

# CITY OF FORT LUPTON

## Colorado



# 2015 Comprehensive Annual Financial Report For the Year Ended December 31, 2015

# City of Fort Lupton, Colorado

Comprehensive Annual Financial Report

For The Fiscal Year Ending

December 31, 2015

Issued by:

City of Fort Lupton  
Finance Department



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# City of Fort Lupton

Comprehensive Annual Financial Report  
Fiscal Year Ended December 31, 2015

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## INDEPENDENT AUDITORS' REPORT

City Council  
City of Fort Lupton  
Fort Lupton, Colorado

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Fort Lupton, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the entity'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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Fort Lupton as of December 31, 2015, 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.

**Other Matters**

*Required Supplementary Information*

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

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Fort Lupton's basic financial statements. The combining and individual nonmajor fund financial statements and schedules and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules and 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 combining and individual nonmajor fund financial statements and schedules and Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.



**CliftonLarsonAllen LLP**

Broomfield, Colorado  
June 15, 2016

— CITY OF —

*Fort Lupton*  
EST 1836

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## Finance Department

Fort Lupton, CO 80621

130 S. McKinley Avenue  
Phone: 303.857.6694  
Fax: 303.857.0351

[www.fortlupton.org](http://www.fortlupton.org)

June 10, 2016

To: Honorable Mayor Tommy Holton, Members of Council and  
Residents of the City of Fort Lupton:

State Law requires that all general-purpose local governments publish within seven months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of Fort Lupton (the City) for the fiscal year ended December 31, 2014.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements are free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

CliftonLarsonAllen, LLP, a firm of licensed certified public accountants, has audited the City's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2014, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended December 31, 2014, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

The Government Finance Officers Association of the United States and Canada (GFAO) awarded a



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Certificate of Achievement for Excellence in Financial Reporting to the City of Fort Lupton for its comprehensive annual financial statements for the fiscal year ended December 31, 2014. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

### **PROFILE OF THE CITY**

The City is located in Weld County along State Highway 85 approximately 30 miles north of Denver. Fort Lupton encompasses 26 square miles and serves approximately 7,420 residents.

The City is the oldest continuously inhabited settlement in Weld County, founded in 1836 as a trading post on the banks of the South Platte River and was incorporated in 1890. The City operates under the council – manager form of government. Legislative and policy making authority are vested in the City Council, consisting of a mayor and six council members. The mayor is elected at large and the council is elected by wards. The mayor and council members are elected to four year staggered terms with three to four members being elected every two years.

The Council is responsible for passing ordinances, adopting the annual budget, appointing committees, hiring the city administrator, clerk, attorney and judge. The city administrator is responsible for carrying out policies and ordinances passed by the council and appointing heads of departments to oversee the operations of the City.

The City provides a range of services to its residents including: police protection courts, municipal water, sanitary sewer and storm water, construction and maintenance of streets, parks and trails, recreation center and golf course facilities, cultural events, planning, development, code enforcement and general government services.

### **LOCAL ECONOMY**

44% of the City's general fund revenues are derived from sales taxes. Sales tax is used to provide services such as police, parks, municipal court, planning and economic development, and general governmental services. In addition to services the sales tax revenue in the general fund also provided for street maintenance and repair and the purchase of water. The major sources of sales tax within the City are grocery stores, auto sales, and restaurants.

Four of the top ten major employers in the City are in the oil and gas industry or related services. In 2015 the employment statistics show an 18% decrease in employment in the top oil and gas companies located



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in Fort Lupton. The 2015 decrease in City sales tax of 7% is related to the oil & gas industry. The property tax valuation for 2014, taxes collected in 2015, decreased 2%, due to a large decrease in oil & gas valuations partially offset by increases in industrial, commercial and residential valuations.

### **LONG-TERM FINANCIAL PLANNING**

The annual budget and the six year capital improvement plan are the tools used by the City to project cash flows needed for improvements. Every department of the City is required to submit a capital request and six year improvement plan by the end of July and a budget request for the following year, by the beginning of September. The Finance Department presents the budget to the City Administrator and Council for review and amendment before October 31<sup>st</sup>. Public hearings are held and the Council adopts the budget before December 15<sup>th</sup>.

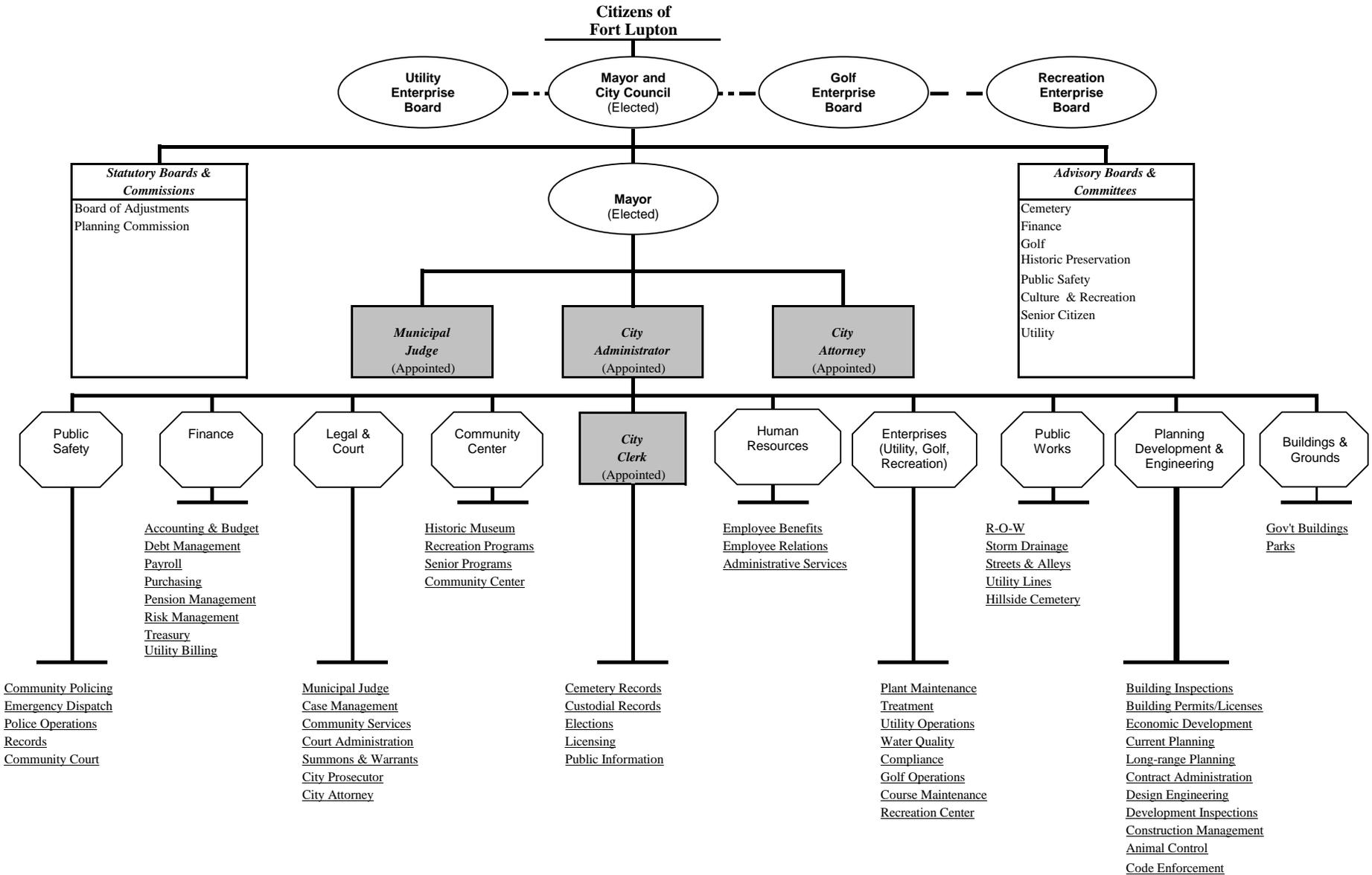
The City monitors the budget throughout the year and makes adjustments as necessary to provide services and infrastructure improvements.

Sincerely,

Leann Perino  
Finance Director

# CITY OF FORT LUPTON

## 2015 ORGANIZATIONAL CHART FOR THE PRIMARY GOVERNMENT



**By Function**

○ - City Departments.

■ - Appointed Officials.

○ - Elected Officials.

**CITY OF FORT LUPTON  
PRINCIPAL OFFICIALS  
OF THE PRIMARY GOVERNMENTS**

**CITY COUNCIL**

**TOMMY HOLTON**

Mayor  
At-Large

**SHANNON RHODA**

Council Member  
Ward 1

**ZO STIEBER**

Treasurer  
Ward 2

**CHRIS CROSS**

Mayor Pro-Tem  
Ward 3

**DAVID CRESPIN**

Council Member  
Ward 1

**CHRIS CERETTO**

Council Member  
Ward 2

**BOB MCWILLIAMS**

Council Member  
Ward 3

**LEGAL AND COURT**

**ANDREW AUSMUS**

City Attorney

**LOUIS A. GRESH**

Municipal Court Judge

**CITY ADMINISTRATION**

**CLAUD HANES**

City Administrator

**KENNETH PONCELOW**

Public Safety Director

**NANETTE FORNOF**

City Clerk

**LEANN PERINO**

Finance Director

**MIKE ROUSEY**

Wastewater/Water Plant  
Operator - OMI

**MONTY SCHUMAN**

Parks & Recreation Director

**JEANELLE ANDERSEN**

Court Coordinator

**ROY VESTAL**

Public Works Manager

**LAURA HOWE**

Human Resource Manager

**TYLER TARPLEY**

Golf Course Manager

**TODD HODGES**

City Planner



Government Finance Officers Association

Certificate of  
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Reporting

Presented to

**City of Fort Lupton  
Colorado**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2014**

Executive Director/CEO

**CITY OF FORT LUPTON  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended December 31, 2015**

This discussion and analysis of the City's financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2015. Please read it in conjunction with the transmittal letter and the City's financial statements.

**FINANCIAL HIGHLIGHTS**

- The City's financial position continues to be strong and improving during 2015.
- The City's assets exceeded liabilities and deferred inflows of resources by \$76,996,318 at the end of 2015. Of this amount \$5,153,523 or 6.7% is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. The remaining \$71,842,795 is invested in capital assets or restricted by agreement or regulation.
- The City's total net position increased by \$12,666,264 in 2015. \$1,113,454 of the increase was in the Governmental Activities. In the Governmental Activities current assets increased \$1,520,422, current liabilities increased \$131,394, and deferred inflows of resources increased \$98,426.
- The City's General Fund balance was \$7,856,345 as of December 31, 2015; which is an increase of \$1,279,595 from the previous year. The unassigned fund balance in 2015 is \$2,569,273 or 42% of expenditures.
- Sales tax revenue for the Governmental Funds decreased by \$284,782 or 7% in 2015.
- The enterprise funds had an unrestricted net position of \$840,139 at the end of 2015.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The basic financial statements contain three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic statements, this report also contains other supplementary information including combining statements for non-major funds, and individual fund 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, liabilities and deferred inflows of resources with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the City's financial position is improving or deteriorating.

The *statement of activities* presents information showing how the government's assets changed during the 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 the 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 that are principally supported by taxes and intergovernmental revenue (*governmental activities*) from other functions that are intended to recover all or a significant portion of their cost through user fees and charges (*business-type activities*). The City's governmental activities include general government, public safety, public works, parks and recreation, and other auxiliary services. The business-type activities include water treatment, sewage treatment, storm water drainage, recreation center, and a golf course.

**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, like other state and local governments, 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 function as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows* of spendable resources, as well as on the balance of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. 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 five individual governmental funds. Information is presented separately in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balance for the General Fund, which is considered to be the City's only major fund. Data from the other four funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major funds is provided in the form of *combining statements* elsewhere in the report.

The basic governmental fund financial statements can be found from pages 16 through 19 of this report.

**Proprietary Funds** The City maintains four operations that are considered enterprise in nature. The four *enterprise funds* are the Recreation Center, Utility Fund, Storm Water Drainage Fund and the Golf Fund that are presented in the *business-type 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 Recreation Center, Utility Fund, Storm Water Drainage Fund and the Golf Fund, which are all considered major funds of the City.

The basic proprietary fund financial statements can be found on pages 20 through 24 of this report.

**Budget Comparisons** The City adopts an annual appropriated budget for all of its funds. A budgetary comparison statement has been provided for all governmental and enterprise funds to demonstrate compliance with the budgets.

**Notes to 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 immediately following the financial statements.

**Other Information** In addition to the financial statements and accompanying notes this report also includes required and other supplementary information.

### CITY-WIDE FINANCIAL ANALYSIS

**Net position** As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of December, 31, 2015, assets exceeded liabilities and deferred inflows of resources by \$76,996,318.

The following table provides a summary of the City's governmental and business-type net position for 2014 and 2015.

**Table 1  
Net Position**

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
<b>Assets</b>						
Current assets	\$11,236,241	\$ 9,715,819	\$ 4,412,557	\$ 5,497,833	\$ 15,648,798	\$15,213,652
Capital Assets	25,210,238	25,369,586	59,701,703	56,309,354	84,911,941	81,678,940
Total Assets	36,446,479	35,085,405	64,114,260	61,807,187	100,560,739	96,892,592
<b>Liabilities</b>						
Current liabilities	528,532	397,138	4,991,006	12,900,299	5,519,538	13,297,437
Long term liabilities	136,138	118,338	14,985,540	16,287,476	15,121,678	16,405,814
Total liabilities	664,670	515,476	19,976,546	29,187,775	20,641,216	29,703,251
<b>Deferred Inflows of Resources</b>						
Property Taxes	\$ 1,941,952	\$ 1,843,526	\$ 981,253	\$ 1,015,761	\$ 2,923,205	\$ 2,859,287
<b>Net position</b>						
Net Investment in capital assets	25,210,238	25,369,586	41,729,359	33,275,694	66,939,597	58,645,280

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Restricted	4,316,235	3,488,518	586,963	1,271,912	4,903,198	4,760,479
Unrestricted	4,313,384	3,868,299	840,139	(2,943,935)	5,153,523	924,295
<b>Total net position</b>	<b>\$33,839,857</b>	<b>\$32,726,403</b>	<b>\$43,156,461</b>	<b>\$31,603,651</b>	<b>\$76,996,318</b>	<b>\$64,330,054</b>

A significant portion of the City's net position (87%) reflects its investment in capital assets. These assets include land, buildings, machinery, equipment, and infrastructure. These capital assets are used to provide services to citizens; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Another small portion of the City's net position (6%) represents resources that are subject to external restrictions and City ordinance on how they may be used. 1% of the funds are restricted for the payment of debt. 5% of the funds have been legally restricted by ordinance for the purchase and maintenance of infrastructure. 1% of funds have been restricted by ordinance for use in parks and recreation. 0.04% of funds are restricted for perpetual care of the cemetery. 0.17% of the funds have been restricted by the State of Colorado Conservation Trust Fund for use in parks and recreation.

**Changes in Net Position** Governmental and Business-type activities increased the City's net position by \$12,666,954 in 2015. The following table indicates the changes in net position for governmental and business-type activities in 2015.

**Table 2**  
**Changes in Net Position**  
**(in thousands)**

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
<b>Revenues</b>						
<b>Program revenues:</b>						
Charges for Service	\$1,214	\$646	\$6,958	\$6,413	\$8,172	\$7,059
Operating Grants & Contributions	182	236	-	-	182	239
Capital grants & contributions	177	529	2,947	669	3,124	1,198
<b>General revenue:</b>						
Sales tax	3,863	4,142	-	-	3,862	4,142
Property taxes	1,849	1,669	1,010	953	2,860	2,621
Other taxes	1,294	1,278	-	-	1,294	1,278
Other revenue	148	155	329	714	477	869
<b>Total revenue</b>	<b>8,727</b>	<b>8,655</b>	<b>11,244</b>	<b>8,752</b>	<b>19,971</b>	<b>17,406</b>

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
<b>Expenses</b>						
General government	2,765	2,336	-	-	2,765	2,336
Public safety	1,642	1,270	-	-	1,642	1,270
Public works	1,355	1,406	-	-	1,355	1,406
Culture, parks, recreation	667	622	1,289	1,213	1,956	1,834
Other	723	592	0	0	723	592
Utilities	-	-	4,319	5,737	4,319	5,738
Storm Water Drainage	-	-	22	29	22	29
Golf	-	-	1,186	1,232	1,186	1,232
Total expenses	7,152	6,226	6,816	8,211	13,968	14,437
<b>Increase in Net Position Before Transfers</b>	<b>1,575</b>	<b>2,429</b>	<b>4,429</b>	<b>541</b>	<b>6,003</b>	<b>2,970</b>
Transfers	(461)	(427)	461	427	-	-
Gain on Extinguishment of Debt	-	-	6,663	-	6,663	-
<b>Increase in net position</b>	<b>1,113</b>	<b>2,002</b>	<b>11,553</b>	<b>968</b>	<b>12,666</b>	<b>2,970</b>
Beginning Net Position	\$32,726	\$30,725	\$31,604	\$30,635	\$64,330	\$61,360
<b>Ending Net Position</b>	<b>\$33,840</b>	<b>\$32,726</b>	<b>\$43,156</b>	<b>\$31,604</b>	<b>\$76,996</b>	<b>\$64,330</b>

*Governmental Activities* Governmental activities increased the City's net position by \$1,113,454 in 2015. Key elements of this increase are as follows:

- Revenues increased \$38,145 or 0.5% primarily in charges in services from building permits.
- Expenses increased \$926,378. This represents a 14% increase primarily in salaries and benefits.

*Business-type Activities* Business-type activities increased the City's net position by \$11,552,810 in 2015. The key elements are as follows:

- Revenues increased \$9,189,080 or 100.1% from 2014 primarily in the golf enterprise funds extinguishment of debt totaling \$6,663,013 in principal and interest.
- Expenses were down \$1,395,527 from 2014, which equates to a 17% decrease primarily due to two factors:
  - All necessary repairs to facilities damaged in the floods of 2013 were completed in 2014.
  - Coyote Creek Golf Course management was transferred to the City and cost associated with the management company ended in 2014.

## 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 Overview* 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, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of 2015, the combined ending fund balance of the City's government funds was \$8,818,700, with \$2,569,273 unassigned, which is available as working capital and for current spending in accordance with the purposes of specific funds.

The City has one major governmental fund. The General Fund:

1. General Fund. This is the primary operating fund of the City. It accounts for many of the City's core services, such as law enforcement, legal and court, public works, planning, finance and administration. The general fund balance was \$7,856,345 as of December 31, 2015, of which \$2,569,273 was unassigned. The 2015 general fund balance increased \$1,279,595. This fund generates a 1% sales tax reserved for the operation and maintenance of the water treatment facility, as well as purchase of water for future needs. The fund also collects a ½ % sales tax reserved for street improvements and maintenance. The water and street sales tax accounts for 93% of the \$3,353,954 restricted balance in the general fund.

## **PROPRIETARY FUNDS OVERVIEW**

The City's proprietary fund statements provide the same information found in the government-wide statements, but in more detail. The City has four enterprise-type funds. These are 1) Utility Enterprise Fund, 2) Storm Water Drainage Fund, 3) Golf Course Fund, and 4) Recreation Center Fund.

1. Utility Enterprise Fund - This fund generates revenue through billings for water and sewer usage in the incorporated area of the City. Funds are utilized for the maintenance of the sewer treatment plant, water treatment plant, and the various water and sewer infrastructure for the City. The net position for this fund was \$41,634,137 up \$4,620,492 from 2014, with 1.3% of the assets obligated to debt service. The increase was due to three factors: 1) a decrease in repair and maintenance costs associated with the floods of 2013; 2) an increase in water assessment fees; 3) an increase in capital contributions by industrial users adding water and sewer infrastructure.
2. Storm Water Drainage Fund – This fund was created to address storm water issues in the City and has accumulated \$1,000,186 for this purpose by year end. Revenues increased 70% in 2015 due to a rate increase implemented in June 2015.
3. Golf Course Fund - This fund accounts for the operation of the Coyote Creek Golf Course, which is City owned. The operation of the course was outsourced to a private concern but was brought under direct City management in 2015. The City defaulted on the Revenue Bonds for the golf course in 2001, as the operational profits in the original plan were never realized. An offer was made on the outstanding bonds in December 2014 which closed on April 1, 2015. The net position was (\$20,632) as of December 31, 2015 an increase of \$6,615,656.

4. Recreation Center Fund - The recreation center opened in 2004 and provides various activities for the citizenry of all ages. At year end the net position totaled \$542,770, up \$100,451 from 2014.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The City’s budget is prepared according to Colorado statutes. The most significant budgeted fund is the General Fund; excluding funds consolidated with the General Fund for reporting purposes (see General Fund Budgetary Comparison Schedule in Required Supplementary information).

In December of 2014, the Council appropriated \$6,743,120 for general fund expenditures and other financing uses, no reserves. The budget was amended to include an additional \$272,243 in expenditures.

**Table 3  
2015 General Fund Budget**

	Original Budget	Amendments	Final Budget	Actual
Revenue and other Financing Sources	\$5,474,292	\$ 133,869	\$5,608,161	\$6,020,964
Expenditures and other financing uses	\$6,743,120	\$272,243	\$7,015,363	\$5,488,979

Actual expenditures were within the budgetary limits. Budgeted capital expenditures budgeted for the year were not completed and resulted in general government expenditures of \$5,488,979, \$1,526,384 under budget.

The over budgeted revenue of \$412,803 is a result of increased sales tax due to the purchase of equipment in the oil and gas industry located in the City and infrastructure assessments from new building permits issued at the end of 2015.

The ending fund balance increased \$531,985 from the prior year.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

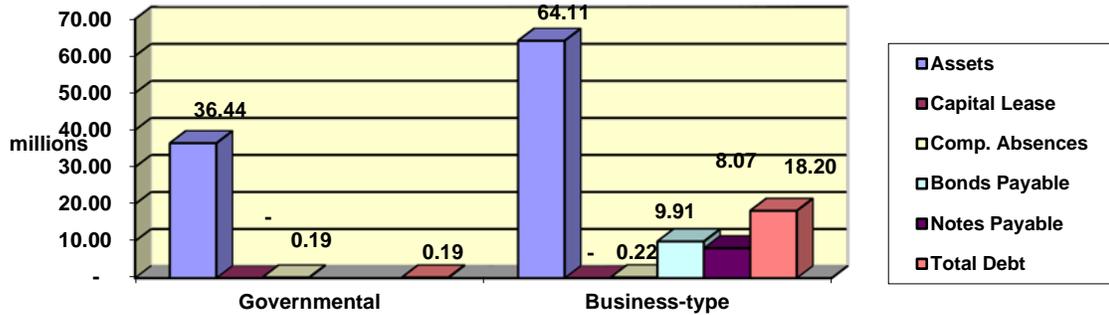
**Capital Assets** The City’s investment in capital assets for its governmental and business-type activities as of December 31, 2015 totals \$84,911,941 (net of accumulated depreciation). This investment includes land, buildings, machinery, equipment, and infrastructure. The increase in investment in capital assets for the current fiscal year is \$3,233,001.

Additional information on the City’s capital assets can be found in Note 5 of this report.

**Long-Term Debt** At December 31, 2015, the City had outstanding long-term debt totaling \$18.2 million. This debt consists of: 1) bonds payable; 2) notes payable; 3) capital leases; and 4) compensated absences payable.

A debt limit is not imposed by the State of Colorado, but it is measured by the worth of the entity. Below is a graphic presentation of each of the debt segments compared to the assets of the City segregated into governmental and business-type activities:

**Table 4**  
**Debt compared to Asset (in millions)**



Additional information on the City’s debt can be found in Notes 6 through 8.

**Other matters:** The following factors are expected to have a significant effect on the City’s financial position or results of operations and were taken into account in developing the 2015 budget.

- The City experienced a slight increase in growth in 2015. As future growth occurs it will cause increased demands in all service areas of the City, especially in the infrastructure to service new areas with roads, water supply and sewer capacity.
- The Planning director continues to work with landowners as the annexation demand is increasing monthly. He continues to assist developers in their site plan review process to assure proper infrastructure is in place on each annexation.
- The City Council is supportive of the development plan for the City, which will position us well for the upcoming growth and development that the City should experience.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the City’s finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this or for additional financial information should be addressed to the Fort Lupton City Administrator, 130 South McKinley Avenue, Fort Lupton, CO 80621.

— CITY OF —

*Fort Lupton*  
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COME PAINT YOUR FUTURE WITH US

# **BASIC FINANCIAL STATEMENTS**

**CITY OF FORT LUPTON, COLORADO**

STATEMENT OF NET POSITION

December 31, 2015

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total 2015	Public & School Library	Fort Lupton Urban Renewal Authroity
<b>ASSETS</b>					
<b>CURRENT ASSETS</b>					
Cash and investments	\$ 7,127,979	\$ 2,546,251	\$ 9,674,230	\$ 1,721,434	-
Restricted cash	-	637,506	637,506	113,099	-
Receivables:					
Accounts	243,566	837,313	1,080,879	-	-
Sales taxes	469,860	-	469,860	-	-
Property taxes	1,941,952	981,253	2,923,205	-	-
Internal Balance	1,442,023	(1,442,023)	-	-	-
Prepaid items	10,861	550,014	560,875	-	-
Other assets	-	302,243	302,243	-	-
Due from Primary Government	-	-	-	-	40,883
<b>Total Current Assets</b>	<b>11,236,241</b>	<b>4,412,557</b>	<b>15,648,798</b>	<b>1,834,533</b>	<b>40,883</b>
<b>LONG-TERM ASSETS</b>					
Capital assets					
Nondepreciable capital assets	9,464,488	16,763,731	26,228,219	-	-
Depreciable capital assets, net	15,745,750	42,937,972	58,683,722	-	-
<b>Total Long-term Assets</b>	<b>25,210,238</b>	<b>59,701,703</b>	<b>84,911,941</b>	<b>-</b>	<b>-</b>
<b>Total Assets</b>	<b>36,446,479</b>	<b>64,114,260</b>	<b>100,560,739</b>	<b>1,834,533</b>	<b>40,883</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>					
<b>CURRENT LIABILITIES</b>					
Accounts payable	217,101	292,365	509,466	55,001	-
Due to Component Units	40,883	-	40,883	-	-
Accrued expenses	121,687	1,609,601	1,731,288	20,479	-
Bonds payable - current	-	2,539,631	2,539,631	-	-
Notes payable - current	-	481,902	481,902	-	-
Capital lease - current	-	-	-	-	-
Payment in lieu of water	-	54,000	54,000	-	-
Compensated absences - current	52,943	13,507	66,450	20,849	-
Unearned Revenue	95,918	-	95,918	-	-
<b>Total Current Liabilities</b>	<b>528,532</b>	<b>4,991,006</b>	<b>5,519,538</b>	<b>96,329</b>	<b>-</b>
<b>LONG-TERM LIABILITIES</b>					
Bonds payable - Long-Term	-	6,883,669	6,883,669	-	-
Notes payable - Long-Term	-	8,067,142	8,067,142	-	50,000
Compensated absences payable	136,138	34,729	170,867	53,610	-
<b>Total Long-Term Liabilities</b>	<b>136,138</b>	<b>14,985,540</b>	<b>15,121,678</b>	<b>53,610</b>	<b>50,000</b>
<b>Total Liabilities</b>	<b>664,670</b>	<b>19,976,546</b>	<b>20,641,216</b>	<b>149,939</b>	<b>50,000</b>

**CITY OF FORT LUPTON, COLORADO**

STATEMENT OF NET POSITION

December 31, 2015

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total 2015	Public & School Library	Fort Lupton Urban Renewal Authroity
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Property tax revenue	1,941,952	981,253	2,923,205	-	-
<b>NET POSITION</b>					
Net investment in capital assets	25,210,238	41,729,359	66,939,597	-	-
Restricted for debt service	-	548,382	548,382	-	-
Restricted for streets & water projects	3,109,903	-	3,109,903	-	-
Restricted for culture, parks & recreation	907,346	-	907,346	-	-
Restricted for cemeteries	30,571	-	30,571	-	-
Restricted for donations	6,629	-	6,629	113,099	-
Restricted for emergencies	261,786	38,582	300,368	39,755	-
Unrestricted	4,313,384	840,139	5,153,523	1,531,740	(9,117)
<b>Total Net Position</b>	<u>\$ 33,839,857</u>	<u>\$ 43,156,461</u>	<u>\$ 76,996,318</u>	<u>\$ 1,684,594</u>	<u>\$ (9,117)</u>

The accompanying notes are an integral part of the financial statements

**CITY OF FORT LUPTON, COLORADO**

STATEMENT OF ACTIVITIES  
For the Year Ended December 31, 2015

Functions	Expenses	Program Revenues	
		Charges for Services, Sales and Fines	Operating Grants, and Contributions
<b>GOVERNMENTAL ACTIVITIES</b>			
General Government	\$ 2,765,380	\$ 117,306	\$ 108,163
Public Safety	1,642,454	290,045	100
Public Works	1,354,525	648,451	-
Culture, Parks and Recreation	666,666	158,472	73,916
Other	723,047	-	-
<b>Total Governmental Activities</b>	<b>7,152,072</b>	<b>1,214,274</b>	<b>182,179</b>
<b>BUSINESS-TYPE ACTIVITIES</b>			
Utilities	4,318,890	5,218,152	-
Storm Water Drainage	21,788	237,721	-
Golf	1,185,890	1,138,444	-
Recreation	1,289,317	363,156	-
Interest	-	-	-
Other	-	-	-
<b>Total Business Activities</b>	<b>6,815,885</b>	<b>6,957,473</b>	<b>-</b>
<b>Total Primary Government</b>	<b>13,967,957</b>	<b>8,171,747</b>	<b>182,179</b>
<b>COMPONENT UNITS</b>			
Public and School Library	883,242	13,850	1,311,322
Fort Lupton Urban Renewal Authority	9,117	-	-
<b>Total Component Units</b>	<b>892,359</b>	<b>13,850</b>	<b>1,311,322</b>

**GENERAL REVENUES**

Taxes:

Sales and use

Property

Other

Investment earnings

Gain on Extinguishment of Debt

Miscellaneous

**Transfers**

Total General Revenues and Transfers

**CHANGE IN NET POSITION**

NET POSITION, Beginning of Year Restated

NET POSITION, End of Year

The accompanying notes are an integral part of the financial statements

Net (Expense) Revenue and Changes in Net Position

Capital Grants, and Contributions	Governmental Activities	Business-Type Activities	Total 2015	Component Units	
				Public & School Library	Fort Lupton Urban Renewal Authority
\$ 177,101	\$ (2,362,810)	\$ -	\$ (2,362,810)	\$ -	\$ -
-	(1,352,309)	-	(1,352,309)	-	-
-	(706,074)	-	(706,074)	-	-
-	(434,278)	-	(434,278)	-	-
-	(723,047)	-	(723,047)	-	-
<u>177,101</u>	<u>(5,578,518)</u>	<u>-</u>	<u>(5,578,518)</u>	<u>-</u>	<u>-</u>
2,947,240	-	3,846,502	3,846,502	-	-
-	-	215,933	215,933	-	-
-	-	(47,446)	(47,446)	-	-
-	-	(926,161)	(926,161)	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,947,240</u>	<u>-</u>	<u>3,088,828</u>	<u>3,088,828</u>	<u>-</u>	<u>-</u>
<u>3,124,341</u>	<u>(5,578,518)</u>	<u>3,088,828</u>	<u>(2,489,690)</u>	<u>-</u>	<u>-</u>
-	-	-	-	441,930	-
-	-	-	-	-	(9,117)
-	-	-	-	441,930	(9,117)
3,862,467	-	-	3,862,467	-	-
1,849,386	1,010,267	-	2,859,653	-	-
1,293,521	-	-	1,293,521	-	-
8,203	(167,692)	-	(159,489)	-	-
-	6,663,013	-	6,663,013	-	-
139,663	497,126	-	636,789	-	-
(461,268)	461,268	-	-	-	-
<u>6,691,972</u>	<u>8,463,982</u>	<u>-</u>	<u>15,155,954</u>	<u>-</u>	<u>-</u>
1,113,454	11,552,810	-	12,666,264	441,930	(9,117)
<u>32,726,403</u>	<u>31,603,651</u>	<u>-</u>	<u>64,330,054</u>	<u>1,242,664</u>	<u>-</u>
<u>\$ 33,839,857</u>	<u>\$ 43,156,461</u>	<u>\$ -</u>	<u>\$ 76,996,318</u>	<u>\$ 1,684,594</u>	<u>\$ (9,117)</u>

**CITY OF FORT LUPTON, COLORADO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
December 31, 2015

	<u>General</u>	<u>Non Major Governmental Funds</u>	<u>Total 2015</u>
<b><u>ASSETS</u></b>			
Cash	\$ 6,180,715	\$ 947,264	\$ 7,127,979
Receivables			
Accounts	217,638	25,928	243,566
Property Taxes	1,941,952	-	1,941,952
Sales Tax	412,213	57,647	469,860
Prepaid Items	10,787	74	10,861
Due from Other Funds	1,442,023	-	1,442,023
<b>Total Assets</b>	<b>\$ 10,205,328</b>	<b>\$ 1,030,913</b>	<b>\$ 11,236,241</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ 227,642	\$ 30,342	\$ 257,984
Accrued Expenses	109,721	11,966	121,687
Unearned Revenue	69,668	26,250	95,918
<b>Total Liabilities</b>	407,031	68,558	475,589
 <b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Tax Revenue	1,941,952	-	1,941,952
 <b>FUND BALANCES</b>			
Nonspendable	10,787	74	10,861
Restricted	3,353,954	962,281	4,316,235
Committed	117,507	-	117,507
Assigned	1,804,824	-	1,804,824
Unassigned	2,569,273	-	2,569,273
<b>Total Fund Balances</b>	<b>7,856,345</b>	<b>962,355</b>	<b>8,818,700</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 10,205,328</b>	<b>\$ 1,030,913</b>	<b>\$ 11,236,241</b>

The accompanying notes are an integral part of the financial statements

**CITY OF FORT LUPTON, COLORADO**

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION-GOVERNMENTAL ACTIVITIES**

December 31, 2015

**TOTAL GOVERNMENTAL FUND BALANCE** \$ 8,818,700

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

Cost	42,569,035	
Less accumulated depreciation	<u>(17,358,797)</u>	25,210,238

Liabilities, including compensated absences are  
not due and payable in the current  
period and therefore are not reported in the funds:

Compensated absences	<u>(189,081)</u>	<u>(189,081)</u>
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**NET POSITION OF GOVERNMENTAL ACTIVITIES** **\$ 33,839,857**

The accompanying notes are an integral part of the financial statements

**CITY OF FORT LUPTON, COLORADO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

GOVERNMENTAL FUNDS

For the Year Ended December 31, 2015

	<u>General</u>	<u>Non Major Governmental</u>	<u>Total 2015</u>
<b>REVENUES</b>			
Taxes & Assessments	\$ 5,447,755	\$ 482,808	\$ 5,930,563
Licenses & Permits	182,204	-	182,204
Intergovernmental	822,042	73,616	895,658
Charges for Services	514,670	169,534	684,204
Fines & Forfeits	241,974	-	241,974
Other	705,433	87,169	792,602
	<hr/>	<hr/>	<hr/>
Total Revenues	7,914,078	813,127	8,727,205
	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>			
Current:			
General Government	2,688,586	-	2,688,586
Public Safety	1,572,600	-	1,572,600
Public Works	460,295	-	460,295
Culture, Parks & Recreation	-	484,036	484,036
Other	578,388	138,682	717,070
Capital Outlay	765,417	280,409	1,045,826
	<hr/>	<hr/>	<hr/>
Total Expenditures	6,065,286	903,127	6,968,413
	<hr/>	<hr/>	<hr/>
Excess of Revenues Over (Under) Expenditures	1,848,792	(90,000)	1,758,792
	<hr/>	<hr/>	<hr/>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	108,105	108,105
Transfers Out	(569,197)	(176)	(569,373)
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(569,197)	107,929	(461,268)
	<hr/>	<hr/>	<hr/>
NET CHANGE IN FUND BALANCES	1,279,595	17,929	1,297,524
	<hr/>	<hr/>	<hr/>
FUND BALANCES, Beginning of Year	6,576,750	944,426	7,521,176
	<hr/>	<hr/>	<hr/>
FUND BALANCES, End of Year	\$ 7,856,345	\$ 962,355	\$ 8,818,700
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes are an integral part of the financial statements

**CITY OF FORT LUPTON, COLORADO**

RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCE OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES

For the Year Ended December 31, 2015

**NET CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS** \$ 1,297,524

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

	Depreciation expense	(1,204,760)	
	Net book value of disposed assets	(412)	
	Capital additions	<u>1,045,825</u>	(159,347)

Compensated absences 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.

	Balance at 12/31/2014	164,358	
	Balance at 12/31/2015	<u>(189,081)</u>	(24,723)

Elimination of transfers between governmental funds

	Transfers in	461,268	
	Transfers out	<u>(461,268)</u>	-

**CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES** \$ 1,113,454

The accompanying notes are an integral part of the financial statements

**CITY OF FORT LUPTON, COLORADO**

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

December 31, 2015

	<u>Utility Enterprise Fund</u>	<u>StormWater Drainage Fund</u>	<u>Golf Course Fund</u>	<u>Recreation Center Fund</u>	<u>Total 2015</u>
<b><u>ASSETS</u></b>					
<b>CURRENT ASSETS</b>					
Cash and Cash Equivalents	\$ 2,060,969	\$ 404,942	\$ 70,379	\$ 9,961	\$ 2,546,251
Restricted Cash	548,382	-	89,124	-	637,506
Receivables:					
Accounts Receivable	706,575	16,958	80,061	33,719	837,313
Property Tax Receivable	-	-	-	981,253	981,253
Inventory	-	-	26,841	-	26,841
Prepaid Items	550,014	-	-	-	550,014
<b>Total Current Assets</b>	<b>3,865,940</b>	<b>421,900</b>	<b>266,405</b>	<b>1,024,933</b>	<b>5,579,178</b>
<b>CAPITAL ASSETS</b>					
Non-Depreciable					
Land and Improvements	485,184	-	4,208,882	-	4,694,066
Water Rights	11,516,399	-	-	-	11,516,399
Construction in Progress	261,252	292,014	-	-	553,266
Depreciable					
Wells	777,975	-	-	-	777,975
Buildings	13,113,554	-	618,517	6,802,830	20,534,901
Utility System	37,568,582	338,080	-	-	37,906,662
Equipment	2,110,321	-	666,069	324,314	3,100,704
<b>Total</b>	<b>65,833,267</b>	<b>630,094</b>	<b>5,493,468</b>	<b>7,127,144</b>	<b>79,083,973</b>
Less: Accumulated Depreciation	(15,010,781)	(3,317)	(1,582,327)	(2,785,845)	(19,382,270)
<b>Total Capital Assets</b>	<b>50,822,486</b>	<b>626,777</b>	<b>3,911,141</b>	<b>4,341,299</b>	<b>59,701,703</b>
<b>OTHER ASSETS</b>					
Inclusion Fee	275,402	-	-	-	275,402
<b>Total Other Assets</b>	<b>275,402</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>275,402</b>
<b>Total Assets</b>	<b>\$ 54,963,828</b>	<b>\$ 1,048,677</b>	<b>\$ 4,177,546</b>	<b>\$ 5,366,232</b>	<b>\$ 65,556,283</b>

The accompanying notes are an integral part of the financial statements

**CITY OF FORT LUPTON, COLORADO**

STATEMENT OF NET POSITION (Continued)

PROPRIETARY FUNDS

December 31, 2015

	Utility Enterprise Fund	StormWater Drainage Fund	Golf Course Fund	Recreation Center Fund	Total 2015
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND EQUITY</u></b>					
<b>CURRENT LIABILITIES</b>					
Accounts Payable	\$ 172,281	\$ 47,545	\$ 54,253	\$ 18,286	\$ 292,365
Due to Other Funds	-	-	789,880	652,143	1,442,023
Accrued Expenses	24,571	-	1,563,027	22,003	1,609,601
Bonds and Loans Payable	822,621	-	1,785,000	413,912	3,021,533
Payment in Lieu of Water	54,000	-	-	-	54,000
Compensated Absences	5,589	265	1,685	5,968	13,507
Total Current Liabilities	<u>1,079,062</u>	<u>47,810</u>	<u>4,193,845</u>	<u>1,112,312</u>	<u>6,433,029</u>
<b>LONG-TERM LIABILITIES</b>					
Bonds Payable	4,169,117	-	-	2,714,552	6,883,669
Loans Payable	8,067,142	-	-	-	8,067,142
Compensated absences	14,370	681	4,333	15,345	34,729
Total Long-Term Liabilities	<u>12,250,629</u>	<u>681</u>	<u>4,333</u>	<u>2,729,897</u>	<u>14,985,540</u>
Total Liabilities	<u>13,329,691</u>	<u>48,491</u>	<u>4,198,178</u>	<u>3,842,209</u>	<u>21,418,569</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Property Tax Revenue	-	-	-	981,253	981,253
<b>NET POSITION</b>					
Net Investment in Capital Assets	37,763,606	626,777	2,126,141	1,212,835	41,729,359
Restricted for Debt Service	548,382	-	-	-	548,382
Restricted for Emergencies	-	-	-	38,582	38,582
Unrestricted	3,322,149	373,409	(2,146,773)	(708,647)	840,139
Total Net Position	<u>41,634,137</u>	<u>1,000,186</u>	<u>(20,632)</u>	<u>542,770</u>	<u>43,156,461</u>
<b>Total Liabilities, Deferred Inflows of Resources and Net Position</b>	<u>\$ 54,963,828</u>	<u>\$ 1,048,677</u>	<u>\$ 4,177,546</u>	<u>\$ 5,366,232</u>	<u>\$ 65,556,283</u>

The accompanying notes are an integral part of the financial statements

**CITY OF FORT LUPTON, COLORADO**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION**

**PROPRIETARY FUNDS**

For the Year Ended December 31, 2015

	Utility Enterprise Fund	StormWater Drainage Fund	Golf Course Fund	Recreation Center Fund	2015 Total
<b>OPERATING REVENUES</b>					
Charges for Services	\$ 5,068,288	\$ 237,721	\$ 786,150	\$ 336,866	\$ 6,429,025
Sales of Merchandise	-	-	235,690	-	235,690
Other Income	149,864	-	116,604	26,290	292,758
<b>Total Operating Revenues</b>	<b>5,218,152</b>	<b>237,721</b>	<b>1,138,444</b>	<b>363,156</b>	<b>6,957,473</b>
<b>OPERATING EXPENSES</b>					
Salaries and Benefits	450,575	15,520	371,303	588,154	1,425,552
Professional Fees	29,139	3,728	15,120	-	47,987
Contract Management	879,118	-	-	-	879,118
Insurance	65,226	-	15,789	22,806	103,821
Maintenance	269,545	62	48,684	33,591	351,882
Merchandise for Resale	-	-	112,559	1,430	113,989
Supplies	60,102	1,372	86,439	53,823	201,736
Utilities	251,243	-	97,842	117,336	466,421
Water Assessments	588,534	-	-	-	588,534
Depreciation	1,084,720	1,106	90,009	234,978	1,410,813
Other	100,256	-	253,227	133,286	486,769
<b>Total Operating Expenses</b>	<b>3,778,458</b>	<b>21,788</b>	<b>1,090,972</b>	<b>1,185,404</b>	<b>6,076,622</b>
<b>Net Operating Income (Loss)</b>	<b>1,439,694</b>	<b>215,933</b>	<b>47,472</b>	<b>(822,248)</b>	<b>880,851</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Property Taxes (Pledged for Debt)	-	-	-	1,010,267	1,010,267
Investment Income (Loss)	(182,614)	278	89	14,555	(167,692)
Gain on Extinguishment of Debt	-	-	6,663,013	-	6,663,013
Gain (Loss) on Disposal of Assets	(22,928)	-	-	1,790	(21,138)
Interest Expense	(517,504)	-	(94,918)	(103,913)	(716,335)
Other	495,336	-	-	-	495,336
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(227,710)</b>	<b>278</b>	<b>6,568,184</b>	<b>922,699</b>	<b>7,263,451</b>
<b>Net Income Before Transfers</b>	<b>1,211,984</b>	<b>216,211</b>	<b>6,615,656</b>	<b>100,451</b>	<b>8,144,302</b>
<b>TRANSFERS AND CAPITAL CONTRIBUTIONS</b>					
Transfers In	461,268	-	-	-	461,268
Capital Contributions	2,947,240	-	-	-	2,947,240
<b>Transfers and Capital Contributions</b>	<b>3,408,508</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,408,508</b>
<b>Change In Net Position</b>	<b>4,620,492</b>	<b>216,211</b>	<b>6,615,656</b>	<b>100,451</b>	<b>11,552,810</b>
<b>NET POSITION, Beginning of Year</b>	<b>37,013,645</b>	<b>783,975</b>	<b>(6,636,288)</b>	<b>442,319</b>	<b>31,603,651</b>
<b>NET POSITION, End of Year</b>	<b>\$ 41,634,137</b>	<b>\$ 1,000,186</b>	<b>\$ (20,632)</b>	<b>\$ 542,770</b>	<b>\$ 43,156,461</b>

The accompanying notes are an integral part of the financial statements

**CITY OF FORT LUPTON, COLORADO**

Statement of Cash Flows

Proprietary Funds

For The Year Ended December 31, 2015

	Utility Enterprise Fund	StormWater Drainage Fund	Golf Course Fund	Recreation Center Fund	Total 2015
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash Received from Customers	\$ 3,901,513	\$ 228,859	\$ 1,050,549	\$ 369,603	\$ 5,550,524
Cash Paid to Suppliers	(2,774,166)	41,940	(905,930)	(345,450)	(3,983,606)
Cash Paid to Employees	(445,987)	(15,320)	(365,285)	(586,877)	(1,413,469)
Net Cash Provided by (Used in) Operating Activities	<u>681,360</u>	<u>255,479</u>	<u>(220,666)</u>	<u>(562,724)</u>	<u>153,449</u>
<b>CASH FLOWS FROM NON-CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Transfers from Other Funds	461,268	-	-	-	461,268
Transfers to Other Funds	-	-	-	119,745	119,745
Property Taxes	-	-	-	436,479	436,479
Net Cash Used In Non-Capital and Related Financing Activities	<u>461,268</u>	<u>-</u>	<u>-</u>	<u>556,224</u>	<u>1,017,492</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Acquisition and Construction of Capital Assets	(4,355,575)	(292,013)	(112,709)	(65,795)	(4,826,092)
Disposal of Assets				1,790	1,790
Principal Paid on Notes and Bonds	(632,405)	-	(654,194)	(413,911)	(1,700,510)
Interest Paid on Notes and Bonds	(517,504)	-	-	(103,913)	(621,417)
Property Taxes	-	-	-	573,788	573,788
Building Permit Assessments	495,336	-	-	-	495,336
Capital Contributions	2,947,240	-	-	-	2,947,240
Net Cash Provided by (Used In) Capital and Related Financing Activities	<u>(2,062,908)</u>	<u>(292,013)</u>	<u>(766,903)</u>	<u>(8,041)</u>	<u>(3,129,865)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Interest Received	22,355	278	89	14,555	37,277
Net Cash Provided by Investing Activities	<u>22,355</u>	<u>278</u>	<u>89</u>	<u>14,555</u>	<u>37,277</u>
<b>NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(897,925)	(36,256)	(987,480)	14	(1,921,647)
<b>CASH AND CASH EQUIVALENTS, Beginning of Year</b>	3,507,276	441,198	1,146,983	9,947	5,105,404
<b>CASH AND CASH EQUIVALENTS, End of Year</b>	<u>\$ 2,609,351</u>	<u>\$ 404,942</u>	<u>\$ 159,503</u>	<u>\$ 9,961</u>	<u>\$ 3,183,757</u>
Cash and Cash Equivalents	\$ 2,060,969	\$ 404,942	\$ 70,379	\$ 9,961	\$ 2,546,251
Restricted Cash	548,382	-	89,124	-	637,506
<b>CASH AND CASH EQUIVALENTS, End of Year</b>	<u>\$ 2,609,351</u>	<u>\$ 404,942</u>	<u>\$ 159,503</u>	<u>\$ 9,961</u>	<u>\$ 3,183,757</u>

The accompanying notes are an integral part of the financial statements

**CITY OF FORT LUPTON, COLORADO**

Statement of Cash Flows

Proprietary Funds

For The Year Ended December 31, 2015

	<u>Utility Enterprise Fund</u>	<u>StormWater Drainage Fund</u>	<u>Golf Course Fund</u>	<u>Recreation Center Fund</u>	<u>Total 2015</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>					
Operating Income (Loss)	1,439,694	215,933	47,472	(822,248)	880,851
<b>ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>					
Depreciation	1,084,720	1,106	90,009	234,978	1,410,813
Changes in Assets and Liabilities:					
Accounts Receivable	(338,639)	(8,862)	(80,061)	6,447	(421,115)
Prepaid Expenses	(456,531)	-	-	-	(456,531)
Inventory	-	-	(7,834)	-	(7,834)
Accounts Payable	17,356	47,102	33,850	13,337	111,645
Accrued Expenses	(87,240)	200	6,018	4,762	(76,260)
Unearned Revenues	(978,000)	-	-	-	(978,000)
Due To Other Funds	-	-	(310,120)	-	(310,120)
Total Adjustments	<u>(758,334)</u>	<u>39,546</u>	<u>(268,138)</u>	<u>259,524</u>	<u>(727,402)</u>
Net Cash Provided by (Used In) Operating Activities	<u>\$ 681,360</u>	<u>\$ 255,479</u>	<u>\$ (220,666)</u>	<u>\$ (562,724)</u>	<u>\$ 153,449</u>

The accompanying notes are an integral part of the financial statements

# **NOTES TO THE FINANCIAL STATEMENTS**

CITY OF FORT LUPTON  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2015

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Fort Lupton (City) incorporated on February 4, 1890. In compliance with the Colorado Revised Statutes, the City Council is the policy making legislative body of the City. Council is made up of six members from three wards. The Mayor is elected at large and can vote on all matters. Two-thirds vote of the Council is required to pass, change or veto any ordinance.

The accounting policies of the City conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

**Reporting Entity**

The determination to include separate governmental entities is based on the criteria of Governmental Accounting Standards Board (GASB), which defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. To be financially accountable, a voting majority of the component unit's board must be appointed by the primary government, and either A) the primary government must be able to impose its will, or B) the primary government may potentially benefit financially or be financially responsible for the component unit.

Management has considered all potential component units in defining the City for financial reporting purposes. As required by generally accepted accounting principles, these financial statements present the City of Fort Lupton (the primary government) and its component units. The component units are included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

**Discretely Presented Component Units**

The Fort Lupton Urban Renewal Authority (FLURA) was established by Resolution 2014R43 on August 18, 2014 as an independent organization under Colorado Law with the objective of carrying on urban renewal activities. The FLURA board is appointed by the Mayor with the consent of the City Council. The City council will have no authority to modify or approve FLURA's budget. The City will not be able to significantly influence the programs and decisions of the FLURA board. FLURA does not issue separate financial statements.

The Fort Lupton Public and School Library (Library) was created in 1976 by an intergovernmental agreement between the City and Weld County School District RE-8 (the School). In 1985 the City and School entered into an intergovernmental agreement with Weld County and five other municipalities to create the Weld County Library District, now High Plains Library District. The City and the School appoint 3 members of the seven member Library board. The six appointed members appoint their seventh member. The Library is currently funded by a property tax levied by the High Plains Library District. The City council approves by resolution the budget set by the Library board but has no ability to significantly influence the programs and running of the Library. The Library does not issue separate financial statements.

**Basis of Presentation**

The objectives of the statements are to establish a basic financial reporting model that will result in greater accountability by governments, while providing more useful information to a wider range of users.

CITY OF FORT LUPTON  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2015

The City's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities and fund financial statements, which provide a more detailed level of financial information.

***Government-wide Financial Statements***

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the City as a whole and its component units. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and City general revenues, from business-type activities, generally financed in whole or in part with usage fees charged. For the most part, the effect of inter-fund activity has been removed from these statements.

The statement of net position presents the financial position of the governmental and business-type activities of the City at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities and for each identifiable activity of the business-type activities of the City. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The City does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the City's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets.

These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which functions the revenues are *restricted*.

Taxes and other revenue sources not properly included with program revenues are reported as general revenues of the City. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the City.

The government-wide financial statements are reported using the *economic resource measurement focus* and the *accrual basis of accounting*, as are the proprietary finds. Revenues are recorded when earned and liabilities are recorded when incurred regardless of the timing of cash flows.

***Fund Financial Statements***

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they are both measurable and available. Revenues are considered to be available when they are collected within the

CITY OF FORT LUPTON  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2015

current year or soon thereafter to pay liabilities of the current year. For this purpose the City considers revenues available if they are collected within 60 days of the end of the current year.

Taxes, intergovernmental revenues, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues in the current year. All other revenues are considered to be measurable and available only when cash is received.

During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. Fund financial statements are provided for governmental and proprietary funds.

Major individual governmental and the enterprise funds are reported in separate columns. The General Fund is the only major governmental fund and accounts for the general activities of the City including administration, community policing, community development, and public works.

Governmental Funds - Governmental accounting systems should be organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are separate for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

General Fund - The General Fund is the general operating fund of the City. All general tax revenues and other receipts that are not allocated by law to another fund are used to finance general operating expenditures.

Special Revenue Funds - Special Revenue Funds (Conservation Trust, Perpetual Care Cemetery, Memorial Trust Fund, and Culture, Parks, and Recreation Sales Tax) are established to account for revenues derived from specific taxes or other restricted revenue sources which finance specific activities as required by law or administrative action.

Proprietary Funds - The focus of the proprietary funds is on the measurement of net income (e.g., revenues, expenses). This measurement focus allows the proprietary fund to report all assets and liabilities associated with an activity.

Enterprise Funds are established to account for the financing where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

There are four major enterprise funds:

Utilities Enterprise Fund – includes all activities relating to the City’s water and sanitary sewer systems.

Storm Water Drainage Fund – includes maintenance, repair of all lines and installation of new storm drainage lines.

CITY OF FORT LUPTON  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2015

Golf Course Fund – provides pro-shop and restaurant services and repair and maintenance of the golf course, club house and restaurant.

Recreation Center Fund – provides recreational services including exercise classes and equipment, gym facilities and a swimming pool.

**Measurement Focus**

**Government-wide Financial Statements** - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the statement of net position. The statement of activities reports revenues and expenses.

**Fund Financial Statements** - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, the proprietary fund type is accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of this fund are included on the statements of net position. The statements of changes in fund net position present increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

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

**Statement of Cash Flows**

For purposes of the statement of cash flows, the City considers highly liquid investments with maturity of three months or less at date of purchase to be cash equivalents.

**Pooled Cash**

The City has a single checking account for all cash transactions, with separate accounting into each fund. An overdraft in one fund will not result in returned checks with the single checking accounts. At December 31, 2015, the checking account of the City shows a positive bank balance. Any fund that issued checks in excess of its available funds from the checking account is treated as having borrowed cash from other funds.

CITY OF FORT LUPTON  
 NOTES TO THE FINANCIAL STATEMENTS  
 For the Year Ended December 31, 2015

**Capital Assets**

Capital assets, which include land, buildings, equipment, water shares and all infrastructure owned by the City, are reported in the applicable governmental or business type activities columns in the government-wide financial statements and the proprietary funds. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets, including water rights, fire hydrants, water and sewer lines from sub-dividers and property owners, are recorded at estimated fair market value at the time received.

Acquisitions of capital assets are recorded as capital outlay expenditures within the governmental funds.

Depreciation is charged as an expense against their operations and accumulated depreciation is reported on proprietary fund balance sheets.

Depreciation has been provided using the straight-line method over the estimated useful lives as follows:

<u>Description</u>	<u>Estimated Useful life</u>
Water Rights	N/A
Land & Improvements	0-50
Buildings & Improvements	0-50
Streets	20-50
Distribution Systems	10-100
Machinery & Equipment	5-10

**Revenues – Exchange Transactions** - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

**Revenues - Non-exchange Transactions** - Non-exchange transactions in which the City receives value without directly giving equal value in return include property taxes, specific ownership taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized.

**Unearned Revenue** – An acquisition of net position that applies to future periods and is not recognized as revenue in the current period. The City’s unearned revenues consist primarily of revenue for the sale of bulk water for industrial use.

CITY OF FORT LUPTON  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2015

***Deferred Outflows/Inflows of Resources*** – In addition to assets, the statement of financial position will sometimes report a separate section as deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to future periods and is not recognized as an outflow of resources (expense/expenditure) in the current period. The City has no items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section as deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to future periods and is not recognized as an inflow of resources (revenue) in the current period. The City has one item reported in this category. Property tax revenue which is considered a deferred inflow of resources in the year the taxes are levied and measurable and recognized as an inflow of resources in the period they are collected.

***Basis of Accounting***

Since property taxes are levied in December (i.e., there is a legal claim) for the next calendar year's operations, the total levy is reported as taxes receivable and a deferred inflow of resources.

Those revenues susceptible to accrual are property taxes, use tax, tobacco tax, highway user tax, and franchise fees. Sales taxes collected and held by the state for the current year on behalf of the City are also recognized as revenue. Fines, permits and license revenues are not susceptible to accrual, generally they are not measurable until received in cash.

Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as unearned revenue.

***Expenses/Expenditures*** - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

**Budget and Budgetary Accounting**

An annual budget and appropriation resolution is adopted by the City Council in accordance with Colorado State Statutes. The City adopts annual budgets on a basis consistent with general accepted accounting principles for all governmental funds. The budget for the proprietary funds are adopted on a non GAAP basis. The appropriated budget is adopted at the fund level. On or about October 15<sup>th</sup>, the finance department submits to the Council a proposed budget for the next fiscal year beginning January 1<sup>st</sup>. The operating budget includes proposed expenditures and the revenues or reserves used to finance them. A public hearing is conducted in October at a special meeting to obtain comments from citizens. The budget must be adopted before the mill levy certification deadline of December 15<sup>th</sup>.

**Property Taxes**

Under Colorado law, all property taxes become due and payable in the year following that in which they are levied. Property taxes are recognized as revenue when received by the County Treasurer. The 2015 fiscal year property tax calendar for Weld County was as follows:

CITY OF FORT LUPTON  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2015

Lien Date	January 1
Levy Date	December 29
Tax bills mailed	January 1
First installment due	February 28
Second installment due	June 15
If paid in full, due	April 30
Tax sale - delinquent property taxes	November 6

**Accumulated Unpaid Vacation and Sick Leave**

Under terms of City personnel policies, City employees are granted vacation and sick leave in varying amounts. In the event of termination or retirement, an employee who was hired prior to February 14, 2001 is paid for accumulated vacation days up to a maximum of 30 days. They are also paid 50% of their accumulated sick leave up to a maximum of 90 days. An employee hired after February 14, 2001 is paid for accumulated vacation days up to a maximum of 30 days. They are paid 25% of accumulated sick leave up to a maximum of 90 days.

**Inventory**

Inventory is valued at cost (first-in, first-out) in the proprietary funds. Inventory in all other funds is not recorded, as it is not significant. The cost is recorded as an expenditure when the individual inventory items are purchased.

**Prepaid Items**

Payments made to vendors for services that will benefit periods beyond the current year end are recorded as other current assets in the government-wide financial statements and will be reported as expenditures in the following year.

**Fund Equity**

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net position.”

**Fund Balance** – Generally, fund balance represents the difference between the current assets and current liabilities and deferred inflows of resources. In the fund financial statement, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in those funds can be spent. Fund Balances are classified as follows:

- **Nonspendable** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.
- **Restricted** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

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- **Committed** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council through the adoption of a resolution. The City Council also may modify or rescind the commitment.
- **Assigned** – Fund balances are reported as assigned when amounts are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the City Council has authorized the City’s Finance Director to assign fund balances.
- **Unassigned** – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The City reports positive unassigned fund balances only in the general fund. Negative unassigned fund balances may be reported in all funds.

**Minimum Fund Balance Requirement-** Resolution 98-035 set the minimum fund balances as follows: The Culture, Parks & Recreation Sales Tax Fund must maintain the 3% emergency reserve defined under Article X, Section 20 to the Colorado Constitution also known as the Taxpayer’s Bill of Rights (TABOR); the General Fund, Utility Enterprise Fund and the Golf Enterprise Fund are required to maintain the 3% TABOR reserve plus an additional 10% in emergency reserves. Ordinance 2012-950 created a contingency reserve starting with \$500,000 transferred from the General Fund’s fund balance. A percentage of the General Fund’s property tax is transferred to the contingency reserve annually. In 2015 the percentage transferred was 2% set and was set by council as part of the budget process.

**Flow Assumptions** – When both restricted and unrestricted amounts of fund balances are available for use for expenditures incurred, it is the City’s policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the City’s policy to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

**Net Position** - Net position represents the difference between assets and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted as described in the fund balance section above. All other net position is reported as unrestricted.

Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net positions is reported as unrestricted.

**Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the City, these revenues are charges for services. Operating expenses are necessary costs incurred to provide the good or services.

CITY OF FORT LUPTON  
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**Interfund Activity**

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in the enterprise funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated.

**NOTE 2: CASH AND INVESTMENTS**

As of December 31, 2015 The City had the following cash and investments.

Type	Rating	Carrying Value
<b>Deposits:</b>		
Cash on hand		\$ 4,350
Demand deposits		7,213,799
JP Morgan Chase Bank-CD		99,980
<b>Investments</b>		
Money Market	AAAm by S & P	175,906
ColoTrust	AAAm by S & P	2,702,514
CSAFE	AAAm by S & P	115,187
<b>Total deposits and investments</b>		<b>\$ 10,311,736</b>
 <b>Reconciliation to Statement of net position</b>		
Current:		
Cash and investments		\$ 9,674,230
Restricted cash		637,506
Total deposits and investments		<b>\$ 10,311,736</b>

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. The allowed investments include local government investment pools and obligations of the United States Government, and certain other investment types.

The City maintains a cash pool that is available for use by all funds.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash only in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by the financial institution. The eligible collateral is determined by the PDPA.

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PDPA allows the financial institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution and held in trust for all the uninsured public deposits as a group. Colorado State Statutes require the market value of the collateral to be at least 102 percent of the aggregate uninsured deposits.

Interest Rate Risk - The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. State statute limits investment maturities to five years or less. Investments in local government pools and money market accounts have a maturity of less than one year.

Credit Risk - State law limits investments in commercial paper, corporate bonds, and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The City has no investment policy that would further limit its investment choices.

Concentration of Credit Risk - The City places no limit on the amount the City may invest in any one issuer.

The City invests excess funds under the prudent investor rule. The criteria for selection of investments and their order of priority are: 1) safety; 2) liquidity; and 3) yield.

The City invests in two investment pools, the Colorado Liquid Assets Trust (COLOTRUST) and Colorado Surplus Asset Fund Trust (CSAFE). COLOTRUST and CSAFE operate under the Colorado Revised Statutes (24-75-701) and are overseen by Colorado Securities Commissioner. The pool invests in securities that are specified by the 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 are rated AAAM by the Standard & Poor's Corporation.

**Discretely Presented Component Units**

As of December 31, 2015 the Library had the following cash and investments

Type	Rating	Carrying Value
<b>Deposit:</b>		
Cash on hand		\$ 307
Demand deposits		1,721,127
Bank of Colorado Money Market	Not rated	38,532
Bank of Colorado CD	Not rated	16,628
Bank of Colorado CD	Not rated	15,000
Bank of Colorado CD	Not rated	12,161
Bank of Colorado CD	Not rated	2,778
Bank of Colorado CD	Not rated	10,000
Bank of Colorado CD	Not rated	8,000
Bank of Colorado CD	Not rated	10,000
<b>Total deposits</b>		<b>\$ 1,834,533</b>
<b>Reconciliation to Statement of net position</b>		
Current:		
Cash and investments	Inve	\$ 1,721,434
Investments		113,099
<b>Total deposits and investments</b>		<b>\$ 1,834,533</b>

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**NOTE 3: RESTRICTED CASH AND INVESTMENTS**

The restricted cash in the Enterprise Funds represents special development loan accounts, and specific use funds.

Enterprise Fund		
2000 Water & Wastewater Bonds	\$	178,704
2005 Series B Bond		369,678
Bank of Oklahoma – Golf Course		89,124
Total Restricted	\$	<u>637,506</u>

**NOTE 4: INTERFUND RECEIVABLES, PAYABLE AND TRANSFERS**

	General Fund	Non-Major Funds	Utility Enterprise Fund	Recreation Center Enterprise Fund	Golf Course Enterprise Fund	Total
Due From Golf Enterprise Fund	\$ 1,372,177	\$ 347,847	\$ 548,428	\$ -	\$ -	\$ 2,268,452
Golf – Allowance for Doubtful Receivables	(582,297)	(347,847)	(548,428)	-	-	(\$1,478,572)
Due From Recreation Center	652,143	-	-	(652,143)		-
Due to the General Fund	-	-	-	-	(789,880)	(789,880)
<b>Total</b>	<u>\$ 1,442,023</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(\$652,143)</u>	<u>(\$789,880)</u>	<u>\$ -</u>

The General Fund, Culture Parks and Recreation Sales Tax Fund, and the Utility Enterprise Fund loaned cash to the Golf Enterprise Fund during the initial startup for the purpose of funding operations. The loans have been written off as there is no expectation of repayment.

In 2015 the Golf Enterprise Fund made an offer to purchase all outstanding warrants (see note 14). The offer was funded by a \$1,100,000 loan from the General Fund. At the close of the offer the cash remaining from the untendered bonds of \$310,120 was repaid to the General Fund. The loan due from the Golf Course to the General Fund as of December 31, 2015 is \$789,880.

Over a period of 10 years, from 2006-2012, the General Fund loaned \$746,243 in cash to the Recreation Center Enterprise Fund for operations. In 2013 Recreation revenues increased \$278,425 and were used to reimburse the General Fund. Revenues in 2014 and 2015 were insufficient to cover operations. The General Fund loaned the Recreation Center \$64,533 in 2014 and \$119,792 in 2015.

In the Utility Enterprise Fund, the A1 Golf Bonds purchased in 2000 were adjusted to an estimated fair market value as required by GAAP. In December 2014 the Golf Course made an offer to purchase all outstanding bonds (see note 14) and the Utility Fund accepted the offer in March 2015. The Utility fund received \$20,000 and wrote off the remaining fair market value of \$184,973.

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City ordinance requires the sales tax for debt service of the utility fund be collected by a separate fund. The funds are moved monthly to cover a portion of the debt service.

<b>Transfers In:</b>	<b>Transfers Out:</b>
	<u>General Fund</u>
Governmental Funds:	
Non-Major Funds	
Culture, Parks & Recreation Sales Tax Fund	\$ 52,511
Perpetual Care Cemetery	55,418
	<u>Memorial Fund</u>
Perpetual Care Cemetery	176
	<u>General Fund</u>
Proprietary Fund:	
Major Fund	
Utility Enterprise Fund	461,268
	<u>\$ 569,373</u>

The general fund transfers 100% of the museum's expenditures to the Culture, Parks and Recreation Sales Tax (CPR Fund). This transfer insures none of the sales tax collected for the operation of the CPR fund are used in for purposes not approved by the voters.

**NOTE 5:     CAPITAL ASSETS**

Primary Government Capital Asset activity for the year ended December 31, 2015 is as follows:

	<u>Balance</u> <u>1/1/2015</u>	<u>Additions</u>	<u>Disposals</u>	<u>Transfers</u>	<u>Balance</u> <u>12/31/2015</u>
<b>Government Activities</b>					
Capital Assets not Being Depreciated					
Land	\$ 8,919,636	\$ -	\$ -	\$ -	\$ 8,919,636
Water Rights	323,700	-	-	-	323,700
Construction in Progress	256,191	149,678		(184,717)	221,152
Total Capital Assets not Being Depreciated	<u>9,499,527</u>	<u>149,678</u>	<u>-</u>	<u>(184,717)</u>	<u>9,464,488</u>
Capital Assets Being Depreciated					
Building and Improvements	4,895,381	328,434	(36,545)	6,197	5,193,467
Equipment and Machinery	2,792,593	276,836	-	178,520	3,247,949
Furniture and Fixtures	18,059	-	-	-	18,059
Infrastructure	24,354,195	290,877	-	-	24,645,072
Total Capital Being Depreciated	<u>32,060,228</u>	<u>896,147</u>	<u>(36,545)</u>	<u>184,717</u>	<u>33,104,547</u>
Total Capital Assets	<u>41,559,753</u>	<u>1,045,825</u>	<u>(36,545)</u>	<u>-</u>	<u>42,569,035</u>

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	<b>Balance 1/1/2015</b>	<b>Additions</b>	<b>Disposals</b>	<b>Transfers</b>	<b>Balance 12/31/2015</b>
<b>Government Activities</b>					
Accumulated Depreciation					
Buildings and Improvements	(2,539,358)	(168,872)	36,133	(1,541)	(2,673,638)
Equipment and Machinery	(1,901,514)	(240,903)	-	1,541	(2,140,876)
Furniture and Fixtures	(18,060)	-	-	-	(18,060)
Infrastructure	(11,731,238)	(794,985)	-	-	(12,526,223)
<b>Total Accumulated Depreciation</b>	<b>(16,190,170)</b>	<b>(1,204,760)</b>	<b>36,133</b>	<b>-</b>	<b>(17,358,797)</b>
<b>Depreciated Capital Assets, Net</b>	<b>15,870,058</b>	<b>(308,613)</b>	<b>(412)</b>	<b>184,717</b>	<b>15,745,750</b>
<b>Government Activities Capital Assets, Net</b>	<b>\$ 25,369,585</b>	<b>\$ (158,935)</b>	<b>\$ (412)</b>	<b>\$ -</b>	<b>\$ 25,210,238</b>
	<b>Balance 1/1/2015</b>	<b>Additions</b>	<b>Disposals</b>	<b>Transfers</b>	<b>Balance 12/31/2015</b>
<b>Business-Type Activities</b>					
Capital Assets not Being Depreciated					
Land	\$ 4,688,316	\$ 5,750	\$ -	\$ -	\$ 4,694,066
Water Rights	11,314,199	202,200	-	-	11,516,399
Construction in Progress	700,764	492,766	-	(640,264)	553,266
<b>Total Capital Assets not Being Depreciated</b>	<b>16,703,279</b>	<b>700,716</b>	<b>-</b>	<b>(640,264)</b>	<b>16,763,731</b>
Capital Assets Being Depreciated					
Wells	775,746	46,003	(43,774)	-	777,975
Buildings	20,522,421	20,580	(8,100)	-	20,534,901
Utility Systems	33,486,142	3,780,256	-	640,264	37,906,662
Equipment	3,057,695	278,537	(235,528)	-	3,100,704
<b>Total Capital Being Depreciated</b>	<b>57,842,004</b>	<b>4,125,376</b>	<b>(287,402)</b>	<b>640,264</b>	<b>62,320,242</b>
<b>Total Capital Assets</b>	<b>74,545,283</b>	<b>4,826,092</b>	<b>(287,402)</b>	<b>-</b>	<b>79,083,973</b>
Accumulated Depreciation					
Wells	(375,645)	(25,410)	20,848	-	(380,207)
Buildings	(8,149,998)	(718,701)	8,100	-	(8,860,599)
Utility Systems	(7,303,246)	(562,016)	-	-	(7,865,262)
Equipment	(2,407,042)	(104,686)	235,526	-	(2,276,202)
<b>Total Accumulated Depreciation</b>	<b>(18,235,931)</b>	<b>(1,410,813)</b>	<b>264,474</b>	<b>-</b>	<b>(19,382,270)</b>
<b>Depreciated Capital Assets, Net</b>	<b>39,606,073</b>	<b>2,714,563</b>	<b>(22,928)</b>	<b>640,264</b>	<b>42,937,972</b>
<b>Business-Type Activities Capital Assets, Net</b>	<b>\$ 56,309,352</b>	<b>\$ 3,415,279</b>	<b>\$ (22,928)</b>	<b>\$ -</b>	<b>\$ 59,701,703</b>

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	<b>Amount</b>
<b>Depreciation By Function</b>	
<b>Governmental Activities:</b>	
General Government	\$ 45,337
Public Safety	76,966
Public Works	893,850
Cemetery	5,977
Culture, Parks & Recreation	182,630
Total depreciation for governmental activities	\$ 1,204,760
<b>Business-Type Activities:</b>	
Utility	\$ 1,084,720
Storm Drainage	1,106
Golf Course	90,009
Recreation	234,978
Total depreciation for business-type activities	\$ 1,410,813

Discretely Presented Component Units Capital Asset activity for the year ended December 31, 2015 is as follows:

The Library has no investment in capital assets. The Library building is part of Fort Lupton High School and is owned by Weld County School District RE-8. Although the Library owns all the contents, collections, and equipment in the Library none of these items exceed the \$5,000 limit required for capitalization.

FLURA has no investments in capital assets.

**NOTE 6: LEASE AGREEMENT**

The City entered into an agreement to sublease/sell a parcel of real property known as “The Fort” at a total contract amount of \$125,000 to the South Platte Valley Historical Society (a nonprofit organization) to be used for historical preservation purposes. The South Platte Valley Historical Society agreement provides for annual rental payments of \$1,000 payable December 31, 1992, through December 31, 1996, followed by \$3,000 annual payments through December 31, 2001, and finally, annual payments of \$5,250 through December 31, 2021. There is no interest provided in the agreement. The agreement provides that the Historical Society has the option on any payment date to pay the entire principal balance plus one dollar and own the property. On December 31, 2015 the receivable was \$31,500.

**NOTE 7: NOTES AND BONDS PAYABLE AND CHANGES IN LONG-TERM DEBT**

	<u>Balance</u> <u>1/1/2015</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>12/31/2015</u>	<u>Due in</u> <u>1 Year</u>
<b><u>Enterprise Funds-Utility:</u></b>					
\$4,396,456 Carter Lake Pipeline Construction Loan from the State of Colorado through the Colorado	\$2,608,381	-	\$108,548	\$2,499,833	\$110,718

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	<u>Balance</u> <u>1/1/2015</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>12/31/2015</u>	<u>Due in</u> <u>1 Year</u>
<p>Water Conservation Board. The forty-year loan requires annual payments of \$160,716 beginning January 1, 1997, and provides for interest at 2%.</p>					
<p>\$6,000,000 Revenue Bond, Series 1995, owned by the United States of America for the Big Water Project. Principal payments due in yearly installments of \$53,000 in 1998 with additional increases through 2035. Principal and interest is payable each December 1 and June 1, with interest at 5.125%. The debt is a revenue obligation of the City, payable from Water Fund Revenue.</p>	4,563,000	-	4,563,000	-	-
<p>\$5,500,000 Revenue Bond, Series 1996, owned by the United States of America for the Big Water Project. Interest only to September 1, 1997, with principal payments starting March 1, 1998 through 2036. Principal and interest are payable each September 1 and March 1, thereafter, with additional interest at 5.125%. The debt is a revenue obligation of the City payable from Water Fund Revenue.</p>	4,289,900	-	4,289,900	-	-
<p>\$8,902,556 Loan from the Bank of Colorado. This fifteen year loan requires monthly payments of \$62,203 for the first five years with an interest rate of 3.125%. At five year increments the interest rate will change based on the Federal Home Loan Bank of Topeka Advanced Rate Plus 1.65 percentage points per annum. In no event will interest be less than 3.125% of higher than 5.125%</p>		8,902,557	353,510	8,549,047	481,902

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	<u>Balance</u> <u>1/1/2015</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>12/31/2015</u>	<u>Due in</u> <u>1 Year</u>
\$2,300,000 Revenue Bond, Series 2005, owned by the Colorado Water Resources and Power Development Authority for the purchase of 3 units of Windy Gap water. Principal payment due on November 1, 2006 through 2025. Principal and interest are payable each May 1 and November 1, thereafter, with interest rates varying between 3% to 4.625%.	1,480,000	-	110,000	1,370,000	115,000
\$1,850,000 Water Fund Revenue Anticipation Warrants, Series 2000, construction expansion of the water plant. Principal payments due in increasing amounts from \$60,000 in 2001 to \$140,000 in 2020 and interest rates varying from 4.35% in 2001 to 5.3% in 2020. The warrants are a special revenue obligation of the Utility Enterprise Fund payable from net operating income of the water system.	750,000	-	110,000	640,000	115,000
<b><u>Recreation Center Fund:</u></b>					
\$4,930,000 Principal with a \$139,108 Premium, General Obligation Bond Series 2011 for the construction of the Recreation Center refinanced October 28, 2015. Principal and interest payments due December 1 starting in 2015 ending December 1, 2022. Interest only payments due Jun 1 starting 2015. Interest rates start at 3.0% in 2015 and increase to 3.5%.	3,445,000	-	400,000	3,045,000	400,000
Remaining Bond Premium	97,379		13,913	83,466	13,913
<b><u>Golf Enterprise Fund:</u></b>					
\$5,900,000, Bond for construction of a Golf Course, went into default in 2002	5,800,000	-	4,015,000	1,785,000	1,785,000
<b>Total Business Type Activities</b>	<b>\$23,033,660</b>	<b>\$8,902,557</b>	<b>\$13,963,871</b>	<b>\$17,972,346</b>	<b>\$3,021,533</b>

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Golf Enterprise Fund bonds are classified as current bond payable. (Please see 14.)

	Balance 1/1/2015	Additions	Retirements	Balance 12/31/2015	Due in 1 Year
<u>Governmental Activities</u>					
Accrued Compensated Absences	\$ 164,358	\$ 206,211	\$ (181,488)	\$ 189,081	\$ 52,943
<u>Business Type Activities</u>					
Accrued Compensated Absences	\$ 46,080	\$ 45,673	\$ (43,517)	\$ 48,236	\$ 13,507

The City will liquidate compensated absences in the General, Utility Enterprise, Storm Water Drainage and Recreation Center funds.

The annual requirements to amortize all debt outstanding, excluding accrued compensated absences, as of December 31, 2015 are as follows:

	Business Type Activities	
	Bonds and Notes Payable	
	Principal	Interest
2016	\$ 3,021,533	\$ 504,595
2017	1,274,996	465,320
2018	1,313,270	424,501
2019	1,347,103	380,928
2020	1,390,936	336,721
2021-2025	5,352,098	1,066,240
2026-2030	3,687,283	359,331
2031-2035	585,125	28,689
Total	<u>\$ 17,972,344</u>	<u>\$ 3,566,325</u>

The principal of outstanding debt due in 2015 includes the default bonds of the Golf Course, amounting to \$1,785,000 after the tender offer.

**Discretely Presented Component Units** long term debt activity for the year ended December 31, 2015

FLURA General Fund

A ten year \$50,000 loan from the City to FLURA. There are no interest rates specified in the loan

Library General Fund

	Balance 1/1/2015	Additions	Retirements	Balance 12/31/2015	Due in 1 Year
<u>Governmental Activities</u>					
Accrued Compensated Absences	\$ 72,600	\$ 66,255	\$ (64,396)	\$ 74,459	\$ 20,849

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**NOTE 8: NET POSITION AND FUND BALANCE**

***Net position:***

Net investment in capital assets reported on the government-wide statement of net position as of December 31, 2015 are as follows:

<b>Net Investment in capital assets</b>	<b>Governmental Activities</b>	<b>Business- Type Activities</b>
Cost of capital assets	\$ 42,569,035	\$ 79,083,973
Less accumulated depreciation	(17,358,797)	(19,382,270)
Book value	25,210,238	59,701,703
Less capital related debt		(17,888,880)
Less deferred refunding amounts and bond premiums and discounts (net)		(83,464)
<b>Net investment in capital assets</b>	<b>\$ 25,210,238</b>	<b>\$ 41,729,359</b>

The deficit of \$20,632 in the Golf Course Fund is the result of excess expenses which is principally the debt service expense.

Primary Government's nonspendable, restricted, committed and assigned fund balances of the governmental funds consist of the following:

	<b>General Fund</b>	<b>Non-Major Governmental Funds</b>	<b>Total</b>
<b><i>Restricted Fund Balance</i></b>			
<u>Emergency Reserves</u> – A portion restricted for emergencies as defined under Article X, Section 20 to the Colorado Constitution also known as the Taxpayer's Bill of Rights (TABOR)	\$ 237,422	\$ 24,364	\$ 261,786
<u>Children's Fund</u> – Private donations made to the police department	6,629	-	6,629
<u>Street Sales Tax</u> – used to maintain, build and replace streets, sidewalks, curbs and gutters	1,527,542	-	1,527,542
<u>Water Sales Tax</u> – to support maintenance of water systems, assure quality and quantity and acquire water	1,582,361	-	1,582,361
<u>Culture Parks &amp; Recreation Sales Tax Fund</u> – to provide culture and recreation programs and maintain parks	-	779,421	779,421
<u>Perpetual Care Cemetery Fund</u> – maintain	-	27,491	27,491

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	General Fund	Non-Major Governmental Funds	Total
cemetery grounds, provide services and acquire new property			
<u>Memorial Trust Fund</u> – administer funds donated to the cemetery	-	3,080	3,080
<u>Conservation Trust Fund</u> – for the administration of lottery funds.	-	127,925	127,925
<b>Total Restricted Fund Balance</b>	<b>3,353,954</b>	<b>962,281</b>	<b>4,316,235</b>
<b>Committed Fund Balance:</b>			
Police Equipment	7,244	-	7,244
Victims Compensation	110,263	-	110,263
<b>Total Committed Fund Balance</b>	<b>117,507</b>	<b>-</b>	<b>117,507</b>
<b>Assigned Fund Balance:</b>			
Fireworks	7,500	-	7,500
Boys & Girls Club Building Fund	50,071	-	50,071
IT Equipment	20,000	-	20,000
Subsequent Year Expenditures	1,727,253	-	1,727,253
<b>Total Assigned Fund Balance</b>	<b>1,804,824</b>	<b>-</b>	<b>1,804,824</b>
<b>Non-spendable</b>	<b>10,787</b>	<b>74</b>	<b>10,861</b>
<b>Unassigned</b>	<b>2,569,273</b>	<b>-</b>	<b>2,569,273</b>
<b>Total Fund Balance</b>	<b>\$ 7,856,345</b>	<b>\$ 962,355</b>	<b>\$ 8,818,700</b>

The Restricted Fund Balance of \$586,964 in the Proprietary Funds is primarily for debt service. The Recreation Center Fund has an additional \$38,582 restricted for emergencies.

Discretely Presented Component Units restricted and unassigned fund balances are as follows.

	Library General Fund	FLURA General Fund	Total
<b>Restricted Fund Balance</b>			
<u>Emergency Reserves</u> – A portion restricted for emergencies as defined under Article X, Section 20 to the Colorado Constitution also known as the Taxpayer’s Bill of Rights (TABOR)	\$ 39,755	-	39,755
<u>Restricted Donations</u> – Private donations made to the library	113,099	-	113,099
<b>Total Restricted Fund Balance</b>	<b>152,854</b>	<b>-</b>	<b>152,854</b>
<b>Unassigned</b>	<b>1,531,740</b>	<b>(9,117)</b>	<b>1,522,623</b>
<b>Total Fund Balance</b>	<b>\$ 1,684,594</b>	<b>(9,117)</b>	<b>1,675,477</b>

CITY OF FORT LUPTON  
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For the Year Ended December 31, 2015

**NOTE 9:     RETIREMENT PLAN**

The City and its employees participate in a defined contribution pension plan with AIG Retirement.

A defined contribution plan states that contributions of the employee and contributions of the City are, although invested jointly, maintained in separate accounts for each employee. The amount of benefit to be received at retirement is determined by the amount of monies accumulated in the employee's account at the time of retirement. All sworn police department employees contribute 9.7% of their salaries to the plan with all other employees contributing 4.0% of their salaries to the plan. The total amount of the City's current year covered payroll was \$3,335,380 and the total current year payroll was \$3,762,653. The City matches the respective contributions, with the total contribution made by the City during 2015 amounting to \$187,548.

The FPPA of the State of Colorado continues to provide death and disability to all police officers in accordance with state statutes, Section 31-30-1008; C.R.S. Survivors' benefits are available for spouses, dependent parents and children under the age of 18.

**Component Units**

The Library employee participate in the City's defined contribution pension plan with AIG Retirement. Employees' contribute 4.0% of their salaries to the plan. The total amount of the Library's current year covered payroll was \$411,546 and the total current year payroll was \$423,917. The City matches the respective contributions, with the total contribution made by the City during 2015 amounting to \$16,462.

**NOTE 10:    CONTINGENCY**

The City is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA). CIRSA has a legal obligation for claims against its members to the extent that funds are available in its annually established loss fund and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members. CIRSA has indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs, although it is not legally required to do so.

The ultimate liability to the City resulting from claims not covered by CIRSA is not presently determinable. Management is of the opinion that the final outcome of such claims, if any, will not have a material adverse effect on the City's financial statements.

There is only one case wherein CIRSA would not be involved and it involves the warrant holders of the Golf Course bonds. The City Attorney states "The City has kept no funds from the Enterprise revenues, so there is no possibility that there would be a ruling that the City improperly kept funds, and there are no funds to "pay back". The City itself is in no way obligated to pay Enterprise debt or liability and is not a guarantor of the Enterprise. As such, no provision is necessary to further protect the general fund of the City".

**NOTE 11:    RISK MANAGEMENT**

Fort Lupton is exposed to various risks of loss related to torts: theft of, damage to, destruction of assets: errors and omissions: injuries to employees: and natural disasters. On January 1, 1984, the City Council

CITY OF FORT LUPTON  
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For the Year Ended December 31, 2015

authorized Fort Lupton to participate in the Colorado Intergovernmental Risk Sharing Agency (CIRSA). A separate and independent governmental and legal entity, which was formed by intergovernmental agreement by member municipalities pursuant to the provisions of 24-10-115.5, C.R.S. as amended, 29-1-101 et. seq., C.R.S., as amended, 29-13-102, C.R.S., as amended, and Colorado Constitution, Article XIV, Section 18(2).

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member in CIRSA against stated liability or loss to the limit of the financial resources of CIRSA. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members.

The scope, terms, conditions and limitations of the coverages are governed by the applicable coverage policies and/or excess coverage policies, the CIRSA bylaws, and other applicable documents. There has been no change in the deductibles or coverage over the last three years. The types and monetary limits of the coverages are generally described below.

I. TYPES OF COVERAGES (subject to the limit of CIRSA's liability as described in Section II below):

1. Property coverage.
2. Liability coverage.
  - a. General liability.
  - b. Auto liability.
  - c. Law enforcement liability.
  - d. Public official errors and omissions liability.
  - e. Excess liability (for federal and out-of-state public official's claims and federal and out-of-state law enforcement).
3. Crime coverage (including employee dishonesty and money and securities).
4. Supplemental defense cost coverage for Colorado liability claims.

II. EXCESS INSURERS, AGGREGATE LIMITS AND MEMBER DEDUCTIBLE:

For the coverages described in Section I, CIRSA is liable only for payment of the applicable self-insured retentions and only to a total annual aggregate amount for CIRSA members as a whole of the amount of the applicable CIRSA loss fund for the coverage period. There is no aggregate excess coverage over any loss fund. Only the applicable excess insurers in applicable excess and reinsurance policies shall be payable, and only by those excess insurers in excess of these CIRSA self-insured retentions. Fort Lupton has no settlements that exceeded insurance coverage in the past three years.

A member-selected deductible applies to each municipality's claims/occurrences. Payment of the deductible shall reduce the amount otherwise payable under the applicable CIRSA retention.

2015 CIRSA SELF-INSURED RETENTIONS:

1. \$500,000 per claim/occurrence property
2. \$1,000,000 per claim/occurrence liability
3. \$100,000 per claim/occurrence Public Officials Liability.

CITY OF FORT LUPTON  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2015

2015 CIRSA LOSS FUND AMOUNTS:

Loss fund amounts are as adopted or amended from time to time by the Board of Directors based on the members in the property/casualty pool for the year and interest earnings on those amounts. Information on current loss fund amounts is available from the CIRSA Deputy Executive Director/Chief Financial Officer, at (303) 757-5475.

There is a deductible paid by the City of \$1,000 (liability) and \$1,000 (property), which applies to each of its claims/occurrences.

Fort Lupton continues to carry CIRSA insurance for Workers' Compensation, and Voluntary Accident Medical Insurance for volunteer and service workers.

**NOTE 12: JOINT VENTURES**

A joint venture is a legal entity or other organization that results from a contractual agreement and that is owned, operated or governed by two or more participants as a separate and specific activity subject to joint control in which the participants retain an on-going financial interest or an on-going financial responsibility. The City participates in the following joint venture:

Northern Colorado Water Conservancy District - NISP.

Northern Colorado Water Conservancy District (District), a quasi-municipal entity and political subdivision of the State of Colorado was established July 6, 1970, pursuant to the Water Conservancy District Act. Acting by and through its Northern Integrated Supply Project Water Activity Enterprise (NISP) (a government owned business within the meaning of Article X, Section 20(2)(d), of the Colorado Constitution, organized pursuant to C.R.S. 37-45,1-101 et seq.), whose address is 220 Water Avenue, Berthoud, Colorado 80513. In January 2003, Fort Lupton entered into an agreement with NISP in developing a water project for the purpose of developing a new reliable water supply.

Overall Project costs will be divided among the entities that participate in the Project.

The First Phase of the Project consisted of preliminary studies to evaluate both the potential of Poudre reservoir sites and the South Platte Water Conservation Project. The First Phase has been accomplished and there appears to be potential project configurations that may serve the needs of the Project.

The Second Phase of the Project, which consists of additional reservoir site evaluations, alternatives analysis, environmental studies, financial analyses, and related work, will require funding to complete the phase.

The Third Phase of the Project consists of further agency consultation, permitting with the U.S. Army Corps of Engineers and other agencies, compliance with the National Environmental Policy Act and other requirements for federal permitting, field work and analysis for permitting, modeling, and other activities related to designing and permitting the Project.

The City has agreed to provide to the NISP Enterprise funds for its pro rata share of the costs necessary to complete the Project.

CITY OF FORT LUPTON  
 NOTES TO THE FINANCIAL STATEMENTS  
 For the Year Ended December 31, 2015

Our pro rata share is:

<u>Year Paid</u>	<u>Amount</u>
2006	\$ 95,000
2007	22,476
2008	59,976
2010	112,500
2012	112,500
2015	<u>112,500</u>
Total	<u>\$514,952</u>

Investments in the joint ventures by governmental funds are recorded as expenditures at the time the investment is made.

Complete financial statements of the District can be obtained from Northern Colorado Water Conservancy District.

Town of Hudson

The Town of Hudson and the City are Colorado municipal corporations empowered to enter into intergovernmental agreements pursuant to the provisions of Article XIV, Section 18 of the Constitution of the State of Colorado, and the provisions of C.R.S. 29-1-201 et seq. in those circumstances where governmental entities may make the most efficient and effective use of their powers and responsibilities by cooperating and contracting with each other to accomplish mutually beneficial ends. They entered into an Intergovernmental Agreement on July 26, 1995, to jointly provide for the construction, operation and maintenance of the water treatment plant to treat raw water, owned, controlled by the respective parties hereto, which water when treated will be available for use and consumption by the residents and customers of Hudson and Fort Lupton respectively.

Upon completion of the original water treatment plant, each party owned the following rights and interests: Fort Lupton owned an undivided five-sixths (5/6ths) of the treatment capacity of said plant, as well as an undivided five-sixths (5/6ths) of the personal property which constitutes the physical plant. Hudson owned the remaining undivided one-sixth (1/6<sup>th</sup>) of the treatment capacity and personal property constituting the physical plant. Each party shall own as its sole and separate property the right to deliver to the plant for treatment the raw untreated water that it owns or controls and is entitled to receive by means of the Northern Colorado Water Conservancy District's Southern Water Supply Project.

A separate flow meter is installed at the discharge point of the plant and at which treated water is delivered to the separate delivery systems of Fort Lupton and Hudson, which separate flow meters shall measure the number of gallons of treated water delivered to each party. On a monthly basis, the total of the treated water delivered from the plant to each party shall be added together to determine the total number of gallons in and delivered from the plant. The number of gallons of treated water separately delivered to Hudson shall then become the numerator in a fraction in which the entire total of treated gallons delivered to both parties is the denominator. The fraction which results shall be multiplied by the total operations and maintenance costs incurred by the operator in operating the plant during the month, and shall constitute the cost to each party of operations and maintenance for the month including fixed monthly operating costs. Hudson's amount shall be billed to Hudson on or before the 12<sup>th</sup> day of the following calendar month, and must be received by the next to the last business day of the calendar month.

CITY OF FORT LUPTON  
 NOTES TO THE FINANCIAL STATEMENTS  
 For the Year Ended December 31, 2015

Complete financial statements for the Town of Hudson may be obtained from the Town of Hudson, Colorado.

**NOTE 13: TAX, SPENDING, AND DEBT LIMITATIONS**

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 City believes it is in compliance with the requirements of the amendment. However, the City has made certain interpretations of the amendment's language in order to determine its compliance.

As a result of this constitutional requirement, the residents of Fort Lupton, in 1993, passed Referendum A. This referendum requires that if, in any given year, the City has revenues in excess of current spending limits due to property (ad valorem), sales, or use taxes, then that excess must be used for water and wastewater projects, purchase of water rights, and construction of the water system.

In 2010, the residents of Fort Lupton renewed the ½ cent Sales and Use Tax for Street Improvements for 20 years; in 2001, the ½ cent Sales and Use Tax for Culture, Parks and Recreation was renewed for 20 years; in 2002, the residents approved a \$6.7 million general obligation tax to construct a Recreation Center, and in 2005 the citizens authorized extension of the ½ cent water sales tax slated to expire in 2006 for an additional 20 years. All four of these issues have been exempted from the revenue restrictions of Article X, Section 20, and from the requirements of Referendum A.

**NOTE 14: DEFAULT ON GOLF COURSE REVENUE ANTICIPATION WARRANTS**

The Golf Enterprise has been in technical default since June 2000, due to the level of its bond reserves. The course has not collected sufficient green fees and other revenues to pay the bond interest or principal on its 1996 Revenue Anticipation Warrants.

The total payment due for 2015 was \$721,225, \$570,000 in principal and \$151,225 in interest. This payment was not made.

As a result of the default, the bond covenant states that the bonds become due and payable and thus the balance has been re-classed to Current Bonds Payable, resulting in a Current Bond Payable Balance at December 31, 2015 of \$1,785,000.

The Golf Enterprise Fund issued an offer to purchase any and all outstanding warrants on December 19, 2014 for the consideration described in the table below:

<u>Security</u>	<u>Principal Amount</u> <u>Outstanding</u>	<u>Consideration</u> <u>Per \$1,000</u> <u>Principal Amount</u>
Senior Warrants	\$ 4,500,000	\$ 208
Subordinate 1996A1 Warrants	1,000,000	25
"B" Registered Coupons	27,000	25
Subordinate 1996B Warrants	300,000	10

CITY OF FORT LUPTON  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2015

If all outstanding warrants were to be tendered the Golf Course Enterprise Fund's future debt service payments would decrease by \$5,800,000, resulting in a net present value savings of \$10,570,328. The Golf Enterprise will, additionally, pay all costs and expenses incurred in connection with the offer. The City (General Fund) has loaned the Golf Enterprise Fund the funds necessary to pay the Warrants Consideration assuming 100% of the warrant holders tender their outstanding warrants. The offer expired on January 30, 2015 at 5:00 p.m. Eastern Time and was extended twice. The final closing date was March 31, 2015 at 5:00pm Eastern Time.

As a result of this offer, \$4,015,000 of the outstanding warrants (\$3,115,000 of the Senior Warrants, \$875,000 of the Subordinate 1996A1 Warrants and \$25,000 of the "B" Registered Coupons) were tendered and purchased by the Golf Course Enterprise. The result is a decrease in future debt service payments of \$4,015,000 and a net present value savings of \$6,955,713. The remaining warrants outstanding, totaling \$1,785,000, will remain as current bonds payable outstanding in fiscal year 2015. It is anticipated that the 2015 payments on the remaining balance will not be paid and the outstanding warrants will remain in default.

**NOTE 15: COMMITMENTS AND CONTRACTS & BUDGET OVERAGES**

On July 30, 2008 the City entered into an agreement with Weld County Dispatch Center (WELDCOM), until December 31, 2009 with automatic one year renewals through December 19, 2019. The City's share of expenses for 2015 total \$6,915.

The City and CH2MHill entered into an agreement for compensation for services to manage, operate, and maintain the effluent discharged from the Wastewater Treatment Plant and the finished water discharged for the Water Treatment Facility. Compensation for services is negotiated every three years. Compensation for years two & three will be adjusted based on the base fee adjustment formula shown in Appendix F of the negotiated agreement. Subsequent years' base fees shall be determined as hereinafter specified. 2015 fees were \$979,118. A 1.5% increase compared to 2014.

On April 1, 2013 the City entered into a ten year agreement with Consolidated Mutual Water Company to lease 150 acre feet of water storage in the Perry Pit East Reservoir. The 2015 lease base rate is \$206.21 per acre foot of water capacity. The rate will increase annually based on a formula in paragraphs 6 (b) (c) and (d) of the lease agreement. Subsequently, the City has agreed to lease the remaining 300 acre feet of capacity in the Perry Pit East Reservoir for the same terms as the initial lease and an additional 50 acre feet for \$1,434 per acre foot. In 2015 the City paid \$105,406 for 511.15 acre feet of storage in the Perry Pit.

On October 22, 2015 the City and Anadarko Petroleum Corporation entered into a three year agreement with two consecutive one year extensions. On a take or pay agreement the City will provide 300 acre feet per year of non-potable water to Anadarko at a rate of \$3,260 per acre foot or \$978,000 per year in 2015-2016. Anadarko has an option to purchase an additional 200 acre feet of water per year at the City's current bulk water rate, the 2015 bulk rate is \$10 per 1,000 gallons of water used.

In December 2014, the Golf Enterprise Board terminated the management agreement with Escalante Golf, LLC. The City started managing the Coyote Creek Golf Course starting January 1, 2015.

In 2010 The City and Halliburton Energy Services, Inc. (Halliburton) entered into an agreement to extend water lines and sanitary sewer lines to the Halliburton facility at Denver Avenue and Weld County Road 8. Halliburton funded the construction in the amount of \$2,400,000. The lines will benefit all properties in the

CITY OF FORT LUPTON  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2015

service area and as sites are developed along the services lines a proportionate share of the original cost and accrued interest will be charged by the City on building permits and refunded to Halliburton. On December 31, 2015, \$2,057,839 was the amount of the original construction costs to be collected on future development along the water and sewer lines. The interest accrued in 2015 at a rate of prime plus one percent (4.25%) was \$95,476. The total accrued interest as of December 31, 2015 is \$183,685. As the City is not required to reimburse Halliburton unless sufficient development occurs, these balances are not reported as a liability in the City's financial statements.

In 2014 The City and Martin Marietta Materials, Inc. (Martin Marietta) entered into an agreement to extend water lines from Weld County Road 8 525 lineal feet south along Denver Avenue to the Martin Marietta facility. Martin Marietta funded the construction in the amount of \$114,077. The lines will benefit all properties in the service area and as sites are developed along the service lines a proportionate share of the original cost and accrued interest will be charged by the City on building permits and refunded to Martin Marietta.

**NOTE 16: COMPLIANCE**

The Memorial Trust Fund and the Recreation Center Enterprise Fund may be in violation of state statutes as the expenditures exceed the appropriated budgets.

<b>Primary Government Expenditures</b>				Favorable (Unfavorable)
	Original Budget	Final Budget	Actual	Variance
<u>Governmental Fund Expenditures</u>				
Memorial Trust Fund	\$ -	\$ -	\$ 176	(\$ 176)
<u>Enterprise Fund Expenditures</u>				
Recreation Center				
Enterprise Fund	\$ 1,288,413	\$ 1,320,864	\$ 1,534,048	(\$ 213,184)
Golf Course Fund	\$ 1,004,498	\$ 1,464,402	\$ 1,862,785	(\$ 398,383)

Component Units may be in violation of state statutes as the expenditures for FLURA exceed the appropriated budgets.

<b>Component Units Operating Expenditures</b>				Favorable (Unfavorable)
	Original Budget	Final Budget	Actual	Variance
FLURA	\$ -	\$ -	(\$ 9,117)	(\$ 9,117)

**REQUIRED SUPPLEMENTARY  
INFORMATION**

**CITY OF FORT LUPTON, COLORADO**

GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
 For the Year Ended December 31, 2015

	2015			
	Original Budget	Final Budget	Actual	Positive (Negative) Variance
<b>REVENUES</b>				
Taxes	\$ 3,637,075	\$ 3,637,075	\$ 3,963,027	\$ 325,952
Licenses and Permits	113,600	113,600	182,204	68,604
Intergovernmental	1,095,781	1,111,596	822,042	(289,554)
Charges for Services	417,736	417,736	514,670	96,934
Fines and Forfeits	158,100	158,100	241,974	83,874
Other	52,000	170,054	297,047	126,993
Total Revenues	<u>5,474,292</u>	<u>5,608,161</u>	<u>6,020,964</u>	<u>412,803</u>
<b>EXPENDITURES</b>				
General Government	3,113,624	3,137,937	2,688,586	449,351
Public Safety	1,517,379	1,517,379	1,572,137	(54,758)
Public Works	512,679	512,679	412,761	99,918
Capital Outlay	1,109,761	1,150,865	494,490	656,375
Other	265,282	265,282	213,076	52,206
Total Expenditures	<u>6,518,725</u>	<u>6,584,142</u>	<u>5,381,050</u>	<u>1,203,092</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,044,433)</u>	<u>(975,981)</u>	<u>639,914</u>	<u>1,615,895</u>
<b>Other Financing Sources (Uses)</b>				
Transfers Out	<u>(224,395)</u>	<u>(431,221)</u>	<u>(107,929)</u>	<u>323,292</u>
NET CHANGE IN FUND BALANCES	<u>\$ (1,268,828)</u>	<u>\$ (1,407,202)</u>	531,985	<u>\$ 1,939,187</u>
FUND BALANCES, Beginning of Year			<u>3,556,825</u>	
FUND BALANCES, End of Year			<u>\$ 4,088,810</u>	

CITY OF FORT LUPTON  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
For the Year Ended December 31, 2015

**NOTE 1: EXPLANATION OF DIFFERENCES BETWEEN REVENUES, EXPENDITURES AND OTHER FINANCING SOURCES (USES) FOR THE GENERAL FUND BUDGETARY COMPARISON SCHEDULE AND THE GENERAL FUND AS REPORTED IN THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

Certain funds used for accounting purposes are combined with the General Fund for reporting purposes. In accordance with GASB Statement No. 41, *Budgetary Comparison Schedules – Perspective Differences*, the activity of such funds is not included in the General Fund budgetary comparison schedule. The following is a reconciliation of the General Fund budgetary comparison schedule to the General Fund as reported in the Statement of Revenues, Expenditures and Changes in Fund Balance for the year ended December 31, 2015.

**Revenue**

General Fund Budgetary Comparison Schedule	\$ 6,020,964
Adjustments:	
Street Sales Tax	888,699
Water Sales Tax	967,078
Contingency	37,337
Total General Fund revenues as reported in the Statement of Revenues, Expenditures and Changes in Fund Balance	\$ 7,914,078

**Expenditures**

General Fund Budgetary Comparison Schedule	5,381,050
Adjustments:	
Street Sales Tax	318,924
Water Sales Tax	365,312
Total General Fund expenditures as reported in the Statement of Revenues, Expenditures and Changes in Fund Balance	6,065,286

**Other Financing Sources (uses)**

General Fund Budgetary Comparison Schedule	(107,929)
Adjustments:	
Water Sales Tax	(461,268)
Total General Fund other financing sources (uses) as reported in the Statement of Revenues, Expenditures and Changes in Fund Balance	(569,197)

# **SUPPLEMENTARY INFORMATION**

**CITY OF FORT LUPTON, COLORADO**

CONTINGENCY FUND  
BUDGETARY COMPARISON SCHEDULE  
 For the Year Ended December 31, 2015

	2015			
	Original Budget	Final Budget	Actual	Positive (Negative) Variance
<b>REVENUES</b>				
Property Tax	\$ 36,870	\$ 36,870	\$ 36,302	\$ (568)
Interest Income	400	400	1,035	635
Total Revenues	<u>37,270</u>	<u>37,270</u>	<u>37,337</u>	<u>67</u>
<b>EXPENDITURES</b>				
Capital Outlay	<u>600,659</u>	<u>600,659</u>	-	<u>600,659</u>
Total Expenditures	<u>600,659</u>	<u>600,659</u>	-	<u>600,659</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (563,389)</u>	<u>\$ (563,389)</u>	37,337	<u>\$ 600,726</u>
FUND BALANCES, Beginning of Year			<u>564,622</u>	
FUND BALANCES, End of Year			<u>\$ 601,959</u>	

**CITY OF FORT LUPTON, COLORADO**

STREET IMPROVEMENT SALES TAX FUND  
BUDGETARY COMPARISON SCHEDULE  
 For the Year Ended December 31, 2015

	2015			
	Original Budget	Final Budget	Actual	Positive (Negative) Variance
<b>REVENUES</b>				
Sales Tax	\$ 396,354	\$ 396,354	\$ 482,808	\$ 86,455
Interest Income	900	900	1,223	323
Infrastructure Assessment Fees	150,000	150,000	404,668	254,668
<b>Total Revenues</b>	<u>547,254</u>	<u>547,254</u>	<u>888,699</u>	<u>341,446</u>
<b>EXPENDITURES</b>				
Current:				
Other	120,000	120,000	47,997	72,003
Capital Outlay:				
Streets	869,260	869,260	270,927	598,333
<b>Total Expenditures</b>	<u>989,260</u>	<u>989,260</u>	<u>318,924</u>	<u>670,336</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (442,006)</u>	<u>\$ (442,006)</u>	569,775	<u>\$ 1,011,782</u>
 FUND BALANCES, Beginning of Year			<u>984,428</u>	
 FUND BALANCES, End of Year			<u>\$ 1,554,203</u>	

**CITY OF FORT LUPTON, COLORADO**

WATER SALES TAX FUND  
BUDGETARY COMPARISON SCHEDULE  
 For the Year Ended December 31, 2015

	2015			
	Original Budget	Final Budget	Actual	Positive (Negative) Variance
<b>REVENUE</b>				
Sales Tax	\$ 792,710	\$ 792,710	\$ 965,618	\$ 172,908
Interest Income	1,000	1,000	1,460	460
<b>Total Revenues</b>	<u>793,710</u>	<u>793,710</u>	<u>967,078</u>	<u>173,368</u>
<b>EXPENDITURES</b>				
Water Leases	10,000	10,000	6,778	3,222
Water Carryover	38,000	38,000	7,625	30,375
Capital Outlay	217,542	217,542	-	217,542
Other	432,500	467,196	350,909	116,287
<b>Total Expenditures</b>	<u>698,042</u>	<u>732,738</u>	<u>365,312</u>	<u>367,426</u>
<b>Excess of Revenues Over Expenditures</b>	<u>95,668</u>	<u>60,972</u>	<u>601,766</u>	<u>540,794</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfer Out	<u>(488,788)</u>	<u>(488,788)</u>	<u>(461,268)</u>	<u>27,520</u>
<b>Excess (Deficiencies) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<u>\$ (393,120)</u>	<u>\$ (427,816)</u>	140,498	<u>\$ 568,314</u>
<b>FUND BALANCE, Beginning of Year</b>			<u>1,470,875</u>	
<b>FUND BALANCE, End of Year</b>			<u>\$ 1,611,373</u>	

**CITY OF FORT LUPTON, COLORADO**

NON MAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

December 31, 2015

	Culture, Parks & Recreation Sales Tax Fund	Conservation Trust Fund	Perpetual Care Cemetery Fund	Memorial Trust Fund	Non Major Governmental Funds
<b><u>ASSETS</u></b>					
Cash	\$ 782,688	\$ 130,138	\$ 31,358	\$ 3,080	\$ 947,264
Accounts Receivable	25,928	-	-	-	25,928
Sales Tax Receivable	57,647	-	-	-	57,647
Prepaid Items	-	-	74	-	74
Total Assets	<u>\$ 866,263</u>	<u>\$ 130,138</u>	<u>\$ 31,432</u>	<u>\$ 3,080</u>	<u>\$ 1,030,913</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>					
Liabilities					
Accounts Payable	\$ 30,122	\$ -	\$ 220	\$ -	\$ 30,342
Accrued Expenses	10,769	-	1,197	-	11,966
Unearned Revenue	26,250	-	-	-	26,250
Total Liabilities	<u>67,141</u>	<u>-</u>	<u>1,417</u>	<u>-</u>	<u>68,558</u>
Fund Balances					
Non-Spendable	-	-	74	-	74
Restricted	779,421	127,925	13,964	3,080	924,390
Tabor	19,701	2,213	2,450	-	24,364
Perpetual Care	-	-	13,527	-	13,527
Total Fund Balances	<u>799,122</u>	<u>130,138</u>	<u>30,015</u>	<u>3,080</u>	<u>962,355</u>
Total Liabilities and Fund Balances	<u>\$ 866,263</u>	<u>\$ 130,138</u>	<u>\$ 31,432</u>	<u>\$ 3,080</u>	<u>\$ 1,030,913</u>

**CITY OF FORT LUPTON, COLORADO**

**NON MAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE**

For the Year Ended December 31, 2015

	Culture, Parks & Recreation Sales Tax Fund	Conservation Trust Fund	Perpetual Care Cemetery Fund	Memorial Trust Fund	Total
<b>REVENUES</b>					
Sales Taxes	\$ 482,808	\$ -	\$ -	\$ -	\$ 482,808
Federal and State Sources	-	73,616	-	-	73,616
Charges for Services	104,834	-	64,700	-	169,534
Interest Income	420	148	158	-	726
Other	68,637	-	16,805	1,001	86,443
<b>Total Revenues</b>	<b>656,699</b>	<b>73,764</b>	<b>81,663</b>	<b>1,001</b>	<b>813,127</b>
<b>EXPENDITURES</b>					
Current:					
Other	80,343	1,309	9,827	-	91,479
Salaries and Benefits	323,099	-	54,483	-	377,582
Supplies	27,200	-	1,357	-	28,557
Utilities	35,643	-	56,062	-	91,705
Maintenance	16,442	-	16,953	-	33,395
Capital Outlay:					
Land and Land Improvements	36,311	219,530	24,568	-	280,409
<b>Total Expenditures</b>	<b>519,038</b>	<b>220,839</b>	<b>163,250</b>	<b>-</b>	<b>903,127</b>
Excess (Deficiency) of Revenues Over Expenditures	137,661	(147,075)	(81,587)	1,001	(90,000)
Other Financing Sources (Uses)					
Transfers In	52,511	-	55,594	-	108,105
Transfers Out	-	-	-	(176)	(176)
<b>Total Other Financing Sources (Uses)</b>	<b>52,511</b>	<b>-</b>	<b>55,594</b>	<b>(176)</b>	<b>107,929</b>
Excess (Deficiency) of Revenues Over Expenditures and Other Financing Sources (Uses)	190,172	(147,075)	(25,993)	825	17,929
FUND BALANCE, Beginning of Year	608,950	277,213	56,008	2,255	944,426
FUND BALANCE, End of Year	\$ 799,122	\$ 130,138	\$ 30,015	\$ 3,080	\$ 962,355

**CITY OF FORT LUPTON, COLORADO**

CULTURE, PARKS, AND RECREATION SALES TAX FUND

BUDGETARY COMPARISON SCHEDULE

For the Year Ended December 31, 2015

(With Comparative Actual Amounts for Year Ended December 31, 2012)

	2015			Positive (Negative) Variance
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Sales Tax	\$ 408,855	\$ 408,855	\$ 482,808	73,953
Interest Income	175	175	420	245
Enhancement Fees	15,000	15,000	53,638	38,638
Private Contributions	600	600	300	(300)
Usage Fees	107,000	107,000	104,834	(2,166)
Other	11,250	11,250	14,699	3,449
<b>Total Revenues</b>	<u>542,880</u>	<u>542,880</u>	<u>656,699</u>	<u>113,819</u>
<b>EXPENDITURES</b>				
Current:				
Salaries and Benefits	332,903	332,903	323,099	9,804
Maintenance	23,400	23,400	16,442	6,958
Supplies	21,100	21,100	27,200	(6,100)
Utilities	37,200	37,200	35,643	1,557
Other	88,720	88,720	80,343	8,377
Capital Outlay:				
Museum	35,000	35,000	36,311	(1,311)
Community Center	45,000	45,000	-	45,000
<b>Total Expenditures</b>	<u>583,323</u>	<u>583,323</u>	<u>519,038</u>	<u>64,285</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(40,443)</u>	<u>(40,443)</u>	<u>137,661</u>	<u>178,104</u>
Other Financing Sources (Uses)				
Transfers In	<u>74,395</u>	<u>74,395</u>	<u>52,511</u>	<u>21,884</u>
<b>Total Other Financing Sources (Uses)</b>	<u>74,395</u>	<u>74,395</u>	<u>52,511</u>	<u>21,884</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Financing Sources (Uses)	<u>\$ 33,952</u>	<u>\$ 33,952</u>	<u>190,172</u>	<u>\$ 156,220</u>
FUND BALANCES, Beginning of Year			<u>608,950</u>	
FUND BALANCES, End of Year			<u>\$ 799,122</u>	

**CITY OF FORT LUPTON, COLORADO**

CONSERVATION TRUST FUND  
BUDGETARY COMPARISON SCHEDULE  
 For the Year Ended December 31, 2015

	2015			
	Original Budget	Final Budget	Actual	Positive (Negative) Variance
<b>REVENUES</b>				
Lottery Funds	\$ 65,000	\$ 73,600	\$ 73,616	\$ 16
Interest Income	100	100	148	48
Total Revenues	<u>65,100</u>	<u>73,700</u>	<u>73,764</u>	<u>64</u>
<b>EXPENDITURES</b>				
Capital Outlay:				
Land and Improvements	<u>175,000</u>	<u>219,610</u>	<u>219,530</u>	<u>80</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (109,900)</u>	<u>\$ (145,910)</u>	(147,075)	<u>\$ (1,165)</u>
FUND BALANCES, Beginning of Year			<u>277,213</u>	
FUND BALANCES, End of Year			<u>\$ 130,138</u>	

**CITY OF FORT LUPTON, COLORADO**

PERPETUAL CARE CEMETERY FUND  
BUDGETARY COMPARISON SCHEDULE  
 For the Year Ended December 31, 2015

	2015			
	Original Budget	Final Budget	Actual	Positive (Negative) Variance
<b>REVENUES</b>				
Charges for Services	\$ 36,500	\$ 36,500	\$ 64,700	\$ 28,200
Perpetual Care	7,800	7,800	13,650	5,850
Interest Income	100	100	158	58
Other	3,400	3,400	3,155	(245)
Total Revenues	<u>47,800</u>	<u>47,800</u>	<u>81,663</u>	<u>33,863</u>
<b>EXPENDITURES</b>				
Current:				
Salaries and Benefits	61,964	61,964	54,483	7,481
Maintenance	24,500	24,500	16,953	7,547
Supplies	1,600	1,600	1,357	243
Utilities	71,200	71,200	56,062	15,138
Other	23,507	23,507	9,827	13,680
Capital Outlay:				
Other Capital	38,000	38,000	24,568	13,432
Total Expenditures	<u>220,771</u>	<u>220,771</u>	<u>163,250</u>	<u>57,521</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(172,971)</u>	<u>(172,971)</u>	<u>(81,587)</u>	<u>91,384</u>
Other Financing Sources (Uses)				
Transfers In	152,257	152,257	55,594	(96,663)
Total Other Financing Sources (Uses)	<u>152,257</u>	<u>152,257</u>	<u>55,594</u>	<u>(96,663)</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Financing Sources (Uses)	<u>\$ (20,714)</u>	<u>\$ (20,714)</u>	<u>(25,993)</u>	<u>\$ (5,279)</u>
FUND BALANCES, Beginning of Year			<u>56,008</u>	
FUND BALANCES, End of Year			<u>\$ 30,015</u>	

**CITY OF FORT LUPTON, COLORADO**

MEMORIAL TRUST FUND  
BUDGETARY COMPARISON SCHEDULE  
 For the Year Ended December 31, 2015

	2015		
	Original & Final Budget	Actual	Positive (Negative) Variance
<b>REVENUES</b>			
Contributions	\$ -	\$ 1,000	\$ 1,000
Other	1	1	\$ -
Total Revenues	<u>1</u>	<u>1,001</u>	<u>1,000</u>
Excess of Revenues Over Expenditures	<u>1</u>	<u>1,001</u>	<u>1,000</u>
Other Financing Sources (Uses)			
Transfers Out	-	(176)	(176)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(176)</u>	<u>(176)</u>
Excess of Revenues Over Expenditures	<u>\$ 1</u>	825	<u>\$ 824</u>
FUND BALANCES, Beginning of Year		<u>2,255</u>	
FUND BALANCES, End of Year		<u>\$ 3,080</u>	

**CITY OF FORT LUPTON, COLORADO**

UTILITY ENTERPRISE FUND  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
BUDGET AND ACTUAL  
For the Year Ended December 31, 2015

	2015			Positive (Negative) Variance
	Original Budget	Final Budget	Actual	
<b>Operating Revenues</b>				
Charges for Services	\$ 4,601,881	\$ 4,601,881	\$ 5,068,288	\$ 466,407
Other Income	204,000	204,000	149,864	(54,136)
<b>Total Operating Revenues</b>	<u>4,805,881</u>	<u>4,805,881</u>	<u>5,218,152</u>	<u>412,271</u>
<b>Operating Expenses</b>				
Salaries and Benefits	512,510	512,510	450,575	61,935
Professional Fees	131,000	131,000	29,139	101,861
Contract Management	879,120	879,120	879,118	2
Insurance	64,862	64,862	65,226	(364)
Maintenance	253,000	253,000	269,545	(16,545)
Supplies	57,600	57,600	60,102	(2,502)
Utilities	268,075	268,075	251,243	16,832
Water Assessments	1,240,804	1,240,804	588,534	652,270
Other	743,023	752,208	100,256	651,952
<b>Total Operating Expenses</b>	<u>4,149,994</u>	<u>4,159,179</u>	<u>2,693,738</u>	<u>1,465,441</u>
<b>Net Operating Income</b>	<u>655,887</u>	<u>646,702</u>	<u>2,524,414</u>	<u>1,877,712</u>
<b>Nonoperating Revenues (Expenses)</b>				
Investment Income (Loss)	2,000	2,000	(182,614)	(184,614)
Gain (Loss) on Disposal of Assets	-	-	(22,928)	(22,928)
Capital Contributions	1,133,317	2,854,202	2,947,240	93,038
Interest Expense	(607,613)	(607,613)	(517,504)	90,109
Bond Principal	(455,449)	(455,449)	(682,058)	(226,609)
Capital Expenditures	(3,157,858)	(5,092,888)	(4,355,579)	737,309
Other	80,000	80,000	495,336	415,336
<b>Total Nonoperating Revenues (Expenses)</b>	<u>(3,005,603)</u>	<u>(3,219,748)</u>	<u>(2,318,107)</u>	<u>901,641</u>
<b>Net Income (Loss) Before Transfers</b>	<u>(2,349,716)</u>	<u>(2,573,046)</u>	<u>206,307</u>	<u>2,779,353</u>
Transfers In	488,789	488,789	461,268	(27,521)
<b>Net Income (Loss) - Budgetary Basis</b>	<u>\$ (1,860,927)</u>	<u>\$ (2,084,257)</u>	<u>667,575</u>	<u>\$ 2,751,832</u>
<b>Reconciliation to GAAP Basis</b>				
Bond Principal Payments			682,058	
Capital Outlay			4,355,579	
Depreciation and Amortization			(1,084,720)	
<b>Net Income (Loss) - GAAP Basis</b>			<u>4,620,492</u>	
<b>NET POSITION, Beginning of Year</b>			<u>37,013,645</u>	
<b>NET POSITION, End of Year</b>			<u>\$ 41,634,137</u>	

**CITY OF FORT LUPTON, COLORADO**

STORM WATER DRAINAGE ENTERPRISE FUND  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
BUDGET AND ACTUAL

For the Year Ended December 31, 2015

	<u>2015</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Variance</u>
<b>Operating Revenues</b>				
Charges for Services	\$ 166,080	\$ 166,080	\$ 237,721	\$ 71,641
<b>Operating Expenses</b>				
Salaries and Benefits	15,837	15,837	15,520	317
Professional Fees	11,000	11,000	3,728	7,272
Maintenance	2,000	2,000	62	1,938
Supplies	2,500	2,500	1,372	1,128
Other	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
Total Operating Expenses	<u>33,337</u>	<u>33,337</u>	<u>20,682</u>	<u>12,655</u>
Net Operating Income	<u>132,743</u>	<u>132,743</u>	<u>217,039</u>	<u>84,296</u>
<b>Nonoperating Revenues (Expenses)</b>				
Investment Income	150	150	278	128
Capital Expenditures	(833,221)	(833,221)	(292,013)	541,208
Capital Contributions	<u>366,610</u>	<u>366,610</u>	<u>-</u>	<u>(366,610)</u>
Total Nonoperating Revenues	<u>(466,461)</u>	<u>(466,461)</u>	<u>(291,735)</u>	<u>174,726</u>
Net Income Before Transfers	<u>(333,718)</u>	<u>(333,718)</u>	<u>(74,696)</u>	<u>259,022</u>
Net Income	<u>\$ (333,718)</u>	<u>\$ (333,718)</u>	(74,696)	<u>\$ 259,022</u>
Reconciliation to GAAP Basis				
Capital Outlay			292,013	
Depreciation and Amortization			<u>(1,106)</u>	
Net Income (Loss) - GAAP Basis			216,211	
NET POSITION, Beginning of Year			<u>783,975</u>	
Prior Period Adjustment				
NET POSITION, End of Year			<u>\$ 1,000,186</u>	

**CITY OF FORT LUPTON, COLORADO**

**RECREATION CENTER ENTERPRISE FUND  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
BUDGET AND ACTUAL**

For the Year Ended December 31, 2015

	2015			
	Original Budget	Final Budget	Actual	Positive (Negative) Variance
<b>Operating Revenues</b>				
Charges for Services	\$ 397,600	\$ 458,300	\$ 336,866	\$ (121,434)
Other	19,300	19,300	26,290	6,990
<b>Total Operating Revenues</b>	<u>416,900</u>	<u>477,600</u>	<u>363,156</u>	<u>(114,444)</u>
<b>Operating Expenses</b>				
Salaries	455,026	455,026	588,154	(133,128)
Insurance	19,491	19,491	22,806	(3,315)
Maintenance	42,933	52,933	33,591	19,342
Merchandise for Resale	999	999	1,430	(431)
Supplies	33,377	43,477	53,823	(10,346)
Utilities	90,816	90,816	117,336	(26,520)
Recreation Programs	37,010	37,010	48,678	(11,668)
Other	63,608	83,609	84,608	(999)
<b>Total Operating Expenses</b>	<u>743,260</u>	<u>783,361</u>	<u>950,426</u>	<u>(167,065)</u>
<b>Net Operating Income</b>	<u>(326,360)</u>	<u>(305,761)</u>	<u>(587,270)</u>	<u>(281,509)</u>
<b>Nonoperating Revenues (Expenses)</b>				
Property Taxes	1,015,761	1,015,761	1,010,267	(5,494)
Gain on Disposal of Assets	1,000	1,000	1,790	790
Investment Income	500	500	14,555	14,055
Bond Principal	(413,915)	(413,915)	(413,915)	-
Interest Expense	(104,238)	(104,238)	(103,913)	325
Capital Expenditures	(27,000)	(19,350)	(65,794)	(46,444)
<b>Total Nonoperating Revenues</b>	<u>472,108</u>	<u>479,758</u>	<u>442,990</u>	<u>(36,768)</u>
<b>Net Income (Loss) - Budgetary Basis</b>	<u>\$ 145,748</u>	<u>\$ 173,997</u>	<u>(144,280)</u>	<u>\$ (318,277)</u>
<b>Reconciliation to GAAP Basis</b>				
Bond Principal Payments			413,915	
Capital Outlay			65,794	
Depreciation and Amortization			(234,978)	
<b>Net Income (Loss) - GAAP Basis</b>			<u>100,451</u>	
<b>NET POSITION, Beginning of Year</b>			<u>442,319</u>	
<b>NET POSITION, End of Year</b>			<u>\$ 542,770</u>	

**CITY OF FORT LUPTON, COLORADO**

**GOLF COURSE ENTERPRISE FUND**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**BUDGET AND ACTUAL**

For the Year Ended December 31, 2015

	2015			
	Original Budget	Final Budget	Actual	(Negative) Variance
<b>Operating Revenues</b>				
Charges for Services	\$ 706,600	\$ 779,500	\$ 786,150	\$ 6,650
Sales of Merchandise	180,500	236,400	235,690	(710)
Other	540	116,640	116,604	(36)
<b>Total Operating Revenues</b>	<b>887,640</b>	<b>1,132,540</b>	<b>1,138,444</b>	<b>5,904</b>
<b>Operating Expenses</b>				
Salaries and Benefits	318,349	371,499	371,303	196
Professional Fees	47,650	47,650	15,120	32,530
Insurance	30,777	30,777	15,789	14,988
Maintenance	58,850	62,850	48,684	14,166
Management Fees	60,000	60,000	-	60,000
Merchandise for Resale	85,300	112,600	112,559	41
Supplies	85,500	91,500	86,439	5,061
Utilities	77,515	101,415	97,842	3,573
Equipment Rental	34,659	34,659	-	34,659
Other	205,898	357,798	253,227	104,571
<b>Total Operating Expenses</b>	<b>1,004,498</b>	<b>1,270,748</b>	<b>1,000,963</b>	<b>269,785</b>
<b>Net Operating Loss</b>	<b>(116,858)</b>	<b>(138,208)</b>	<b>137,481</b>	<b>275,689</b>
<b>Nonoperating Revenues (Expenses)</b>				
Interest Income	10	10	89	79
Interest Expense	-	(80,054)	(94,918)	(14,864)
Bond Principal	-	-	(654,195)	(654,195)
Capital Expenditures	-	(113,600)	(112,709)	891
<b>Total Nonoperating Revenues (Expenses)</b>	<b>10</b>	<b>(193,644)</b>	<b>(861,733)</b>	<b>(668,089)</b>
<b>Net Income (Loss) - Budgetary Basis</b>	<b>\$ (116,848)</b>	<b>\$ (331,852)</b>	<b>(724,252)</b>	<b>\$ (392,400)</b>
<b>Reconciliation to GAAP Basis</b>				
Gain on Extinguishment of Debt			6,663,013	
Bond Principal			654,195	
Capital Outlay			112,709	
Depreciation and Amortization			(90,009)	
<b>Net Income (Loss) - GAAP Basis</b>			<b>6,615,656</b>	
<b>NET POSITION, Beginning of Year</b>			<b>(6,636,288)</b>	
<b>NET POSITION, End of Year</b>			<b>\$ (20,632)</b>	

# **COMPONENT UNITS**

**FORT LUPTON PUBLIC AND SCHOOL LIBRARY**

BALANCE SHEETS  
December 31, 2015

	<u>2015</u>
<b><u>ASSETS</u></b>	
<b>CURRENT ASSETS</b>	
Cash	\$ 1,721,434
Restricted Cash	<u>113,099</u>
Total Current Assets	<u>1,834,533</u>
Total Assets	<u><u>\$ 1,834,533</u></u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>	
<b>LIABILITIES</b>	
Accounts Payable	\$ 55,001
Due to the City of Fort Lupton for Payroll	
Accrued Expenses	<u>20,479</u>
Total Liabilities	<u>75,480</u>
<b>FUND BALANCES</b>	
Restricted	
Emergency Reserve	39,755
Restricted Donations	113,099
Fund Balance	<u>1,606,199</u>
Total Fund Balances	<u>1,759,053</u>
Total Liabilities and Fund Balances	<u><u>\$ 1,834,533</u></u>

**FORT LUPTON PUBLIC AND SCHOOL LIBRARY**

Reconciliation of the Balance Sheet to the Statement of Net Position  
December 31, 2015

	2015		
	<u>Balance Sheet</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
<b><u>ASSETS</u></b>			
<b>CURRENT ASSETS</b>			
Cash	\$ 1,721,434	\$ -	\$ 1,721,434
Restricted Cash	<u>113,099</u>	<u>-</u>	<u>113,099</u>
Total Current Assets	<u>1,834,533</u>	<u>-</u>	<u>1,834,533</u>
Total Assets	<u>\$ 1,834,533</u>	<u>\$ -</u>	<u>\$ 1,834,533</u>
 <b><u>LIABILITIES AND FUND BALANCES</u></b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ 55,001	\$ -	\$ 55,001
Due to the City of Fort Lupton for Payroll			-
Accrued Expenses	<u>20,479</u>	<u>74,459</u> <sup>1</sup>	<u>94,938</u>
Total Liabilities	<u>75,480</u>	<u>74,459</u>	<u>149,939</u>
 <b>FUND BALANCES/NET POSITION</b>			
Restricted			
Emergency Reserve	39,755	-	39,755
Restricted Donations	113,099	-	113,099
Unrestricted	<u>1,606,199</u>	<u>(74,459)</u>	<u>1,531,740</u>
Total Fund Balances	<u>1,759,053</u>	<u>(74,459)</u>	<u>1,684,594</u>
Total Liabilities and Fund Balances	<u>\$ 1,834,533</u>		<u>\$ 1,834,533</u>

<sup>1</sup> Long-Term Liabilities including compensated absences are not due and payable in the current period, therefore not reported in the funds.

**FORT LUPTON PUBLIC AND SCHOOL LIBRARY**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGETARY COMPARISON SCHEDULE

For the Year Ended December 31, 2015

	2015			Positive (Negative) Variance
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Intergovernment Revenue	\$ 1,330,272	\$ 1,308,444	\$ 1,311,322	\$ 2,878
Other	300	4,602	13,850	(9,248)
<b>Total Revenues</b>	<u>1,330,572</u>	<u>1,313,046</u>	<u>1,325,172</u>	<u>(6,370)</u>
<b>EXPENDITURES</b>				
Salary & Benefits	591,607	591,607	610,765	53,435
Maintenance	15,000	15,000	-	15,000
Supplies	163,000	163,000	122,263	40,737
Utilities	10,000	10,000	9,773	227
Programs	57,000	60,796	32,967	27,829
Other	93,900	114,400	33,015	81,385
Capital Outlay	95,300	95,300	-	95,300
<b>Total Expenditures</b>	<u>1,025,807</u>	<u>1,050,103</u>	<u>808,783</u>	<u>313,913</u>
Revenues Over (Under) Expenditures	<u>304,765</u>	<u>262,943</u>	<u>516,389</u>	<u>307,543</u>
Excess (Deficiency) Of Revenues Over Expenditure And The Other Sources	<u>\$ 304,765</u>	<u>\$ 262,943</u>	516,389	<u>\$ 253,446</u>
FUND BALANCES, Beginning of Year			<u>1,242,664</u>	
FUND BALANCES, Year to Date			<u>\$ 1,759,053</u>	

**FORT LUPTON PUBLIC AND SCHOOL LIBRARY**

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE TO THE STATEMENT OF NET POSITION

For the Year Ended December 31, 2015

	2015 Total	Adjustments	Statement of Activities
Expenditures / Expenses			
Expenditures / Expenses	\$ 808,783	\$ 1,859	\$ 810,642
Program Revenues			
Charges for Services	13,850	-	13,850
Operating Grants, and Contributions	<u>1,311,322</u>	<u>-</u>	<u>1,311,322</u>
Net Program Revenue	<u>1,325,172</u>	<u>-</u>	<u>1,325,172</u>
Net Program Expenses	<u>516,389</u>	<u>(1,859)</u>	<u>514,530</u>
Change in Net Position	516,389	(1,859)	514,530
Fund Balance / Net Position			
Beginning of Year	<u>1,242,664</u>	<u>(72,600)</u>	<u>1,170,064</u>
End of Year	<u><u>1,759,053</u></u>	<u><u>(74,459)</u></u>	<u><u>1,684,594</u></u>

FORT LUPTON URBAN RENEWAL AUTHORITY

BALANCE SHEETS  
December 31, 2015

	<u>2015</u>
<b><u>ASSETS</u></b>	
<b>CURRENT ASSETS</b>	
Receivables:	
Due From Primary Government	\$ 40,883
	<hr/>
Total Current Assets	40,883
	<hr/>
Total Assets	<u>\$ 40,883</u>
<b>FUND BALANCES</b>	
Restricted	
Emergency Reserve	\$ 1,500
Fund Balance	39,383
	<hr/>
Total Fund Balances	40,883
	<hr/>
Total Liabilities and Fund Balances	<u>\$ 40,883</u>

FORT LUPTON URBAN RENEWAL AUTHORITY

Reconciliation of the Balance Sheet to the Statement of Net Position  
December 31, 2015

	2015 Balance Sheet	Adjustments	Statement of Net Position
<b><u>ASSETS</u></b>			
<b>CURRENT ASSETS</b>			
Receivables:			
Due From Primary Government	\$ 40,883	\$ -	\$ 40,883
Total Current Assets	<u>40,883</u>	<u>-</u>	<u>40,883</u>
Total Assets	<u>\$ 40,883</u>	<u>\$ -</u>	<u>\$ 40,883</u>
 <b><u>LIABILITIES AND FUND BALANCES</u></b>			
<b>LIABILITIES</b>			
Loan from City of Fort Lupton	\$ -	\$ 50,000 <sup>1</sup>	\$ 50,000
Contingent Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>50,000</u>	<u>50,000</u>
 <b>FUND BALANCES/NET POSITION</b>			
Unrestricted	<u>39,383</u>	<u>(50,000)</u>	<u>(10,617)</u>
Total Fund Balances	<u>40,883</u>	<u>(50,000)</u>	<u>(9,117)</u>
Total Liabilities and Fund Balances	<u>\$ 40,883</u>		<u>\$ 40,883</u>

<sup>1</sup> Long-Term Liabilities are not due and payable in the current period, therefore not reported in the funds.

**FORT LUPTON URBAN RENEWAL AUTHORITY**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON SCHEDULE  
 For the Year Ended December 31, 2015

	2015			Positive (Negative) Variance
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Intergovernmental Revenue	\$ -	\$ 40,883	\$ 50,000	\$ 9,117
Total Revenues	-	40,883	50,000	9,117
<b>EXPENDITURES</b>				
Other	-	-	9,117	(9,117)
Total Expenditures	-	-	9,117	(9,117)
Revenues Over (Under) Expenditures	-	40,883	40,883	
Excess (Deficiency) Of Revenues Over Expenditure	<u>\$ -</u>	<u>\$ 40,883</u>	40,883	<u>\$ -</u>
FUND BALANCES, Beginning of Year			-	
FUND BALANCES, Year to Date			<u>\$ 40,883</u>	

FORT LUPTON URBAN RENEWAL AUTHORITY

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2015

	<u>2015</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Expenditures / Expenses			
Expenditure	\$ 9,117	\$	\$ 9,117
Program Revenues			
Operating Grants, and Contributions	<u>50,000</u>	<u>(50,000)</u>	<u>-</u>
Net Program Revenue	<u>50,000</u>	<u>(50,000)</u>	<u>-</u>
Net Program Expenses	<u>40,883</u>	<u>(50,000)</u>	<u>(9,117)</u>
Change in Net Position	<u>40,883</u>	<u>(50,000)</u>	<u>(9,117)</u>
Fund Balance / Net Position			
Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
End of Year	<u>\$ 40,883</u>	<u>\$ (50,000)</u>	<u>\$ (9,117)</u>

# **STATISTICAL SECTION**

## STATISTICAL SECTION

The part of the Cities comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the government’s overall financial health.

### **Financial Trends**

These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time..... 75

### **Revenue Capacity**

These schedules contain information to help the reader assess the City’s most significant local revenue source, the property tax ..... 80

### **Debt Capacity**

These schedules contain information to help the reader assess the affordability of the City’s outstanding debt and the ability to issue new debt in the future ..... 87

### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place..... 91

### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to services the government provides and the activities it performs..... 93

Sources: Unless otherwise noted the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

City of Fort Lupton, Colorado

Government-wide Net Position by Category  
 Fiscal Years 2006-2015  
 (accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 25,145,709	\$ 25,222,628	\$ 24,815,079	\$ 24,710,688	\$ 24,136,541	\$ 24,253,776	\$ 25,423,316	\$ 25,382,338	\$ 25,369,586	\$ 25,210,238
Restricted	137,045	112,141	259,208	259,208	226,073	3,121,421	2,233,960	2,932,189	3,488,518	4,316,235
Unrestricted	2,691,793	2,103,523	2,061,766	2,215,273	2,690,489	750,712	1,736,771	2,410,189	3,868,299	4,313,384
Subtotal Government Activities Net Position	27,974,547	27,438,292	27,136,053	27,185,169	27,053,103	28,125,909	29,394,047	30,724,716	32,726,403	33,839,857
<b>Business Type Activities</b>										
Net Investment in Capital Assets	22,944,767	22,663,126	22,367,478	23,244,405	24,948,580	24,474,959	25,524,613	32,494,395	33,275,694	41,729,359
Restricted	1,468,376	1,278,536	1,566,173	1,587,049	1,807,957	1,624,858	1,616,906	1,356,597	1,271,912	586,963
Unrestricted	528,590	960,334	441,735	76,219	(484,213)	345,497	394,235	(3,215,546)	(2,943,955)	840,139
Subtotal Business Type Activities Net Position	24,941,733	24,901,996	24,375,386	24,907,673	26,272,324	26,445,314	27,535,754	30,635,446	31,603,651	43,156,461
<b>Total Government</b>										
Net Investment in Capital Assets	48,090,476	47,885,754	47,182,557	47,955,093	49,085,121	48,728,735	50,947,929	57,876,733	58,645,280	66,939,597
Restricted	1,605,421	1,390,677	1,825,381	1,846,257	2,034,030	4,746,279	3,850,866	4,288,786	4,760,430	4,903,198
Unrestricted	3,220,383	3,063,857	2,503,501	2,291,492	2,206,276	1,096,209	2,131,006	(805,357)	924,344	5,153,523
Total Net Position	\$ 52,916,280	\$ 52,340,288	\$ 51,511,439	\$ 52,092,842	\$ 53,325,427	\$ 54,571,223	\$ 56,929,801	\$ 61,360,162	\$ 64,330,054	\$ 76,996,318

Source: City of Fort Lupton Finance Department

City of Fort Lupton, Colorado

Government-wide Changes in Net Position  
Fiscal Years 2006-2015  
(accrual basis of accounting)

	2006	2007	2008	2009	2011	2012	2013	2014
<b>Expenses</b>								
<b>Governmental Activities:</b>								
General Government	\$ 1,888,093	\$ 1,842,978	\$ 1,146,647	\$ 1,402,046	\$ 1,511,845	\$ 1,649,002	\$ 1,983,618	\$ 2,336,076
Public Safety	1,535,172	1,676,527	1,775,631	1,674,082	1,181,606	1,132,846	1,188,061	1,269,834
Public Works	1,188,310	1,300,203	1,307,542	1,303,317	1,028,537	1,232,748	1,351,463	1,406,244
Culture, Parks and Recreation	350,512	159,055	676,103	754,907	803,453	902,575	639,145	621,742
Other	689,626	763,731	1,289,420	626,418	687,754	527,565	546,855	591,798
Total Governmental Activities Expenses	5,651,713	5,742,494	6,195,343	5,760,770	5,213,195	5,444,736	5,709,142	6,225,694
<b>Business Type Activities:</b>								
Utilities	2,542,640	3,149,678	2,883,404	2,856,120	3,170,747	3,534,405	4,591,194	5,738,153
Storm Water Drainage	-	-	29,459	21,523	12,192	14,884	33,747	28,852
Golf	916,383	1,040,200	956,207	879,753	899,114	983,607	1,060,304	1,231,840
Recreation	1,012,835	1,161,252	1,240,599	1,137,713	1,073,717	1,051,829	1,139,988	1,212,567
Interest	1,640,343	1,596,119	1,558,828	1,416,072	1,476,667	1,057,081	-	-
Other	57,797	35,100	49,568	50,359	52,855	50,196	12,750	-
Total Business Type Activities Expenses	6,169,998	6,982,349	6,718,065	6,361,540	6,685,292	6,692,002	6,837,983	8,211,412
Total Government Expenses	11,821,711	12,724,843	12,913,408	12,122,310	11,898,487	12,136,738	12,547,125	14,437,106
<b>Program Revenues</b>								
<b>Governmental Activities:</b>								
Charges for Services, Sales & Fines								
General Government	101,399	95,258	104,061	107,139	85,753	124,611	103,153	78,354
Public Safety	246,832	179,402	178,486	220,495	179,063	290,970	208,226	168,597
Public Works	240,869	185,499	81,810	238,474	832,671	343,635	371,754	276,280
Culture, Parks and Recreation	101,952	76,843	83,009	139,290	73,977	80,132	116,998	122,409
Other	-	-	-	-	-	-	-	-
Operating Grants and Contributions	95,946	147,456	113,100	150,875	155,057	179,023	172,698	235,720
Capital Grants and Contributions	247,313	133,580	504,215	569,355	121,752	164,740	461,155	529,298
Total Governmental Activities Program Revenue	1,034,311	818,038	1,064,681	1,425,628	1,448,273	1,183,111	1,433,984	1,410,658
<b>Business Type Activities:</b>								
Utilities	3,249,371	3,145,264	3,358,923	3,506,146	4,122,995	4,498,327	4,967,660	4,915,359
Storm Water Drainage	-	49,271	66,852	126,781	67,774	107,887	106,172	139,480
Golf	869,214	857,740	951,583	865,126	830,940	916,153	859,367	987,288
Recreation	256,168	314,454	340,706	299,529	351,235	348,839	369,748	371,570
Operating Grants and Contributions	-	-	-	-	-	-	-	3,336
Capital Grants and Contributions	1,262,422	271,012	116,822	854,924	102,902	1,000	298,120	669,042
Total Business Activities Program Revenue	5,637,175	4,637,741	4,834,886	5,652,506	5,475,846	5,872,206	6,601,067	7,086,075
Total Program Revenues	6,671,486	5,455,779	5,899,567	7,078,134	6,924,119	7,055,317	8,035,051	8,496,733
<b>Net (Expenses) / Revenues</b>								
Government Activities	(4,617,402)	(4,924,456)	(5,130,662)	(4,335,142)	(3,764,922)	(4,261,625)	(4,275,158)	(4,815,036)
Business Type Activities	(532,823)	(2,344,608)	(1,883,179)	(709,034)	(1,209,446)	(819,796)	(236,916)	(1,125,337)
Total Government Net Expense	(5,150,225)	(7,269,064)	(7,013,841)	(5,044,176)	(4,974,368)	(5,081,421)	(4,512,074)	(5,940,373)

City of Fort Lupton, Colorado

Government-wide Changes in Net Position  
 Fiscal Years 2006-2015  
 (accrual basis of accounting)

	2006	2007	2008	2009	2011	2012	2013	2014
<b>General Revenues and Transfers</b>								
<b>Governmental Activities:</b>								
Taxes:								
Sales & Use Tax	\$ 2,855,512	\$ 2,878,165	\$ 2,750,000	\$ 2,317,028	\$ 2,644,241	\$ 2,970,656	\$ 3,177,171	\$ 4,141,976
Property Tax	982,174	1,082,948	1,121,854	1,215,210	1,401,364	1,410,597	1,501,966	1,668,804
Other	943,367	996,444	945,544	1,064,981	997,937	1,067,750	1,068,065	1,278,040
Investment Earnings	95,754	79,325	27,001	5,851	6,386	6,806	6,142	7,998
Miscellaneous	359,248	168,797	323,479	130,008	255,511	478,296	(367,316)	147,115
<b>Transfers</b>	<b>(428,265)</b>	<b>(329,204)</b>	<b>(339,455)</b>	<b>(348,820)</b>	<b>(467,711)</b>	<b>(404,342)</b>	<b>219,799</b>	<b>(427,210)</b>
Total Governmental Activities	4,807,790	4,876,475	4,828,423	4,384,258	4,837,728	5,529,763	5,605,827	6,816,723
<b>Business Type Activities:</b>								
Property Tax	889,138	897,590	929,837	884,175	880,245	871,184	1,252,924	952,629
Investment Earnings	99,147	164,368	87,277	8,326	4,101	18,225	38,520	17,190
Miscellaneous	3,131	46,503	-	-	30,380	616,485	111,121	696,511
<b>Transfers</b>	<b>428,265</b>	<b>329,204</b>	<b>339,455</b>	<b>348,820</b>	<b>467,711</b>	<b>404,342</b>	<b>342,340</b>	<b>427,210</b>
Total Business Activities	1,419,681	1,437,665	1,356,569	1,241,321	1,382,437	1,910,236	1,744,905	2,093,540
Total General Revenues and Transfers	6,227,471	6,314,140	6,184,992	5,625,579	6,220,165	7,439,999	7,350,732	8,910,263
<b>Changes in Net Position</b>								
Government Activities	190,388	(47,981)	(302,239)	49,116	1,072,806	1,268,138	1,330,669	2,001,687
Business Type Activities	886,858	(906,943)	(526,610)	532,287	172,991	1,090,440	1,507,989	968,203
Total Government-wide Changes in Net Position	\$ 1,077,246	\$ (954,924)	\$ (828,849)	\$ 581,403	\$ 1,245,797	\$ 2,358,578	\$ 2,838,658	\$ 2,969,890

Source: City of Fort Lupton Finance Department

City of Fort Lupton, Colorado

Fund Balances - Governmental Funds

Fiscal Years 2006-2015

(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>General Fund</b>									
Restricted For:									
Emergency Reserve	\$ 119,456	\$ 128,772	\$ 175,879	\$ 168,317	\$ 141,993	\$ 133,517	\$ 172,124	\$ 186,151	\$ 257,218
Drug Forfeitures	7,771	10,685	8,588	10,414	10,685	5,207	5,208	-	-
Water Sales Tax	781,800	1,010,329	1,168,188	1,048,380	815,127	802,356	875,257	1,119,897	1,319,780
Street Sales Tax	641,659	680,568	742,109	1,169,635	1,440,946	1,703,013	559,717	889,080	954,895
Children's Fund	-	-	-	-	-	-	5,038	1,248	12,248
Committed							136,960	133,707	131,235
Assigned							12,500	338,177	1,291,328
Non-Spendable							5,670	-	124,949
Unassigned	1,277,966	383,574	174,070	33,328	245,162	901,187	1,726,873	2,081,212	2,485,096
<b>Total General Fund</b>	<b>2,828,652</b>	<b>2,213,928</b>	<b>2,268,834</b>	<b>2,430,074</b>	<b>2,653,913</b>	<b>3,545,280</b>	<b>3,499,347</b>	<b>4,749,472</b>	<b>6,576,749</b>
<b>All Other Governmental Funds</b>									
Restricted for:									
Culture, Parks & Recreation	130,718	124,990	(11,971)	17,104	161,850	214,385	295,911	422,336	590,013
Other Non-Major Governmental Funds	110,490	141,923	206,675	195,421	243,419	262,943	320,705	313,477	354,364
Non-Spendable									49
<b>Total All Other Governmental Funds</b>	<b>241,208</b>	<b>266,913</b>	<b>194,704</b>	<b>212,525</b>	<b>405,269</b>	<b>477,328</b>	<b>616,616</b>	<b>735,813</b>	<b>944,426</b>
<b>Total Governmental Funds</b>									
Restricted	1,550,686	1,830,354	2,094,764	2,396,746	2,408,751	2,644,093	2,233,960	2,932,189	3,488,518
Committed							136,960	133,707	131,235
Assigned							12,500	338,177	1,291,328
Non-Spendable							5,670	-	124,998
Unassigned	1,519,174	650,487	368,774	245,853	650,431	1,378,515	1,726,873	2,081,212	2,485,096
<b>Total Governmental Fund Balances</b>	<b>\$ 3,069,860</b>	<b>\$ 2,480,841</b>	<b>\$ 2,463,538</b>	<b>\$ 2,642,599</b>	<b>\$ 3,059,182</b>	<b>\$ 4,022,608</b>	<b>\$ 4,115,963</b>	<b>\$ 5,485,285</b>	<b>\$ 7,521,175</b>

Source: City of Fort Lupton Finance Department

City of Fort Lupton, Colorado

Changes in Fund Balance - Governmental Funds

Fiscal Years 2006-2015

(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>REVENUES</b>									
Taxes & Assessments	\$ 4,048,446	\$ 4,209,904	\$ 4,113,137	\$ 3,947,531	\$ 3,918,656	\$ 4,239,950	\$ 4,589,158	\$ 4,892,341	\$ 6,059,815
Licenses & Permits	79,791	75,938	51,583	59,794	168,899	151,975	131,636	126,146	111,044
Intergovernmental	640,383	688,428	1,013,837	1,292,855	683,294	747,953	877,978	1,151,973	971,940
Charges for Services	588,382	527,804	493,824	454,567	504,533	543,975	510,629	601,898	600,935
Fines & Forfeits	244,359	173,741	169,964	193,210	194,716	171,826	285,163	155,089	131,096
Other	510,030	347,903	342,449	199,167	198,421	765,327	722,654	472,612	779,758
<b>Total Revenues</b>	<b>6,111,391</b>	<b>6,023,718</b>	<b>6,184,794</b>	<b>6,147,124</b>	<b>5,668,519</b>	<b>6,621,006</b>	<b>7,117,218</b>	<b>7,400,059</b>	<b>8,654,588</b>
<b>EXPENDITURES</b>									
Current:									
General Government	1,688,351	1,867,318	1,247,760	1,360,426	1,317,658	1,480,055	1,678,331	1,961,113	2,270,095
Public Safety	1,470,321	1,608,426	1,705,871	1,641,162	1,589,310	1,157,474	1,103,279	1,136,985	1,221,589
Public Works	380,065	474,108	477,622	513,447	416,827	396,787	482,720	472,512	488,460
Culture, Parks & Recreation	228,643	229,475	684,398	683,580	568,170	626,472	723,720	462,009	439,996
Other	700,120	746,514	837,270	626,102	703,964	678,315	525,532	544,822	588,768
Capital Outlay	786,542	839,573	879,875	764,681	149,103	850,766	2,105,939	1,118,019	1,182,582
<b>Total Expenditures</b>	<b>5,254,042</b>	<b>5,765,414</b>	<b>5,832,796</b>	<b>5,589,398</b>	<b>4,745,032</b>	<b>5,189,869</b>	<b>6,619,521</b>	<b>5,695,460</b>	<b>6,191,490</b>
Excess (Deficiency) of Revenues Over Expenditures	857,349	258,304	351,998	557,726	923,487	1,431,137	497,697	1,704,599	2,463,098
Other Financing Sources (Uses)									
Payment of Loan	-	(29,845)	(29,845)	(29,845)	(29,845)	-	-	-	-
Transfers In	313,719	384,501	350,905	415,536	302,995	285,100	416,904	39,799	107,341
Transfers Out	(741,984)	(713,705)	(690,360)	(764,356)	(780,054)	(752,811)	(821,246)	(382,139)	(534,551)
Other	-	-	-	-	-	-	-	7,063	-
<b>Total Other Financing Sources (Uses)</b>	<b>(428,265)</b>	<b>(359,049)</b>	<b>(369,300)</b>	<b>(378,665)</b>	<b>(506,904)</b>	<b>(467,711)</b>	<b>(404,342)</b>	<b>(335,277)</b>	<b>(427,210)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ 429,084</b>	<b>\$ (100,745)</b>	<b>\$ (17,302)</b>	<b>\$ 179,061</b>	<b>\$ 416,583</b>	<b>\$ 963,426</b>	<b>\$ 93,355</b>	<b>\$ 1,369,322</b>	<b>\$ 2,035,888</b>
Debt Service as a percentage of Noncapital Expenditures	0%	0.61%	0.60%	0.62%	0.65%	0%	0%	0%	0%

Source: City of Fort Lupton Finance Department

City of Fort Lupton, Colorado

General Governmental Tax Revenue by Source

Fiscal Years 2006-2015

	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>REVENUES SOURCE</b>									
Sales Tax	\$ 2,750,156	\$ 2,807,706	\$ 2,750,000	\$ 2,317,028	\$ 2,342,006	\$ 2,317,299	\$ 2,822,830	\$ 3,119,863	\$ 4,050,978
Property Tax	982,174	1,082,948	1,121,854	1,215,210	1,274,416	1,401,365	1,410,597	1,471,927	1,668,804
Motor Vehicle Tax	33,014	37,228	36,643	41,306	33,913	30,102	28,324	28,728	29,732
Specific Ownership Tax	177,746	211,562	195,024	196,257	134,835	164,243	179,581	184,481	219,304
Other	105,356	70,460	9,616	177,730	133,486	326,941	147,826	87,342	90,997
<b>Total Revenues</b>	<b>\$ 4,048,446</b>	<b>\$ 4,209,904</b>	<b>\$ 4,113,137</b>	<b>\$ 3,947,531</b>	<b>\$ 3,918,656</b>	<b>\$ 4,239,950</b>	<b>\$ 4,589,158</b>	<b>\$ 4,892,341</b>	<b>\$ 6,059,815</b>

Source: City of Fort Lupton Finance Department

City of Fort Lupton, Colorado

Sales Tax by Category

Fiscal Years 2006-2015

	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>REVENUES SOURCE</b>									
Motor Vehicle	\$ 526,824	\$ 582,214	\$ 586,909	\$ 386,339	\$ 334,486	\$ 373,966	\$ 477,499	\$ 551,239	\$ 939,480
Hotels/motels	18,328	14,543	21,612	15,766	16,677	20,416	23,581	29,594	31,145
Restaurant	270,672	309,751	303,337	283,762	298,750	334,350	361,030	411,571	476,089
Food/grocery	516,157	510,113	511,838	459,563	458,181	475,766	503,190	533,937	585,585
Gas Stations/convenience	65,926	55,611	27,974	21,495	22,889	20,285	21,737	24,718	49,956
Utilities	506,636	510,189	487,821	446,835	399,472	410,238	394,362	446,456	469,668
Liquor/beer	103,492	98,203	112,182	109,888	111,697	127,394	143,911	149,661	166,235
Auto	158,179	181,798	119,053	107,504	125,661	123,024	152,924	162,591	161,063
Retail	125,738	113,151	161,562	141,458	156,364	156,922	188,070	220,988	282,560
Other	442,611	395,702	416,395	270,282	372,494	234,973	470,892	439,151	737,190
Wholesale	15,593	36,431	1,317	74,136	45,335	39,965	85,634	149,958	163,991
<b>Total Revenues</b>	<b>\$ 2,750,156</b>	<b>\$ 2,807,706</b>	<b>\$ 2,750,000</b>	<b>\$ 2,317,028</b>	<b>\$ 2,342,006</b>	<b>\$ 2,317,299</b>	<b>\$ 2,822,830</b>	<b>\$ 3,119,863</b>	<b>\$ 4,062,961</b>

Source: Sales Tax reports provided by Colorado Department of Revenue

City of Fort Lupton, Colorado

Assessed and Estimated Actual Value of Taxable Property  
Fiscal Years 2006-2015

Fort Lupton							
Year	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Oil & Gas Property	Vacant Land	Other
2006	26,756,670	17,280,890	4,224,310	156,770	6,972,770	1,742,700	24,945,240
2007	26,792,580	20,500,150	4,466,820	155,200	6,873,980	1,957,850	24,085,110
2008	27,054,540	18,950,020	4,565,800	154,430	4,475,690	1,801,000	24,766,310
2009	20,390,160	19,720,250	4,125,420	162,230	8,034,530	1,454,460	28,713,590
2010	20,449,300	19,174,600	4,270,680	218,150	7,209,310	1,451,790	28,647,170
2011	18,841,290	17,711,660	5,074,390	251,640	8,634,070	1,162,660	29,969,690
2012	18,971,660	18,144,720	5,607,200	259,340	22,494,410	1,123,790	32,472,850
2013	18,510,770	19,159,730	10,138,620	256,010	16,188,079	976,600	31,313,940
2014	18,826,110	19,687,500	11,989,010	399,200	12,016,590	894,760	30,632,340
2015	25,956,340	25,005,200	13,447,860	547,520	7,426,490	1,013,950	43,833,530
	<b>Less: Tax Exempt Real Property</b>	<b>Total Taxable Assessed Value</b>	<b>Total Direct Tax Rate</b>	<b>Grand Total Estimated Actual Taxable Value</b>	<b>Assessed Value as a Percentage of Actual Value</b>		
2006	7,632,320	82,079,350	24.531	537,221,144	15.28%		
2007	8,957,690	84,831,690	25.952	552,852,859	15.34%		
2008	10,098,050	81,767,790	26.359	439,897,338	18.59%		
2009	11,505,430	82,600,640	28.041	452,643,407	18.25%		
2010	11,788,130	81,421,000	27.981	451,060,161	18.05%		
2011	14,870,340	81,645,400	27.767	435,101,260	18.76%		
2012	14,844,050	99,073,970	27.166	465,816,142	21.27%		
2013	14,771,850	96,543,749	27.166	466,145,510	20.71%		
2014	15,758,840	94,445,510	30.274	471,538,955	20.03%		
2015	16,308,230	100,922,660	28.977	569,925,138	17.71%		

Source: Weld County Assessor

City of Fort Lupton, Colorado  
Property Tax Levy from District and Overlapping Governments  
Fiscal Years 2006-2015

Weld County								
Year	City of Fort Lupton	Weld County	School District RE8	Fort Lupton Fire Protection District	Fort Lupton Fire Bond (2022)	High Plains Library District	Aims Junior College	Central CO Water Conservancy District
<b>Rates (in mills)</b>								
2006	24.146	16.804	23.635	8.223		3.261	6.330	0.550
2007	24.531	16.804	23.784	8.201		3.253	6.308	0.487
2008	25.952	16.804	24.220	8.465		3.260	6.323	0.540
2009	26.359	16.804	22.200	6.112	1.879	3.255	6.312	0.425
2010	28.041	16.804	25.319	6.101	2.380	3.281	6.360	0.425
2011	27.981	16.804	22.780	6.051	1.963	3.271	6.355	0.392
2012	27.767	16.804	22.350	8.524	1.514	3.261	6.318	1.856
2013	27.166	16.804	20.703	9.295	1.239	3.264	6.302	1.887
2014	30.274	15.800	19.563	9.303	1.032	3.267	6.333	1.737
2015	28.977	15.800	15.755	9.343	0.632	3.308	6.325	1.533
<b>Levy</b>								
2006	\$ 1,981,888	\$ 70,575,085	\$ 7,538,765	\$ 2,028,143	\$ -	\$ 12,128,026	\$ 22,688,970	\$ 714,887
2007	2,081,006	75,033,757	7,469,531	2,049,586	-	12,727,831	23,740,372	626,277
2008	2,122,038	76,642,132	7,260,190	1,920,185	-	13,012,470	24,212,078	663,436
2009	2,177,270	96,859,643	8,181,861	1,754,847	539,489	16,606,558	31,080,404	758,186
2010	2,283,126	78,373,379	7,075,670	1,359,770	531,610	13,294,958	24,509,558	518,945
2011	2,284,520	90,117,557	7,801,583	1,575,093	513,434	15,555,381	28,430,261	594,635
2012	2,750,987	107,816,616	9,775,936	2,916,831	520,590	18,760,406	34,250,321	3,371,803
2013	2,622,707	119,624,895	11,401,035	3,833,699	512,476	21,087,951	38,349,920	4,064,629
2014	2,859,243	144,255,294	12,588,987	4,648,631	516,853	27,510,678	51,249,131	5,167,759
2015	2,924,436	183,013,032	21,712,180	7,676,851	520,152	35,346,739	63,979,797	5,584,741

Source: Weld County Assessor

City of Fort Lupton, Colorado  
Property Tax Levy from District and Overlapping Governments  
Fiscal Years 2006-2

Year	Northern CO					Cottonwood Green District #4	Cottonwood Green District #5	Total (excluding metro districts)
	Central CO Water Sub District	Water Conservancy District	Cottonwood Green District #1	Cottonwood Green District #2	Cottonwood Green District #3			
2006	3.221	1.000	43.000	43.000	43.000	43.000		87.170
2007	0.746	1.000	43.000	43.000	43.000	43.000	43.000	85.114
2008	1.306	1.000	43.000	43.000	43.000	43.000	43.000	87.870
2009	1.338	1.000	43.000	43.000	43.000	43.000	43.000	85.684
2010	1.339	1.000	43.000	43.000	43.000	43.000	43.000	91.050
2011	1.319	1.000	43.000	43.000	43.000	43.000	43.000	87.916
2012	1.291	1.000	43.000	43.000	43.000	43.000	43.000	90.685
2013	1.301	1.000	43.000	43.000	43.000	43.000	43.000	88.961
2014	1.309	1.000	43.000	43.000	43.000	43.000	43.000	89.618
2015	1.272	1.000	43.000	43.000	43.000	43.000	43.000	83.945
<b>Levy</b>								
2006	\$ 3,157,565	\$ 3,186,435	\$ 0	\$ 0	\$ 0	\$ 0		\$ 123,999,765
2007	724,378	3,430,828	0	0	0	0	-	\$ 127,883,565
2008	1,203,894	3,494,476	0	0	0	0	27,268	\$ 130,530,899
2009	1,795,272	4,197,907	0	0	0	0	20,758	\$ 163,951,437
2010	1,250,025	3,498,148	0	0	0	0	27,137	\$ 132,695,190
2011	1,452,128	3,901,547	1	1	1	1	13,016	\$ 152,226,138
2012	1,707,595	4,412,136	1	1	1	1	20,102	\$ 186,283,220
2013	1,916,219	4,418,338	115	115	115	115	11,714	\$ 207,831,869
2014	2,722,329	4,821,505	1	1	1	1	12,475	\$ 256,340,411
2015	2,945,435	5,983,037	1	1	1	1	10,992	\$ 329,686,399

Source: Weld County

**City of Fort Lupton, Colorado**  
**Property Tax Levies and Collections**  
**Fiscal Years 2006-2015**

<b>Year Levied</b>	<b>Tax Levy</b>	<b>Tax Collected</b>	<b>Percent of Levy Collected</b>	<b>Delinquent Tax Collection</b>	<b>Total Collection</b>	<b>Percent of Total Tax Collected</b>
2006	1,981,888	1,869,807	99.8%	1,506	1,871,411	99.9%
2007	2,081,006	1,978,934	99.9%	1,604	1,979,387	99.9%
2008	2,122,038	2,056,405	98.8%	453	2,086,566	100.3%
2009	2,177,270	2,099,385	98.9%	30,161	2,099,919	99.0%
2010	2,283,126	2,167,578	99.6%	534	2,171,400	99.7%
2011	2,284,520	2,277,788	99.8%	3,822	2,277,801	99.8%
2012	2,750,987	2,281,768	99.9%	13	2,287,284	100.1%
2013	2,622,750	2,749,374	99.9%	5,516	2,750,148	100.0%
2014	2,859,287	2,620,552	99.9%	774	2,623,951	100.0%
2015	2,923,205	2,859,567	100.0%	3,399	2,859,567	100.0%

Source: Fort Lupton Finance Department & Weld County Assessor's Office

Note: Taxes Levied in one year are collected the following year. Years listed above represent the year taxes were levied.

City of Fort Lupton, Colorado  
Principal Property Taxpayers  
Fiscal Years 2015

	City of Fort Lupton			City of Fort Lupton			Weld County					
	2014			2015			2014			2015		
	Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value
Tri-State Cogeneration Partnership	\$ 22,314,800	1	22.52%	\$ 16,922,700	1	17.53%	\$ -					
Halliburton Energy Services Inc				6,185,110	2	6.41%						
Kerr-McGee Oil & Gas Onshore LP	9,930,110	2	10.02%	5,796,790	3	6.00%				2,742,921,420	1	30.04%
Public Service Co Of Colo (Xcel)	4,224,740	3	4.26%	4,035,640	4	4.18%	101,246,200	3	3.38%	236,338,400	6	2.59%
Golden Aluminum Inc	3,474,110	4	3.51%	3,537,880	5	3.66%						
A&W Water Services Inc				2,613,140	6	2.71%						
Vision Oil Tools LLC				2,021,050	7	2.09%						
Kerr-McGee Gathering LLC				1,969,000	8	2.04%	33,150,100	9	1.11%	158,389,110	11	1.73%
Qwest Corporation	1,444,700	6	1.46%	1,690,100	9	1.75%						
Safeway Stores 46 Inc	1,182,040	7	1.19%	1,228,460	10	1.27%						
United Power Inc	1,057,340	8	1.07%	1,228,460	11	1.27%						
Encana Oil & Gas (USA) Inc	1,524,450	5	1.54%	1,133,740	12	1.17%	78,768,780	4	2.63%	639,256,280	3	7.00%
Greenhouse Colorado LLC	890,560	9	0.90%									
Bach Composite Colorado Inc	796,640	10	0.80%									
Noble Energy Inc										2,115,829,960	2	23.17%
Petroleum Development Corp							40,358,480	6	1.35%			
DCP Midstream LP										202,790,600	7	2.22%
Bonanza Creek Energy Inc										432,940,970	4	4.74%
PDC Energy Inc										432,068,270	5	4.73%
Extraction Oil & Gas LLC										186,796,300	8	2.05%
Bill Barrett Corporation										164,266,450	9	1.80%
Whiting Oil and Gas										162,453,010	10	1.78%
Carrizo Oil & Gas Inc										142,591,950	12	1.56%
Kerr-McGee Rocky Mountain Corp							345,574,340	1	11.54%			
Patina Oil & Gas Corporation							298,148,540	2	9.96%			
Merit Energy							40,564,600	5	1.36%			
Eastman Kodak Company							37,486,180	7	1.25%			
Prima Oil & Gas							34,999,910	8	1.17%			
Duke Energy Field Services Inc							31,004,620	10	1.04%			
	<u>\$ 46,839,490</u>		<u>47.28%</u>	<u>\$ 48,362,070</u>		<u>50.09%</u>	<u>\$ 1,041,301,750</u>		<u>34.79%</u>	<u>\$ 7,616,642,720</u>		<u>83.42%</u>

Source: Weld County Assessor's Office

City of Fort Lupton, Colorado  
Ratio of Outstanding Debt by Type  
Fiscal Years 2006-2015  
(Unaudited)

Year	Governmental Activities		Business Type Activities			Total Primary Government	Weld County Percentage of Personal Income	Per Capita
	Capital Leases	Revenue Bonded Debt	General	Construction Loans	Capital Leases			
			Obligation Bond					
2006	1,300,821	19,849,200	5,835,000	6,771,842	60,000	33,816,863	0.579%	4,675
2007	1,014,981	19,531,600	5,560,000	6,238,009	146,418	32,491,008	0.522%	4,442
2008	775,985	19,201,200	5,280,000	5,692,308	109,182	31,058,675	0.466%	4,197
2009	527,414	18,861,800	4,990,000	5,123,965	70,041	29,573,220	0.401%	3,944
2010	268,886	18,503,300	4,690,000	4,527,627	28,886	28,018,699	0.396%	3,798
2011	-	18,125,400	4,560,000	6,015,374	-	28,700,774	0.414%	3,835
2012	-	17,731,800	4,200,000	3,138,014	-	25,069,814	0.323%	3,398
2013	-	17,318,400	3,936,282	2,714,804	-	23,969,486	0.287%	3,249
2014	-	16,882,900	3,542,379	2,608,381	-	23,033,660	0.297%	3,122
2015	-	12,344,045	3,128,466	2,499,833	-	17,972,344	0.215%	2,436

Source: Fort Lupton Finance Department

**City of Fort Lupton, Colorado**

**Ratio of General Bonded Debt Outstanding**

**Fiscal Years 2006-2015**

**(Unaudited)**

<b>Year</b>	<b>City Population (1)</b>	<b>Estimated Actual Value (2)</b>	<b>General Obligation Bond (3)</b>	<b>General Bonded Debt to Actual Taxable Valuation</b>	<b>General Bonded Debt Per Capita</b>
2006	7,234	528,411,898	5,835,000	1.10%	807
2007	7,315	537,221,144	5,560,000	1.03%	760
2008	7,400	552,852,859	5,280,000	0.96%	714
2009	7,498	439,897,338	4,990,000	1.13%	666
2010	7,377	452,643,407	4,690,000	1.04%	636
2011	7,483	451,060,161	4,560,000	1.01%	609
2012	7,377	435,101,260	4,200,000	0.97%	569
2013	7,377	465,816,142	3,825,000	0.82%	519
2014	7,377	466,145,510	3,445,000	0.74%	467
2015	7,651	471,538,955	3,128,466	0.66%	409

Source: Fort Lupton Finance Department

(1) Department of Local Affairs / US Census

(2) Weld County Assessors Office

(3) General Obligation Bond Debt equal to the gross general obligation bond debt less obligations associated with proprietary Funds. In this table the gross general obligation debt is equal to net general obligation bond debt

City of Fort Lupton, Colorado

Pledged Revenue Coverage  
(Unaudited)

Year	Utility Revenues	Less: Operating Expenditures	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2006	3,249,371	2,542,640	706,731	794,306	976,902	0.40
2007	3,145,264	3,149,678	(4,414)	838,249	948,698	(0.00)
2008	3,358,923	2,883,404	475,519	872,951	908,351	0.27
2009	3,506,146	2,856,120	650,026	909,598	866,328	0.37
2010	3,918,328	2,800,607	1,117,721	956,802	822,435	0.63
2011	4,122,995	3,170,747	952,248	1,004,759	774,030	0.54
2012	4,498,327	3,534,405	963,922	1,058,035	723,345	0.54
2013	5,398,703	4,603,944	794,759	836,613	675,520	0.53
2014	4,915,359	4,603,119	312,240	316,420	168,472	0.64
2015	5,218,152	3,778,458	1,439,694	220,000	104,726	4.43

Source: Fort Lupton Finance Department current & prior year financial statements  
Operating expenditures are net of depreciation expense

**City of Fort Lupton, Colorado**  
**Direct and Overlapping General Bonded Debt**  
**December 31, 2015**  
**(Unaudited)**

	<b>Outstanding General Obligation Bond Debt</b>	<b>Percentage Applicable to the City</b>	<b>Share of Debt Applicable to the City</b>
Direct Debt			
City of Fort Lupton	\$ 3,128,466	100%	\$ 3,128,466
Overlapping General Obligation Bond Debt			
Fort Lupton Fire Protection District	4,042,500	28.81%	1,164,644
Weld County School District RE-8	15,135,000	20.78%	3,145,053
Direct & Overlapping General Obligation Bonded Debt	<u>\$ 22,305,966</u>		<u>\$ 7,438,163</u>

Source: Provided by each entity

Note:

The following governments had no outstanding general obligation bond debt as of December 31, 2014:

Weld County, High Plains Library District, Northern Colorado Water Conservancy District, Central Colorado Water Conservancy District, Aims Community College

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by residents and businesses of The City of Fort Lupton. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

**City of Fort Lupton, Colorado**  
**Demographic and Economic Statistics**  
**Fiscal Years 2006-2015**  
**(Unaudited)**

Year	Weld County <sup>(2)</sup>			
	City Population <sup>(1)</sup>	Personal Income Amounts (expressed in billions)	Per Capita Income	Unemployment Rate
2006	7,234	5.84	25,495	3.80%
2007	7,315	6.23	26,280	4.63%
2008	7,400	6.66	27,238	6.30%
2009	7,498	7.38	27,788	8.16%
2010	7,377	7.07	28,503	9.80%
2011	7,483	6.93	27,186	9.10%
2012	7,377	7.76	25,233	8.70%
2013	7,377	8.35	29,986	6.70%
2014	7,377	8.35	31,657	3.90%
2015				

(1) Source: Census Data or State of Colorado Department of Local Affairs, Division of Local Government.

(2) Weld County.

Source: Upstate Colorado in cooperation with University of Northern Colorado and the State of Colorado demographer.

**City of Fort Lupton, Colorado**

**Principal Employers**

**Fiscal Years 2015**

**(Unaudited)**

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	<u>Employees</u>	<u>Rank</u>
Halliburton	800	1
Weld School RE8	325	2
A&W Water Supply	246	3
Golden Aluminum	181	4
City of Fort Lupton	159	5
San Jel	111	6
Safeway	85	7
Leed Energy Services	65	8
BMC Truss	53	9
Salud Clinic	50	10

Source: City of Fort Lupton Economic Development Department

Information not available for prior years. Data will be accumulated over time.

**City of Fort Lupton, Colorado**

**Principal Employers**

**Fiscal Years 2015**

**(Unaudited)**

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	<u>Employees</u>	<u>Rank</u>	<u>% of Total Employment</u>
Halliburton	800	1	29%
Weld School RE8	325	2	12%
A&W Water Supply	246	3	9%
Golden Aluminum	181	4	7%
City of Fort Lupton	159	5	6%
San Jel	111	6	4%
Safeway	85	7	3%
Leed Energy Services	65	8	2%
BMC Truss	53	9	2%
Salud Clinic	50	10	2%

Source: City of Fort Lupton Economic Development Department  
and Upstate Colorado

**Miscellaneous Statistics**  
**Fiscal Years 2015**  
**(Unaudited)**

**2015**

Number of Employees		
Non-Exempt (hourly)	69	
Exempt (salary)	15	
Area (sq. miles)	10.54	2015
Miles of streets maintained	50.28	2015
Population (est.)	7651	
Elected Officials	7	2015
Employees (Full-time equivalents)	76.51	2015
Police Protection:		
Number of Stations	1	2015
Number of Sworn Police Officers	15	2015
Municipal Water and Sewer:		
Miles of Water Mains	45	
Miles of Sanitary Sewer Mains	36	
Miles of Storm Sewer Mains	26	
Municipal Parks and Recreation:		
Number of Indoor Swimming Pools	1	2015
Parks (Developed/Undeveloped)	11/3	2015
Services not included in the reporting entity:		
Fire Protection (Fort Lupton Fire Protection District):	2	2015
Electricity Services (United Power)	-	
Natural Gas Service (Xcel Energy)	-	
School District - Weld County School District RE-8	4	2015

Source: City of Fort Lupton Finance Department  
Information not available for prior years. Ten year data will be accumulated over time.

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>	City or County: City
	YEAR ENDING : 12/15
This Information From The Records Of (for example - City of _ or County of _ City of Fort Lupton	Prepared By: Kris Kindle Phone: (720) 466-6121

**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
<b>A. Receipts from local sources:</b>		<b>A. Local highway disbursements:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	352,893
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	318,834
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	78,177
2. General fund appropriations		b. Snow and ice removal	15,018
3. Other local imposts (from page 2)	1,149,473	c. Other	17,452
4. Miscellaneous local receipts (from page 2)	150,877	d. Total (a. through c.)	110,648
5. Transfers from toll facilities		4. General administration & miscellaneous	
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	774,324
a. Bonds - Original Issues		6. Total (1 through 5)	1,556,699
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	1,300,349	b. Redemption	
<b>B. Private Contributions</b>	173,601	c. Total (a. + b.)	0
<b>C. Receipts from State government</b> (from page 2)	287,214	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	0	a. Interest	
<b>E. Total receipts (A.7 + B + C + D)</b>	1,761,164	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	1,556,699

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

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

**V. LOCAL ROAD AND STREET FUND BALANCE**

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	(1,580,683)	1,761,164	1,556,699	(1,376,218)	0

Notes and Comments:

**LOCAL HIGHWAY FINANCE REPORT**

STATE:  
Colorado  
YEAR ENDING (mm/yy):  
12/15

**II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL**

ITEM	AMOUNT	ITEM	AMOUNT
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments		a. Interest on investments	1,223
b. Other local imposts:		b. Traffic Fines & Penalties	132,971
1. Sales Taxes	467,209	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	404,668	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	0
4. Licenses		f. Charges for Services	
5. Specific Ownership/Cnty R&B	277,596	g. Other Misc. Receipts	0
6. Total (1. through 5.)	1,149,473	h. Other-SSTX Fund Use Tax	16,683
c. Total (a. + b.)	1,149,473	i. Total (a. through h.)	150,877
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes	259,256	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	27,958	d. Federal Transit Admin	
d. Other (Specify)	0	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	0
f. Total (a. through e.)	27,958	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	287,214	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)
<b>A.1. Capital outlay:</b>			
a. Right-Of-Way Costs			0
b. Engineering Costs	6,270	34,702	40,972
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation		311,921	311,921
(5). Total Construction (1) + (2) + (3) + (4)	0	311,921	311,921
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	6,270	346,623	352,893
			(Carry forward to page 1)

Notes and Comments: