarial assumption and other inputs:

	Total Pension Liability	Actuarial Determined Contributions
Actuarial Valuation Date	January 1, 2020	January 1, 2019
Actuarial Method	Entry Age Normal	Entry Age Normal
Amortization Method	N/A	Level % of Payroll, Open
Amortization Period	N/A	30 years
Long-term Investment Rate of Return*	7.00%	7.00%
Projected Salary Increases*	4.25% - 11.25%	4.25% - 11.25%
Cost of Living Adjustments (COLA)	0.0%	0.0%
* Includes Inflation at	2.5%	2.5%

As of January 1, 2019, the post-retirement mortality tables for non-disabled retirees uses the 2006 central rates for the RP-2014 annuitant mortality tables for males and females projected to 2018 using the MP-2017 projections scales, and then projected prospectively using the ultimate rates of the scale for all years. The occupationally disabled post-retirement mortality assumption uses the same table as used for healthy annuitants, except there is a three year set-forward, meaning a disabled member age 70 will be valued as if they were a 73 year old healthy retiree. The totally disabled post-retirement mortality assumption uses the 2006 central rates for the RP-2014 disabled mortality tables for males and females projected in 2018 using the MP-2017 projection scales, and then projected prospectively using the ultimate rates of scale of all years, with minimum probability of 3 percent for males and 2 percent for females. The pre-retirement non-duty mortality tables are adjusted to 50% of the RP-2014 mortality tables for active employees. The on-duty mortality rate is 0.00015.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2019 are summarized in the following table:

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Global Equity	38.0%	7.00%
Equity Long/Short	8.0%	6.00%
Illiquid Alternatives	25.0%	9.20%
Fixed Income	15.0%	5.20%
Absolute Return	8.0%	5.50%
Managed Futures	4.0%	5.00%
Cash	2.0%	2.52%
Total	100.0%	

The discount rate used to measure the total pension liability (asset) was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Board’s funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SWDB plan fiduciary net position was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability (asset).

Discount rate. Projected benefit payments are required to be discounted to their actuarial present values using a Single Discount Rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan’s fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan’s projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.00%; the municipal bond rate is 2.75% (based on the weekly rate closest to but not later than the measurement date of the “state & local bonds” rate from Federal Reserve statistical release (H.15)); and the resulting Single Discount Rate is 7.00%.

Regarding the sensitivity of the net pension liability/(asset) to changes in the Single Discount Rate, the following presents the plan’s net pension liability, calculated using a Single Discount Rate of 7.00%, as well as what the plan’s net pension liability/(asset) would be if it were calculated using a Single Discount Rate that is one percent lower or one percent higher:

1% Decrease	Discount Rate	1% Increase
6.00%	7.00%	8.00%
\$ 82,235	\$ (13,563)	\$ (93,015)

NOTE 10 LABOR EMERGENCY RESERVE

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The Amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of the amendment.

On April 4, 2000, the voters of Center passed a ballot issue to permit the Town of Center “in 1999 and each subsequent year thereafter, to retain and spend Town revenues in excess of the spending, revenue raising, or other limits in Article X, Section 20, of the Colorado constitution, utilizing such revenues for public safety, municipal

TOWN OF CENTER, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2020

services, transportation and other public improvements, park and recreational facilities, and any other lawful purpose as voter-approved revenue change.”

The amendment also requires that Emergency Reserves be established. These reserves must be at least 3 percent of fiscal year spending in 1995 and thereafter. This Emergency Reserve has been presented as a reservation of fund balance in the General Fund. The entity is not allowed to use the Emergency Reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

Water Fund Enterprise Designation

The Water Fund received more than 10% of its total revenue from the State during the year ended December 31, 2020. As a result, in 2020 the Water Fund was included in the Town’s TABOR (Taxpayers Bill of Rights) calculation.

NOTE 11 COMMITMENTS AND CONTINGENCIES

Lawsuits

The Town is party to various legal actions normally associated with governmental activities, aggregate effect which, in management’s and legal counsel’s opinion, would not be material to the financial statements.

Construction Projects

The Town is in the process of performing electrical upgrades in sections of the Town. The electrical upgrade underground estimated completion date is 2024. As of December 31, 2020, project costs are approximately \$621,323 with total estimated completion costs of \$800,000.

On July 15, 2019 the town entered into a grant agreement with the State of Colorado Department of Local Affairs for \$1,000,000, a CWRPDA loan of \$1,144,280, and a CWRPDA Design and Engineering Forgiveness Loan for \$24,810 for the purpose of replacing the Town’s water meters. The Town has spent \$1,729,436 as of December 31, 2020 towards the project and is expecting to finish in August 2022 with a total cost of \$2,169,090.

COVID-19

In March of 2020, the COVID-19 virus was declared a global pandemic. Business continuity throughout the Town could be severely impacted for months or more, as significant and unprecedented measures to mitigate the consequences of the pandemic are undertaken. The Town has received Coronavirus Aid, Relief, and Economic Security (CARES) Act funding in 2020 and American Rescue Plan Act (ARPA) in 2021 to mitigate some of the costs/losses incurred as a result of the pandemic. However, no adjustments have been made to these financial statements as the additional impact is unknown at this time.

TOWN OF CENTER, COLORADO

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements, a budgetary comparison schedule is required for the General Fund and, if applicable, each of the Town's major special revenue funds. In addition, pension plan contributions and the Town's proportionate share of the net pension liability are required to supplement the basic financial statements.

TOWN OF CENTER, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended December 31, 2020

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Taxes	\$ 408,566	\$ 408,566	\$ 577,673	\$ 169,107
Licenses and Permits	7,800	7,800	5,018	(2,782)
Intergovernmental Revenue	113,300	113,300	710,549	597,249
Charges for Services	73,325	73,325	90,163	16,838
Interest on Accounts	2,800	2,800	653	(2,147)
Miscellaneous Revenue	4,800	4,800	6,631	1,831
TOTAL REVENUE	610,591	610,591	1,390,687	780,096
EXPENDITURES				
General Government	132,884	132,884	705,080	(572,196)
Public Safety	525,209	525,209	580,473	(55,264)
Municipal Court	22,348	22,348	22,348	-
Building and Planning	11,800	11,800	11,473	327
Sanitation	43,218	43,218	29,669	13,549
Streets and Parks	148,827	148,827	180,021	(31,194)
Capital Outlay	15,000	15,000	46,071	(31,071)
Debt Service	-	-	12,158	(12,158)
TOTAL EXPENDITURES	899,286	899,286	1,587,293	(688,007)
Excess (Deficiency) of Revenues Over Expenditures	(288,695)	(288,695)	(196,606)	92,089
OTHER FINANCING SOURCES (USES)				
Sale of Fixed Assets	2,500	2,500	-	(2,500)
Transfer In	312,641	312,641	236,570	(76,071)
TOTAL OTHER FINANCING SOURCES (USES)	315,141	315,141	236,570	(78,571)
Net Change in Fund Balance	26,446	26,446	39,964	13,518
Fund Balance at Beginning of Year	(142,877)	(142,877)	(22,560)	120,317
Fund Balance at End of Year	\$ (116,431)	\$ (116,431)	\$ 17,404	\$ 133,835

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.
The schedule is presented on the GAAP basis.

TOWN OF CENTER, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
STREET IMPROVEMENT FUND
For the Year Ended December 31, 2020

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Sales Tax	\$ 130,854	\$ 130,854	\$ 273,587	\$ 142,733
Interest Income	13,029	13,029	5,049	(7,980)
TOTAL REVENUES	<u>143,883</u>	<u>143,883</u>	<u>278,636</u>	<u>134,753</u>
EXPENDITURES				
Highway and Streets	27,500	27,500	2,269	25,231
Capital Outlay	725,000	725,000	553,959	171,041
TOTAL EXPENDITURES	<u>752,500</u>	<u>752,500</u>	<u>556,228</u>	<u>196,272</u>
Net Change in Fund Balance	(608,617)	(608,617)	(277,592)	331,025
Fund Balance at Beginning of Year	<u>750,747</u>	<u>750,747</u>	<u>795,074</u>	<u>44,327</u>
Fund Balance at End of Year	<u>\$ 142,130</u>	<u>\$ 142,130</u>	<u>\$ 517,482</u>	<u>\$ 375,352</u>

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.

The schedule is presented on the GAAP basis.

TOWN OF CENTER, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
CONSERVATION TRUST FUND
For the Year Ended December 31, 2020

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Lottery Proceeds	\$ 22,000	\$ 22,000	\$ 23,701	\$ 1,701
Miscellaneous Revenue	50	50	201	151
TOTAL REVENUES	22,050	22,050	23,902	1,852
EXPENDITURES				
Capital Outlay	22,000	22,000	-	22,000
TOTAL EXPENDITURES	22,000	22,000	-	22,000
Net Change in Fund Balance	50	50	23,902	23,852
Fund Balance at Beginning of Year	24,799	24,799	35,763	10,964
Fund Balance at End of Year	\$ 24,849	\$ 24,849	\$ 59,665	\$ 34,816

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.

The schedule is presented on the GAAP basis.

TOWN OF CENTER, COLORADO
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY (ASSET)
FPPA SWDB PENSION PLAN
For the Years Ended December 31,

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Town's proportion of the net pension liability (asset)	0.0239812949%	0.0383048016%	0.0484460021%	0.0540757033%	0.0446472349%	0.0459739921%	0.0487393230%
Town's proportionate share of the net pension liability (asset)	\$ (13,563)	\$ 48,428	\$ (69,697)	\$ 19,540	\$ (787)	\$ (51,885)	\$ (43,582)
Town's covered payroll	\$ 214,264	\$ 176,751	\$ 256,588	\$ 265,369	\$ 256,196	\$ 216,442	\$ 211,568
Town's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-6.33%	27.40%	-27.16%	7.36%	-0.31%	-24%	-21%
Plan fiduciary net position as a percentage of the total pension liability	101.9%	95.2%	106.3%	98.2%	100.1%	106.8%	105.8%

*The amounts presented were determined as of the calendar year-end.

**This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled the Town presents information for those years for which information is available.

TOWN OF CENTER, COLORADO
SCHEDULE OF TOWN CONTRIBUTIONS
FPPA SWDB PENSION PLAN
For the Years Ended December 31,

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually required contribution	\$ 17,141	\$ 14,140	\$ 21,655	\$ 22,670	\$ 21,135	\$ 17,315	\$ 16,540	\$ 16,936
Contributions in relation to the contractually required contribution	<u>(17,141)</u>	<u>(14,140)</u>	<u>(21,655)</u>	<u>(22,670)</u>	<u>(21,135)</u>	<u>(17,315)</u>	<u>(16,540)</u>	<u>(16,936)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered payroll	214,264	176,751	256,588	265,369	256,196	216,442	211,568	211,695
Contributions as a percentage of covered payroll	8.00%	8.00%	8.44%	8.54%	8.25%	8.00%	7.82%	8.00%

** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled the Town presents information for those years for which information is available.

TOWN OF CENTER, COLORADO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
CHANGES IN BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS
For the Year Ended December 31, 2020

NOTE 1 NET PENSION LIABILITY

Changes in assumptions or other inputs effective for the December 31st measurement period for the following years ended:

2019

- Reduced the real return rate from 5.00% to 4.50%, combined with an unchanged inflation rate of 2.5%, reduced the nominal investment assumption from 7.50% to 7.00%.
- Increased the productivity component of the salary scale assumption from 1.50% to 1.75%. Combined with the inflation creates of 2.50%, this creates and ultimate salary assumption of 4.25%.
- Removed the blue collar adjustment for the mortality tables being used and updated the mortality projection scale from Scale BB to the ultimate rates of the MP-2017 projection scale.
- Increased disability rates for members covered by a defined benefit program.
- Slightly modified retirement rates to reflect increased retirement utilization for low service members and slightly decreased the normal retirement rates after age 55.
- Limited the amortization period used to determine the Actuarially Determined Contribution Rate such that no negative amortization results (the payment always covers at least the interest on the unfunded liability).

2018

- The Long-Term Investment Rate of Return was lowered from 7.5% to 7.0%.
- Projected Salary Increases changed from 4.0%-14.0% to 4.25%-11.25%.
- Increase the expected incidence of Disability for members of FPPA's defined benefit plans.

2017 There were no changes in assumptions or other inputs this measurement period compared to prior year.

2016 There were no changes in assumptions or other inputs this measurement period compared to prior year.

2015

- The Inflation assumption was reduced from 3.0% to 2.5%.
- Added an explicit charge for administrative expenses in the actuarial contribution calculation.
- Revised the base mortality tables and the explicit assumption for increasing longevity in the future to reflect current mortality studies.
- Increase the expected incidence of Total Disability for members of FPPA's defined benefit plans.

TOWN OF CENTER, COLORADO
SUPPLEMENTARY INFORMATION

TOWN OF CENTER, COLORADO
SCHEDULE OF EXPENSES AND TRANSFERS OUT
ALL PROPRIETARY FUNDS
BUDGET AND ACTUAL
For the Year Ended December 31, 2020

	BUDGETED AMOUNTS		EXPENSES	ADJUSTMENTS	EXPENSES	VARIANCE WITH
	ORIGINAL	FINAL	REPORTED ON	TO BUDGETARY	ON THE	FINAL BUDGET
			THE GAAP	BASIS	BASIS	BUDGETARY
			BASIS	BASIS	BASIS	(NEGATIVE)
Proprietary Funds						
Enterprise Funds						
Light and Power Fund	\$ 2,471,915	\$ 2,471,915	\$ 1,719,383	\$ 76,466	\$ 1,795,849	\$ 676,066
Natural Gas Fund	1,613,169	1,613,169	829,134	(9,037)	820,097	793,072
Water Fund	541,325	541,325	487,065	649,828	1,136,893	(595,568)
Total Enterprise Funds	<u>\$ 4,626,409</u>	<u>\$ 4,626,409</u>	<u>\$ 3,035,582</u>	<u>\$ 717,257</u>	<u>\$ 3,752,839</u>	<u>\$ 873,570</u>

Adjustments to budgetary basis include costs of capital asset activity, depreciation expense, and debt payments.

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Center, Colorado
	YEAR ENDING : December 2020
This Information From The Records Of (example - City of _ or County of _): Town of Center, CO	Prepared By: Phone: Brian Lujan 719-754-3497

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)	553,959
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	2,269
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	319,021	c. Other	
4. Miscellaneous local receipts (from page 2)	5,048	d. Total (a. through c.)	2,269
5. Transfers from toll facilities		4. General administration & miscellaneous	54,006
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	54,106
a. Bonds - Original Issues		6. Total (1 through 5)	664,340
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	324,069	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	62,679	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	386,748	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	664,340

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

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	795,074	386,748	664,340	517,482	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2020

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	45,434	a. Interest on investments	5,048
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	273,587	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other		g. Other Misc. Receipts	
6. Total (1. through 5.)	273,587	h. Other	
c. Total (a. + b.)	319,021	i. Total (a. through h.)	5,048
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	62,679	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		d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	0	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	62,679	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements		553,959	553,959
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	553,959	553,959
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	553,959	553,959
			(Carry forward to page 1)

Notes and Comments: