

***FINANCE - Workshop***  
***June 6, 2016***  
***5:30 pm - 6:45 pm***

I. Finance Orientation Workshop Outline

Documents: [FINANCE ORIENTATION WORKSHOP OUTLINE 6-6-16.PDF](#)

II. 2016 Budget Town Of Lyons

Documents: [2016 BUDGET TOWN OF LYONS.PDF](#)

III. Town Of Lyons FS 2014

Documents: [TOWN OF LYONS FS 2014.PDF](#)

IV. Budget Amendments

Documents: [BUDGET AMENDMENTS.PDF](#)

V. Colorado Local Government Budget Calendar

Documents: [COLORADO LOCAL GOVERNMENT BUDGET CALENDAR.PDF](#)

VI. Five Legal Limits To Budgeting

Documents: [FIVE LEGAL LIMITS TO BUDGETING.PDF](#)

## Finance Orientation Workshop Outline

6/6/2016

### TABOR (DOLA Handout)

- Mill Levy
- Property Tax Revenue Limit
- 5.5% Property Tax Revenue Limit
- Fiscal Year Spending
- Debt Limitation

### Budget Basics (DOLA Handout)

- Calendar (handout)
- What is a Budget (2016 Lyons)
- TABOR
- Ammendments/Supplementals – Flood, Revenues,etc

### Government Accounting

- Fund Types – Govt (Modified Accrual), Proprietary (Full Accrual), Fiduciary (Modified Accrual)
- Revenues and Expenditures – Actual to Budget (handout 2016 1<sup>st</sup> QTR Financials)
- Adjusting and Closing
- Reporting

## 2016 Budget Message

December 7, 2015

Pursuant to 29-1-103(e) C.R.S., as amended, the following budget message has been prepared and included as a part of the adopted 2016 budget for the Town of Lyons, Colorado.

### Services Provided

The Town of Lyons provides the customary municipal services to its residents and businesses. These services include: water, sanitary sewer and electric utilities; street maintenance; law enforcement; park facilities; recreational and cultural activities; public improvements; building inspections; business and occupation licensing; land use planning; municipal court services; and general administrative services. A major part of the 2016 Budget is utilizing the Town of Lyons Long Term Recovery Action Plan (LRAP). The Town will use the goals and priorities set forth in the LRAP to guide the 2016 budget as well as future budgets.

### Budgetary Basis

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate.

Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending is controlled. A line item budget method is used. The governmental fund types utilize the modified accrual basis.

The proprietary fund types utilize the accrual basis of accounting. The annual budget basis of the proprietary funds includes capital expenditures and current debt service principal and interest, and includes depreciation, amortization, and adjustments for accrued compensated absences. Revenue and expenditure projections for the various funds are based on historical trends, various economic and inflation forecasts, and known changes in operations, legislation, and rate changes.

### Budget Highlights

- On September 12<sup>th</sup>, 2013, the Town of Lyons was devastated by a flash flood that lasted for days. The initial damage to all Town infrastructure was estimated to be \$47 – \$50 million. 2015 continued to be a year of recovery from the flood. Overall revenue increased in 2015 due to a substantial increase in Sales tax (37% over budget) due to retail marijuana sales which started in 2015. Besides the normal sales tax of 3% there was an additional 3.5% sales tax added to recreational marijuana sales. Also the roof damaged suffered by the Town from the June, 2015 hail storm increased the Use tax (80% over budget) for the repairs incurred. This increase was

offset by a decrease (6.5% less than previous year) in Property tax collected in 2015 due to loss of property in the flood. Property tax revenue will increase in 2016 by \$77,799 (18.4% increase) due to the latest property valuation. Parks and Recreation revenues were up due to increase in Sales and Use tax as noted above in this paragraph. However this increase was offset by the fact the parks are still being repaired and will not be back to completely restored until July, 2016. Fund Balance was not needed to the extent projected in each fund to cover the difference between revenues and expenditures. Most expenditures were for flood recovery and thus expense budgets were not fully utilized. Cash flow is an ongoing issue regarding CIRSA Insurance, FEMA, State and other grant reimbursement timing for flood repair costs and the Town's Public Assistance match of 2.5% Other funding sources have been applied for and awarded ,such as FEMA Community Assistance Loan for operations as well as additional State funding, grants, etc.

- The Town ceased funding the Library on June 30, 2015.
- The 2016 Budget also includes projected tax revenues from the sale of recreational marijuana. On November 4<sup>th</sup>, 2014 the voters of Lyons approved three recreational marijuana facilities. Additionally, the voters of Lyons approved an additional 3.5% sales tax on recreational marijuana. The Town will also receive 15% of 10% (1.5%) of the State sales tax on recreational marijuana. In November of 2015, the Town approved an additional 0.5% Sales tax increase effective January 1, 2016, and an Excise tax in 2015 of 10% on commercial growers of marijuana.
- Given the economic conditions the Town is currently experiencing, the budget for 2016 was prepared with a focus on controlling and reducing normal operating expenses wherever possible to help with cash flow and to build a fund to cover any claw-back from audits of FEMA/State grants. Overall, some expenses were held at the 2014 & 2015 levels. Salaries are budgeted for a 4% increase in 2016 with possible additional quarterly bonuses. A Grants Fund was created in 2013 and flood costs and reimbursements are tracked there separated from normal accounts. The Town's share (match – 2.5%) will be charged back to the appropriate fund based on the individual FEMA project when all flood projects have been completed – estimated 2018. An additional grant fund (21) was created in 2014 to handle the influx of many grants such as the Community Development Block Grant Disaster Recovery (CDBG-DR) from which the Town will receive millions of dollars in funding for PA match assistance, planning and resiliency, property acquisition, etc. These grant funds were needed to account for and track the numerous grants and funding sources post –flood. In 2016 the Town will create a Service Fund to better track assets.
- The governmental funds include the General Fund, Parks & Recreation and Cultural Fund, Conservation Trust and the Grant Funds. The Streets Department is part of the General Fund. In 2016 and continuing for years, some streets will be replaced due to the need to replace water and sanitation/sewer lines due to flood damage. However, the cost of such is expected to be charged initially to the Grant-Flood Fund and eventually the appropriate Town match back to the Water and Sanitation Funds since those issues needing attention are below the street level and access is only available by the removal of the asphalt. There will be Capital Improvement Projects (CIP) charged to the General Fund of \$12K and the Enterprise funds (Electric \$100K for

new meters unless funded by grant) in 2016. All other CIP will be part of the flood reconstruction funded by FEMA, State, and other grants.

- Sales tax revenues are forecast to increase significantly in 2016. Projected 2015 Sales taxes were a 44% increase over 2014 actual taxes due to the impact of marijuana sales. Use tax is a volatile resource based primarily on building permit activity. 2016 Use tax is projected to be comparable to the actual 2013 revenues. Local developers are forecasting seven housing starts in 2016.
- Administrative allocations and allocated costs were closely scrutinized in the 2012 and 2013. A new process was implemented in 2014 based on the historical percentage of share. The General Fund is funded for all allocated expenditures and those expenditures will be off-set by Transfer-Ins from the other funds. Such costs are those that common to all funds with no particular focus on any one fund. Those costs that do have a direct link to a particular fund are expensed to that fund.
- The 2013 flood impacted the Electric infrastructure severely. Lines, poles and equipment were lost or damaged. The repair and replacement process has been both temporary and permanent. The Town's wholesale purchase of power from MEAN and WAPA could again increase in 2016 as well as some other MEAN indirect increases. The Town will increase its usage rate effective February 1, 2016, to customers in 2016 by eliminating the winter rate and charge one rate for the entire year. This will keep this Enterprise fund operating in the black for 2016 and help build up fund balance (reserves). There is an Electric CIP projects planned for 2016 to begin replacing out-dated electric meters in the Town. The Town has budgeted \$100,000 in 2016 for this project. The Town is trying to get a grant of \$300K to pay for the entire project. An electric rate study is being conducted in 2016 along with water and wastewater rate studies.
- The combined Water/Sanitation Fund started construction of a new sewer treatment plant in 2014 with Honeywell overseeing the project. Estimated cost is \$6.2 million. The Town received a State Energy/Impact Mineral grant in the amount of \$1 million to help offset the costs. The remaining amount to be financed will be a combination of two loans, one of which is \$2 million at 0% for 20 years and the remaining amount being funded with a 2.5% twenty year loan. Loan payments commenced in 2015. The current plant will run parallel while the new plant is brought online. The impact to ratepayers is a base rate increase of \$6 per month. This base rate increase starting in 2016 will help offset the new debt. The Town decided to infuse Capital from Fund Balance from the Water/Sewer Fund to cover part of the loan payments and thus lower the rate increase to Town customers. Overall savings due to the new highly efficient plant will reduce the Town's operating cost. This project has an estimated completion date of December, 2015, is in addition to multiple flood repair projects throughout Town both to the Water and Sewer systems.
- After more than two years since the 2013 Flood, the Town is continuing to rebuild at a pace dictated by a slow FEMA/State reimbursement process. Cash Flow is a long term concern. The Town has tripled its employee base in 2015 to manage the increased workload from grants, projects, and finance. The mission of the Town is to rebuild better and stronger with an emphasis on the community's input on the LRAP priorities and goals.

- In determining and certifying the mill levy, the most restrictive guideline as set forth in Article X, Section 20 (TABOR) of the Colorado Constitution is used. The property tax revenue limit is \$499,722 in 2016. In order to restrict revenue at or below this amount, a temporary property tax mill levy credit of 3.826 mills will be applied to the 2016 mill levy of 19.522 mills. The certified Town of Lyons mill levy will then be 15.696 mills.

This budget message and the attached documents are respectfully submitted for final adoption on December 7, 2015.

Tony Cavalier, Finance Director



**TOWN OF LYONS, COLORADO  
RESOLUTION 2015-125**

**A RESOLUTION TO ADOPT THE TOWN OF LYONS 2016 BUDGET**

**A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH  
FUND AND ADOPTING A BUDGET FOR THE TOWN OF LYONS, COLORADO, FOR  
THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2016 AND  
ENDING ON THE LAST DAY OF DECEMBER 2016**

**WHEREAS**, the Board of Trustees of the Town of Lyons has appointed the Town Administrator to prepare and submit a proposed budget to said governing body at the proper time, and

**WHEREAS**, the Town Administrator, has submitted a proposed budget to this governing body on October 12, 2015 for consideration, and

**WHEREAS**, upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on December 7, 2015 and interested taxpayers were given the opportunity to file or register any objections to said proposed budget, and

**WHEREAS**, whatever increases may have been made in the expenditures, like increases were added to the revenues or planned to be expended from reserves/fund balances so that the budget remains in balance, as required by law.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE TOWN OF LYONS, COLORADO:**

**Section 1.** That estimated *expenditures* for each fund are as follows:

General Fund	\$1,638,994
Electric Fund	1,620,808
Water Fund	1,013,883
Sanitation Fund	691,699
Conservation Trust Fund	15,000
Grant Fund	25,000,000
Parks & Rec. Fund	<u>552,085</u>
Total All Expenditures	\$30,532,469

**Section 2.** That estimated revenues for each fund are as follows:

General Fund	\$1,942,682
Electric Fund	1,655,355
Water Fund	1,028,000
Sanitation Fund	553,492
Conservation Trust Fund	20,000
Grant Fund	25,000,000
Parks & Rec. Fund	<u>559,100</u>
Total All Revenues	\$30,758,629

**Section 3.** That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Town of Lyons for the year stated above.

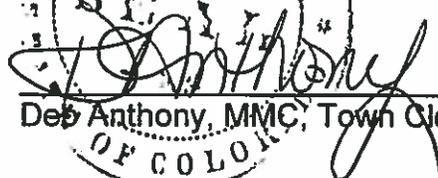
**Section 4.** That the budget hereby approved and adopted shall be signed by the Mayor and Town Clerk and made a part of the public records of the Town.

**ADOPTED, this 7th day of December 2015.**

TOWN OF LYONS, COLORADO

By:   
John O'Brien, Mayor

ATTEST:

  
Deb Anthony, MMC, Town Clerk

TOWN OF LYONS  
OF COLORADO

**RESOLUTION 2015-126  
RESOLUTION TO APPROPRIATE SUMS OF MONEY**

**A RESOLUTION APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNT AND FOR THE PURPOSE AS SET FORTH BELOW, FOR THE TOWN OF LYONS, COLORADO FOR THE 2016 BUDGET YEAR**

**WHEREAS**, the Board of Trustees of the Town of Lyons has adopted the annual budget in accordance with the Local Government Budget Law on December 7, 2015, and

**WHEREAS**, the Board of Trustees of the Town of Lyons has made provision therein for resources in an amount equal to or greater than the total expenditures as set forth in said budget, and

**WHEREAS**, it is not only required by law but also necessary to appropriate the revenues and reserves or fund balances provided in the budget to and for the purposes described below, thereby establishing a limitation on expenditures for the operations of the Town.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE TOWN OF LYONS, COLORADO:**

**Section 1:** That the following sums are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated:

<b>General Fund</b>	
Current Operating Expenses	\$ 1,605,994
Capital Outlay	33,000
Debt Service	<u>0</u>
<b>Total General Fund</b>	<b>\$ 1,638,994</b>

<b>Electric Fund</b>	
Current Operating Expenses	\$ 1,361,105
Capital Outlay	107,475
Debt Service	<u>152,228</u>
<b>Total Electric Fund</b>	<b>\$ 1,620,808</b>

<b>Water Fund</b>	
Current Operating Expenses	\$ 701,327
Capital Outlay	7,175
Debt Service	<u>305,381</u>
<b>Total Water Fund</b>	<b>\$ 1,013,883</b>

<b>Sanitation Fund</b>	
Current Operating Expenses	\$ 386,854
Capital Outlay	4,400
Debt Service	<u>300,445</u>
<b>Total Sanitation Fund</b>	<b>\$ 691,699</b>

<b>Grant Fund</b>	
Current Operating Expenses	\$ 0
Capital Outlay	25,000,000
Debt Service	<u>0</u>
<b>Total Grant Fund</b>	<b>\$25,000,000</b>

<b>Conservation Trust Fund</b>	
Current Operating Expenses	\$ 15,000
Capital Outlay	0
Debt Service	<u>0</u>
<b>Total Conservation Trust Fund</b>	<b>\$ 15,000</b>

<b>Parks, Recreation, &amp; Cultural Fund</b>	
Current Operating Expenses	\$ 551,385
Capital Outlay	700
Debt Service	<u>0</u>
<b>Total PRC Fund</b>	<b>\$ 552,085</b>

**ADOPTED, this 7th day of December 2015.**

TOWN OF LYONS, COLORADO

By: *John O'Brien*  
 John O'Brien, Mayor

ATTEST:  
*Deb Anthony*  
 Deb Anthony, MMC, Town Clerk



**RESOLUTION 2015-127**

**A RESOLUTION LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2015 TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE TOWN OF LYONS, COLORADO, FOR THE 2016 BUDGET YEAR**

**WHEREAS**, the Board of Trustees of the Town of Lyons, has adopted the annual budget in accordance with the Local Government Budget Law, on December 7th, 2015 and;

**WHEREAS**, the amount of money necessary to balance the budget for general operating purposes is \$1,612,254, and;

**WHEREAS**, the amount of money necessary to balance the budget for bonds and interest is \$0.00, and;

**WHEREAS**, the 2015 valuation for assessment for the Town of Lyons as certified by the County Assessor is \$31,837,585;

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE TOWN OF LYONS, COLORADO:**

**Section 1.** That for the purpose of meeting all general operating expenses of the Town of Lyons, Colorado during the 2016 budget year, there is hereby levied a tax of 19.522 mills upon each dollar of the total valuation for assessment of all taxable property within the Town for the year 2015. A temporary credit of 3.826 mills shall be issued upon each dollar of the total valuation for assessment of all taxable property within the Town for the year 2015. Total mill levy after application of the temporary credit will be 15.696 mills.

**Section 2.** That for the purpose of meeting all bonds and interest of the Town of Lyons during the 2016 budget year, there is hereby levied a tax of 0.00 mills upon each dollar of the total valuation for assessment of taxable property within the Town for the year 2014.

**Section 3.** That for the purpose of meeting all the approved capital expenditures of the Town of Lyons during the 2016 budget year, there is hereby levied a tax of 0.00 mills upon each dollar of the total valuation for assessment within the Town for the year 2015.

**Section 4.** That the Town Treasurer is hereby authorized and directed to immediately certify to the County Commissioners of Boulder County, Colorado, the mill levies for the Town of Lyons, Colorado as herein above determined and set.

**ADOPTED, this 7th day of December, 2015.**



*Deb Anthony*  
\_\_\_\_\_  
Deb Anthony, MMC Town Clerk

TOWN OF LYONS, COLORADO

By: *John O'Brien*  
\_\_\_\_\_  
John O'Brien, Mayor

**CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments**

TO: County Commissioners<sup>1</sup> of Boulder County, Colorado.

On behalf of the Town of Lyons,  
(taxing entity)<sup>A</sup>

the Board of Trustees,  
(governing body)<sup>B</sup>

of the Town of Lyons,  
(local government)<sup>C</sup>

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 31,837,585 assessed valuation of: (GROSS<sup>D</sup> assessed valuation, Line 2 of the Certification of Valuation Form DLG 57<sup>E</sup>)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area<sup>F</sup> the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: \$ 31,837,585 (NET<sup>G</sup> assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

Submitted: 12/07/2015 for budget/fiscal year 2016  
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY <sup>2</sup>	REVENUE <sup>2</sup>
1. General Operating Expenses <sup>H</sup>	<u>19.522</u> mills	\$ <u>621,533</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction <sup>I</sup>	< <u>3.826</u> > mills	\$ < <u>121,811</u> >
<b>SUBTOTAL FOR GENERAL OPERATING:</b>	<b><u>15.696</u> mills</b>	<b>\$ <u>499,722</u></b>
3. General Obligation Bonds and Interest <sup>J</sup>	_____ mills	\$ _____
4. Contractual Obligations <sup>K</sup>	_____ mills	\$ _____
5. Capital Expenditures <sup>L</sup>	_____ mills	\$ _____
6. Refunds/Abatements <sup>M</sup>	_____ mills	\$ _____
7. Other <sup>N</sup> (specify): _____	_____ mills	\$ _____
_____	_____ mills	\$ _____
<b>TOTAL:</b> [Sum of General Operating Subtotal and Lines 3 to 7]	<b><u>15.696</u> mills</b>	<b>\$ <u>499,722</u></b>

Contact person: (print) Tony Cavalier Daytime phone: (303)823-6622 ext 17  
Signed: *Tony Cavalier* Title: Finance Director

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 864-7720.

<sup>1</sup> If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.  
<sup>2</sup> Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's final certification of valuation).



**Jerry Roberts**

P. O. Box 471, 13<sup>th</sup> and Pearl  
Boulder, Colorado 80306-0471

Phone: (303) 441-3530  
FAX: (303) 441-4996  
[www.boulderassessor.org](http://www.boulderassessor.org)



Member  
International Association  
Of Assessing Officers

November 23, 2015

Town of Lyons  
Tony Cavalier  
PO Box 49  
Lyons, CO 80540-0049

This is to certify that, as of November 23, 2015 per C.R.S. 39-5-128(1) the assessed valuation of the

Town of Lyons

for the purpose of taxation for the year 2015 is:

31,837,585

This valuation is subject to change by the County Board of Equalization (C.R.S. 39-8-107(2)), the State Board of Assessment Appeals (C.R.S. 39-2-125), the State Board of Equalization (C.R.S. 39-9-103), and the correction of errors by the Assessor or Treasurer (C.R.S. 39-5-125.2).

Please note that your mill levy must be certified to the Board of County Commissioners no later than December 15, 2015. Please send your district mill levy to the Assessor's office. A copy of your budget must be filed with the Department of Local Affairs, Colorado Division of Local Government, 1313 Sherman St., Room 523, Denver, CO 80203 no later than January 30, 2016. Your certification must clearly indicate the tax rate for general operating expenses separate from the tax rate for bonded indebtedness and the total.

If you have any questions about the value or other information on this letter, need to update your district contact information please contact Erin Gray at [ergray@bouldercounty.org](mailto:ergray@bouldercounty.org).

Sincerely,

Jerry Roberts  
Boulder County Assessor

**CERTIFICATION OF VALUATION BY  
BOULDER COUNTY ASSESSOR**

New Tax Entity  YES  NO

Date: November 23, 2015

**NAME OF TAX ENTITY:** TOWN OF LYONS GENERAL OPERATING

**USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS (55% LIMIT) ONLY**

IN ACCORDANCE WITH 39-5-121(2)(a) and 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT FOR THE TAXABLE YEAR :

1. PREVIOUS YEAR'S NET TOTAL ASSESSED VALUATION:	1. \$	<u>\$26,880,949</u>
2. CURRENT YEAR'S GROSS TOTAL ASSESSED VALUATION: ‡	2. \$	<u>\$31,837,585</u>
3. LESS TOTAL TIF AREA INCREMENTS, IF ANY:	3. \$	<u>\$0</u>
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	4. \$	<u>\$31,837,585</u>
5. NEW CONSTRUCTION: *	5. \$	<u>\$407,787</u>
6. INCREASED PRODUCTION OF PRODUCING MINE: ≈	6. \$	<u>\$0</u>
7. ANNEXATIONS/INCLUSIONS:	7. \$	<u>\$0</u>
8. PREVIOUSLY EXEMPT FEDERAL PROPERTY: ≈	8. \$	<u>\$0</u>
9. NEW PRIMARY OIL AND GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b), C.R.S.) ☉:	9. \$	<u>\$0</u>
10. TAXES RECEIVED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1)(a), C.R.S.). Includes all revenue collected on valuation not previously certified:	10. \$	<u>\$98</u>
11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.):	11. \$	<u>-\$2,776</u>

‡ This value reflects personal property exemption IF enacted by the jurisdiction as authorized by Art. X, Sec. 20(8)(b), Colo. Constitution  
 \* New Construction is defined as: Taxable real property structures and personal property connected with the structure.  
 ≈ Jurisdiction must submit to the Division of Local Government respective Certifications of Impact in order for the values to be treated as growth in the limit calculation; use forms DLG52 & 52A.  
 ☉ Jurisdiction must apply to the Division of Local Government before the value can be treated as growth in the limit calculation; use Form (DLG 52B).

**USE FOR TABOR "LOCAL GROWTH" CALCULATION ONLY**

IN ACCORDANCE WITH ART. X, SEC. 20, COLO. CONSTITUTION AND 39-5-121(2)(b), C.R.S., THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR :

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: ¶	1. \$	<u>\$337,951,058</u>
<b>ADDITIONS TO TAXABLE REAL PROPERTY</b>		
2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: *	2. \$	<u>\$5,017,227</u>
3. ANNEXATIONS/INCLUSIONS:	3. \$	<u>\$0</u>
4. INCREASED MINING PRODUCTION: §	4. \$	<u>\$0</u>
5. PREVIOUSLY EXEMPT PROPERTY:	5. \$	<u>\$0</u>
6. OIL OR GAS PRODUCTION FROM A NEW WELL:	6. \$	<u>\$0</u>
7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT: 7. \$	7. \$	<u>\$0</u>
(If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property. ):		
<b>DELETIONS FROM TAXABLE REAL PROPERTY</b>		
8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	8. \$	<u>-\$232,300</u>
9. DISCONNECTIONS/EXCLUSIONS:	9. \$	<u>\$0</u>
10. PREVIOUSLY TAXABLE PROPERTY:	10. \$	<u>\$0</u>

¶ This includes the actual value of all taxable real property plus the actual value of religious, private schools, and charitable real property.  
 \* Construction is defined as newly constructed taxable real property structures.  
 § Includes production from a new mines and increase in production of existing producing mines.

**IN ACCORDANCE WITH 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS:**

1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY	1. \$	<u>\$0</u>
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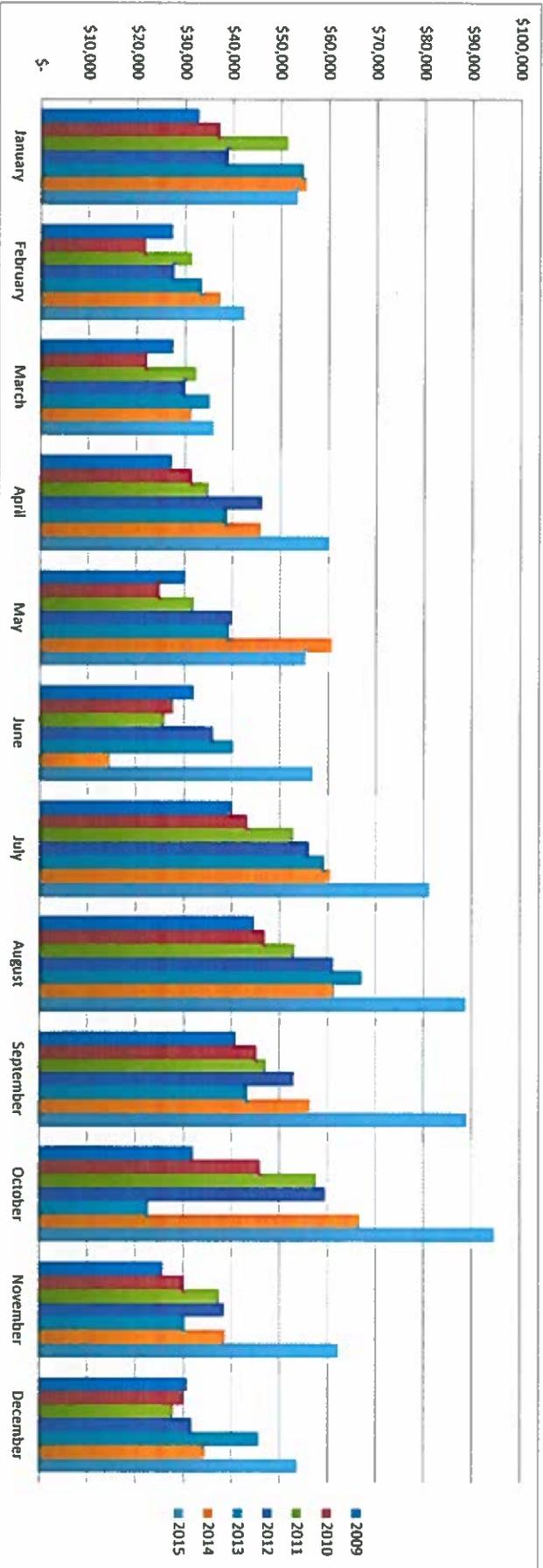
NOTE: ALL LEVIES MUST BE CERTIFIED to the COUNTY COMMISSIONERS NO LATER THAN DECEMBER 15.

SALES TAX COMPARISON

12/10/2015

Sales Month	Collection Month	2009	2010	2011	2012	2013	2014	2015
December	January	\$ 32,847	\$ 37,304	\$ 51,402	\$ 39,030	\$ 54,734	\$ 55,385	\$ 53,503
January	February	\$ 27,415	\$ 21,740	\$ 31,377	\$ 27,718	\$ 33,509	\$ 37,322	\$ 42,397
February	March	\$ 27,491	\$ 22,069	\$ 32,365	\$ 29,751	\$ 35,137	\$ 31,335	\$ 35,964
March	April	\$ 27,224	\$ 31,604	\$ 34,980	\$ 46,181	\$ 38,824	\$ 45,979	\$ 60,180
April	May	\$ 30,131	\$ 24,910	\$ 31,975	\$ 40,097	\$ 38,454	\$ 60,852	\$ 55,348
May	June	\$ 32,100	\$ 27,831	\$ 26,081	\$ 36,155	\$ 40,170	\$ 14,663	\$ 56,997
June	July	\$ 40,044	\$ 43,343	\$ 53,047	\$ 56,124	\$ 59,266	\$ 60,533	\$ 81,305
July	August	\$ 44,832	\$ 46,976	\$ 53,309	\$ 61,281	\$ 67,279	\$ 61,540	\$ 88,911
August	September	\$ 40,980	\$ 45,350	\$ 47,385	\$ 53,165	\$ 43,417	\$ 56,464	\$ 89,194
September	October	\$ 31,995	\$ 46,009	\$ 57,796	\$ 59,619	\$ 22,655	\$ 66,953	\$ 94,849
October	November	\$ 25,728	\$ 29,992	\$ 37,619	\$ 38,435	\$ 30,237	\$ 38,583	\$ 62,310
November	December	\$ 30,832	\$ 30,014	\$ 27,887	\$ 31,727	\$ 45,699	\$ 34,584	\$ 53,777
		\$ 391,617	\$ 407,143	\$ 485,223	\$ 519,284	\$ 510,381	\$ 564,192	\$ 774,735

projected



Available Cash(Unrestricted) by Fund

12/10/2015

For Budget Year 2015 - projected 12/31/15										
	Parks and		Parks and		Parks and		Parks and		Parks and	
	General Fund 01	Recreation 08	Electric 02	Water 03	Sanitation 04	Grants 19,21,22	General Fund 01	Recreation 08	Electric 02	Water 03
Cash and Cash Equivalents, A/R	\$689,863	\$760,921	\$269,801	\$3,409,762	\$1,635,930	\$1,153,887	\$689,863	\$760,921	\$269,801	\$3,409,762
Fund Balance needed for '15 Budget	\$0	\$0	\$0	\$0	(\$386,288)	\$0	\$0	\$0	\$0	\$0
3 months Operating (TABOR and/or BOT Resolution)	(\$391,010)	(\$104,615)	(\$347,826)	(\$222,619)	(\$115,712)	\$0	(\$391,010)	(\$104,615)	(\$347,826)	(\$222,619)
Restricted Funds(Debt, Bonds, etc)	\$0	\$0	(\$41,739)	(\$131,905)	(\$98,258)	\$0	\$0	\$0	(\$41,739)	(\$131,905)
Total Available	\$298,853	\$656,306	(\$119,764)	\$3,055,238	\$1,035,672	\$1,153,887	\$298,853	\$656,306	(\$119,764)	\$3,055,238
Total Available w/o 3 month operating restriction	\$689,863	\$760,921	\$228,062	\$3,277,857	\$1,151,384	\$1,153,887	\$689,863	\$760,921	\$228,062	\$3,277,857

For Budget Year 2016 - projected 12/31/16										
	Parks and		Parks and		Parks and		Parks and		Parks and	
	General Fund 01	Recreation 08	Electric 02	Water 03	Sanitation 04	Grants 19	General Fund 01	Recreation 08	Electric 02	Water 03
Cash and Cash Equivalents, A/R	\$1,041,644	\$871,297	\$292,271	\$3,508,310	\$1,249,642	\$1,153,887	\$1,041,644	\$871,297	\$292,271	\$3,508,310
Fund Balance needed for '16 Budget	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3 months Operating (TABOR and/or BOT Resolution)	(\$401,999)	(\$138,021)	(\$405,202)	(\$157,999)	(\$119,710)	\$0	(\$401,999)	(\$138,021)	(\$405,202)	(\$157,999)
Restricted Funds(Debt, Bonds, etc)	\$0	\$0	(\$80,124)	(\$152,916)	(\$98,258)	\$0	\$0	\$0	(\$80,124)	(\$152,916)
Total Available	\$639,645	\$733,276	(\$193,055)	\$3,197,395	\$1,031,674	\$1,153,887	\$639,645	\$733,276	(\$193,055)	\$3,197,395
Total Available w/o 3 month operating restriction	\$1,041,644	\$871,297	\$212,147	\$3,355,394	\$1,151,384	\$1,153,887	\$1,041,644	\$871,297	\$212,147	\$3,355,394

NOTES:

Matching Percentage of Flood Costs will be charged to each respective fund based on Project Worksheet - when completed.

\*\*\*\*Fund Balance may Change\*\*\*\*

## **2016 Capital Leases**

**John Deere 310SK Backhoe #258342**

**24 month lease 03/18/14 thru 05/18/16 Pmt \$2,274.89**

**Purchase Option Price \$72,900 or renew lease for 12/24 Mo term**

**John Deere 524K Loader #646340**

**24 month lease 03/24/14 thru 05/24/16 Pmt \$2,683.58**

**Purchase Option Price \$78,000 or renew lease for 12/24 mo term**

**Note: All equipment leases are used in Town reconstruction of flood damage. All costs are charged to the Grant's Fund (19) and will be reimbursed through FEMA PA and State PA Assistance. If any equipment is purchased after lease expiration, current Town owned equipment will be traded into reduce purchase cost (except 524 loader).**

Allocation \$ for 2016		Totals	
<b>Annual Wage/Salary</b>		<b>853,444.47</b>	
			<b>Fund % to Total</b>
<b>General</b>			
Administration (FT)	01.50.4000	95,643.25	
Admin Part-time	01.50.4001	15,000.00	
Judicial	01.53.4000	15,249.68	
Planning & Zoning	01.54.4000	6,099.90	
Health & Welfare	01.55.4000	7,800.00	
Economic Development	01.56.4000	52,000.41	
Econ Development (Main St Mgr)	01.56.4001	27,000.00	
Streets - Administration	01.59.4000	13,478.10	
Streets - Maintenance	01.59.4002	41,499.56	
Visitor Center (PT)	01.60.4001	3,500.00	
Library (FT)	05.61.4000	-	
Library (PT)	05.61.4001	-	
<b>Total General</b>		<b>277,270.90</b>	<b>29.70%</b>
<b>Electric</b>			
Administration (FT)	02.50.4000	68,811.98	
Administration (PT)	02.50.4001	7,400.40	
Maintenance	02.65.4002	36,515.30	
<b>Total Electric</b>		<b>112,727.68</b>	<b>12.08%</b>
<b>Water</b>			
Administration (FT)	03.50.4000	78,267.03	
Administration (PT)	03.50.4001	14,100.49	
Treatment	03.62.4004	-	
Distribution	03.63.4003	98,000.52	
<b>Total Water</b>		<b>190,368.04</b>	<b>20.39%</b>
<b>Sanitation</b>			
Administration (FT)	04.50.4000	72,448.19	
Administration (PT)	04.50.4001	5,000.15	
Treatment	04.62.4004	-	
Collection	04.64.4005	31,000.42	
<b>Total Sanitation</b>		<b>108,448.76</b>	<b>11.62%</b>
<b>Parks</b>			
Administration (FT)	08.50.4000	23,985.10	
Parks - Director	08.51.4000	64,914.00	
Parks - Rec Coord (FT)	08.60.4000	33,420.00	
Parks (PT/Seasonal)	08.60.4001	49,754.44	
Parks - Maintenance	08.60.4002	72,592.00	
<b>Total Parks</b>		<b>244,665.54</b>	<b>26.21%</b>
<b>Property</b>			
Negligible Time Spent Here		-	
<b>Total Property</b>		<b>-</b>	<b>0.00%</b>
<b>Grand Total</b>		<b>933,480.91</b>	<b>100%</b>

## 2016 BUDGET REQUESTS

### General Fund:

Worker's Comp and General Insurance updated \$6,575	01-44-4023, 4800
Auditing Fees updated \$12,000	01-44-4102
Recreation Specialist increased hours for education \$8,425	01-55-4000, 4024
Lyons History Video Project \$1500	01-55-4700
SFC – Spring Cleanup Days \$3000	01-55-4775
SFC – Zero Waste Coverage \$3120	01-55-4778
Main Street Beautification \$20,000	01-55-4779
Lyons Redstone Museum - \$13750	01-56-4702
Sheriff Contract updated \$10,287	01-58-4006
FTE Administrative Assistant for Public Works \$35,000 plus benefits (30% Streets, 30% WF, 25% SF, 15%EF)	XX-XX-4002
PC, Software & Printers, and PC Technician fees updated \$18,000	XX-XX-4041, 4055
Library taken over by the Regional Library District on July 1, 2015. No longer part of Town of Lyons expense.	

### Capital Outlay:

Xpress BillPay \$6K annual maintenance (GF 12.5%) \$500	01-66-4038
Civic Plus Website 3yrs \$10k/yr plus \$3k/yr main (GF 37%) \$3700 plus allocate	
Maintenance	01-66-4038

### Electric Fund:

Electric power - MEAN & WAPA updated \$113,000	02-65-5012
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### Capital Outlay:

New Meter replacement program \$100,000	02-66-4038
Town of Lyons radio system \$3,300	02-66-4038
Mole \$1,775	02-66-4038
Civic Plus Web \$2,400	02-66-4038

**Water Fund:**

City of Longmont updated \$2,880	03-62-5106
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**Sanitation Fund:**

Outside Professional Services WWTP Savings \$(23,000)	04-62-4006
Electric Services WWTP Savings \$(18,660)	04-62-4017
Maintenance & Supplies WWTP Savings \$(5,000)	04-62-4027
Chemicals, Lab & Lab Supplies WWTP Savings \$(7,340)	04-62-4031
Sludge Disposal WWTP Savings \$(63,000)	04-62-5202

**Parks, Recreational, & Culture:**

EAB arborteam, tree survey, & wetland mapping \$1,000	08-50-4036
HSAC request for recreation and training for youth \$15,000	08-76-4050

**Capital Outlay:**

Civic Plus Web \$700	08-66-4038
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GENERAL FUND 2016 BUDGET

	2013 ACTUAL	2014 ACTUAL	2014 BUDGET	2015 BUDGET	2015 YTD Actual	2015 Year-End Projection	2016 Budget
FUND REVENUES	\$ 1,326,555.06	\$ 1,688,315.79	\$ 1,276,885.00	\$ 1,615,099.00	\$ 1,820,324.84	\$ 2,259,391.46	\$ 1,942,682.00
FUND EXPENDITURES	\$ 1,325,801.15	\$ 1,614,465.79	\$ 1,416,426.00	\$ 1,612,254.00	\$ 1,649,859.41	\$ 1,849,325.29	\$ 1,638,994.00
NET OPERATING POSITION	\$ 753.91	\$ 73,850.00	\$ -139,541.00	\$ 2,845.00	\$ 170,465.43	\$ 410,066.17	\$ 303,688.00
Fund Balance Needed to Balance Budget			\$ 139,541.00	\$ -	\$ -	\$ -	\$ -
beginning year Cash and Cash Equivalents, A/R			796,028	689,863		689,863	1,041,644
budget surplus/deficit			(139,541)	2,845		410,066	303,688
3 months Operating - reserve policy			(335,357)	(391,010)		(416,324)	(401,499)
Restricted Funds (TABOR Reserve 3% already Inc. in above)			(46,950)	(54,741)		(58,285)	(56,210)
Restricted \$200K Flood Audit Contingency			-	-		-	(200,000)
Total Available Fund Balance			\$ 274,181	\$ 246,957		\$ 625,320	\$ 687,624
Total Available Fund Balance w/o 3 Month Reserve Policy or TABOR			\$ 689,863.00	\$ 609,537	\$ 637,967	\$ 1,041,644	\$ 1,089,122

GENERAL FUND

as of 11/16/2015

TAXES

	2013 ACTUAL	2014 ACTUAL	2014 BUDGET	2015 BUDGET	2015 YTD Actual	2015 Year-End Projection	2016 BUDGET
01-10-3000 PROPERTY TAXES REVENUE	\$ 457,847.14	\$ 452,832.74	\$ 451,185.00	\$ 421,923.00	\$ 417,840.23	\$ 421,923	\$ 499,722.00
01-10-3001 SPECIFIC OWNERSHIP TAX	\$ 22,654.93	\$ 22,240.90	\$ 13,770.00	\$ 15,000.00	\$ 19,277.47	\$ 23,000	\$ 15,000.00
01-10-3002 SALES TAX REV - 2%	\$ 340,687.82	\$ 374,873.36	\$ 209,619.00	\$ 395,000.00	\$ 440,542.28	\$ 541,000	\$ 670,000.00
01-10-3003 TOWN of LYONS 3.5% Rec MMJ NEW							
01-10-3004 USE TAX REV - 2% (6 mos)	\$ 128,296.94	\$ 129,233.61	\$ 83,600.00	\$ 100,000.00	\$ 163,867.39	\$ 180,000	\$ 125,000.00
01-10-3006 FRANCHISE TAX REVENUE	\$ 21,842.91	\$ 23,657.97	\$ 29,250.00	\$ 30,000.00	\$ 30,499.28	\$ 31,000	\$ 30,000.00
TOTAL TAXES	\$ 971,329.74	\$ 1,002,838.58	\$ 787,424.00	\$ 961,923.00	\$ 1,072,026.65	\$ 1,196,923	\$ 1,339,722.00
FEES, LICENSES & PERMITS							
01-11-3100 BUSINESS LICENSES	\$ 10,724.73	\$ 10,947.94	\$ 6,300.00	\$ 10,000.00	\$ 11,005.00	\$ 12,000	\$ 10,000.00
01-11-3101 NON-BUSINESS LICENSES	\$ 1,735.00	\$ 798.03	\$ 1,800.00	\$ 1,800.00	\$ 1,842.50	\$ 2,200	\$ 1,800.00
01-11-3102 LIQUOR LICENSES	\$ 4,021.25	\$ 4,065.00	\$ 4,000.00	\$ 5,000.00	\$ 2,451.25	\$ 3,000	\$ 3,000.00
01-11-3103 BUILDING PERMITS REVENUE	\$ 64,392.56	\$ 47,440.28	\$ 23,000.00	\$ 40,000.00	\$ 66,267.13	\$ 66,267	\$ 40,000.00
01-11-3104 PLANNING FEES REVENUE	\$ 14,486.77	\$ 27,292.19	\$ 7,500.00	\$ 28,000.00	\$ 15,150.47	\$ 15,500	\$ 20,000.00
01-11-3106 MMJ LICENSES	\$ 375.00	\$ 4,375.00	\$ 375.00	\$ 750.00	\$ 19,250.00	\$ 19,250	\$ 12,000.00
01-11-3107 RMJ LICENSES					\$ 2,750.00	\$ 2,750	
TOTAL FEES, LICENSES & PERMITS	\$ 95,735.31	\$ 94,918.44	\$ 42,975.00	\$ 85,550.00	\$ 118,716.35	\$ 120,967	\$ 86,800.00
INTERGOVERNMENTAL							
01-12-3200 CIGARETTE TAX REVENUE (3 mos)	\$ 2,589.66	\$ 2,344.03	\$ 2,600.00	\$ 2,600.00	\$ 1,794.57	\$ 1,800	\$ 1,800.00
01-12-3201 HIGHWAY USERS TAX REVENUE (6 mos)	\$ 64,022.70	\$ 60,314.34	\$ 62,899.00	\$ 60,000.00	\$ 53,644.29	\$ 63,460	\$ 60,000.00
01-12-3203 STATE 1.5% REC MMJ NEW				\$ 15,000.00		\$ -	
01-12-3204 COUNTY ROAD & BRIDGE REVENUE (6 mos)	\$ 8,372.00	\$ 10,720.68	\$ 13,000.00	\$ 13,000.00	\$ 9,251.42	\$ 11,850	\$ 11,850.00
TOTAL INTERGOVERNMENTAL	\$ 74,984.36	\$ 73,379.05	\$ 78,499.00	\$ 90,600.00	\$ 64,690.28	\$ 77,110	\$ 73,650.00
FINES & FORFEITS							
01-13-3300 MUNICIPAL COURT FINES REVENUE	\$ 85,719.16	\$ 123,954.45	\$ 76,000.00	\$ 175,000.00	\$ 120,251.44	\$ 132,000	\$ 130,000.00
TOTAL FINES & FORFEITS	\$ 85,719.16	\$ 123,954.45	\$ 76,000.00	\$ 175,000.00	\$ 120,251.44	\$ 132,000	\$ 130,000.00

MISCELLANEOUS INCOME									
01-14-3400	OTHER INCOME	\$ 28,664.42	\$ 14,665.94	\$ 10,000.00	\$ 9,000.00	\$ 12,924.55	\$ 12,905	\$ 9,000.00	
01-14-3401	INTEREST INCOME	\$ 1,720.74	\$ 508.16	\$ 1,000.00	\$ 750.00	\$ 616.75	\$ 617	\$ 750.00	
01-14-3402	COBRA Reimbursements		\$ 322.21	\$ -	\$ -	\$ -	\$ -	\$ -	
01-14-3416	Gifts & Donations					\$ 200.00	\$ 200	\$ -	
01-14-3403/0:	LAND LEASE FEE REVENUE (Post Office and corridor land)	\$ 44,656.97	\$ 109,747.98	\$ 100,000.00	\$ 110,000.00	\$ 81,032.00	\$ 105,610	\$ 110,000.00	
01-14-3404	MANAGEMENT FEE	\$ -	\$ -	\$ 3,000.00	\$ -	\$ -	\$ -	\$ -	
01-14-3405	Boco LESAP fund 2 match	\$ -	\$ 1,000.00	\$ 1,000.00	\$ -	\$ -	\$ -	\$ -	
01-14-3406	Boco LESAP fund 3 match	\$ -	\$ 5,000.00	\$ 5,000.00	\$ -	\$ -	\$ -	\$ -	
01-14-3407	Boco LESAP fund 4 match	\$ -	\$ 3,000.00	\$ 3,000.00	\$ -	\$ -	\$ -	\$ -	
01-14-3408	Transfer in from Fund 02 for Allocated Expense	\$ -	\$ 62,935.00	\$ 62,935.00	\$ 68,105.00	\$ -	\$ 68,105	\$ 72,320.00	
01-14-3409	Transfer in from Fund 03 for Allocated Expense	\$ -	\$ 55,069.00	\$ 55,069.00	\$ 59,592.00	\$ -	\$ 59,592	\$ 63,360.00	
01-14-3410	Transfer in from Fund 04 for Allocated Expense	\$ -	\$ 28,845.00	\$ 28,845.00	\$ 31,215.00	\$ -	\$ 31,215	\$ 32,960.00	
01-14-3411	Transfer in from Fund 08 for Allocated Expense	\$ -	\$ 18,356.00	\$ 18,356.00	\$ 19,864.00	\$ -	\$ 19,864	\$ 21,120.00	
01-14-3412/0:	SPRING CLEAN LP DAYS REVENUE	\$ 3,064.00	\$ 2,965.00	\$ 1,532.00	\$ 3,000.00	\$ 2,194.00	\$ 2,194	\$ 3,000.00	
	TOTAL MISCELLANEOUS INCOME	\$ 78,106.13	\$ 302,414.29	\$ 289,737.00	\$ 301,526.00	\$ 96,967.30	\$ 300,302	\$ 312,510.00	

LIBRARY									
01-25-3871	LIBRARY FINES/DONATIONS	\$ 2,489.85	\$ 83.90	\$ 1,250.00	\$ 200.00	\$ 486.97	\$ 487	\$ -	
01-25-3872	FUNDRAISERS	\$ 4,693.55	\$ 278.50	\$ 1,000.00	\$ 300.00	\$ 1,638.22	\$ 1,638	\$ -	
	TOTAL LIBRARY	\$ 7,183.40	\$ 362.40	\$ 2,250.00	\$ 500.00	\$ 2,125.19	\$ 2,125	\$ -	

OTHER FINANCING SOURCES									
01-30-3412	DOLA Grant Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
01-30-3413	DRCOG GRANTS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
01-30-3436	BOULDER CNTY HEALTH DEPT GRANT	\$ 10,096.96	\$ 22,941.59	\$ -	\$ -	\$ -	\$ -	\$ -	
01-30-3441	CDOIT Transportation Funds	\$ -	\$ -	\$ -	\$ -	\$ 216,508.28	\$ 301,508	\$ -	
01-30-3450	BOULDER CO ECON DEV GRANT	\$ 3,400.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
01-30-3451	Boco LESAP - County match	\$ -	\$ 8,437.50	\$ -	\$ -	\$ -	\$ -	\$ -	
01-30-3460	USDA Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
01-30-3875	CIRSA Reimbursements (cyber)	\$ -	\$ 59,069.49	\$ -	\$ -	\$ 128,456.58	\$ 128,457	\$ -	
	TOTAL OTHER FINANCING SOURCES	\$ 13,496.96	\$ 90,448.58	\$ -	\$ -	\$ 344,964.86	\$ 429,965	\$ -	

01-39-3999	Reimbursables					\$ 582.77	\$ 583		
	TOTAL FUND REVENUE	\$ 1,376,555.06	\$ 1,688,315.79	\$ 1,276,885.00	\$ 1,615,099.00	\$ 1,820,324.84	\$ 2,259,391	\$ 1,942,682.00	

EXPENDITURES  
Revenues as of October

ALLOCATED EXPENDITURES									
		2013 ACTUAL	2014 ACTUAL	2014 BUDGET	2015 BUDGET	2015 YTD ACTUAL	2015 Year-End Projection	2016 BUDGET	
01-44-4006	OUTSIDE PROF SERVICE FEES	\$ -	\$ 5,793.53	\$ -	\$ -	\$ 125.14	\$ 125	\$ -	
01-44-4008	OFFICE OPERATIONS	\$ 4,722.72	\$ 17,151.56	\$ 26,350.00	\$ 26,350.00	\$ 19,870.37	\$ 19,870	\$ 26,350.00	
01-44-4010	POSTAGE	\$ 1,266.03	\$ 3,358.55	\$ 9,400.00	\$ 9,400.00	\$ 4,127.30	\$ 4,500	\$ 9,400.00	
01-44-4011	EQUIPMENT MAINTENANCE	\$ 5,971.47	\$ 27,179.63	\$ 13,925.00	\$ 13,925.00	\$ 26,037.56	\$ 27,000	\$ 13,925.00	
01-44-4014	DUES & SUBSCRIPTIONS	\$ 1,699.35	\$ 5,661.01	\$ 4,650.00	\$ 4,750.00	\$ 3,933.54	\$ 4,500	\$ 4,750.00	
01-44-4015	SEMINARS/MEETINGS/Training	\$ 854.83	\$ 1,856.60	\$ 6,250.00	\$ 7,250.00	\$ 1,411.48	\$ 2,000	\$ 7,250.00	
01-44-4016	TRAVEL EXPENSES	\$ 922.51	\$ 1,201.65	\$ 1,350.00	\$ 1,500.00	\$ 592.87	\$ 700	\$ 1,500.00	
01-44-4018	STAFF SERVICES	\$ 482.27	\$ 401.49	\$ 750.00	\$ 750.00	\$ 389.33	\$ 500	\$ 750.00	

01-44-4022	UNEMPL INS EXP	\$ 1,448.61	\$ 3,569.45	\$ 1,950.00	\$ 1,950.00	\$ 3,039.20	\$ 3,500	\$ 3,000.00
01-44-4023	WORK COMP EXP	\$ 15,340.64	\$ 14,736.75	\$ 35,927.00	\$ 30,725.00	\$ 31,461.00	\$ 31,500	\$ 30,725.00
01-44-4025	EMPLOYEE INS - ER	\$ 639.73	\$ 255.00	\$ -	\$ -	\$ 570.00	\$ 570	\$ -
01-44-4032	ATTORNEYS FEES	\$ 12,378.86	\$ 56,310.36	\$ 46,475.00	\$ 46,475.00	\$ 63,904.76	\$ 65,000	\$ 52,000.00
01-44-4033	ENGINEERING FEES	\$ 3,685.90	\$ 5,216.25	\$ 8,225.00	\$ 8,225.00	\$ 7,290.00	\$ 7,800	\$ 8,225.00
01-44-4034	Merchant Service Fees (Xpress Bill Pay)					\$ 1,713.21	\$ 1,713	\$ 6,000.00
01-44-4035	Website Fees (Civic Plus)				\$ 3,000.00			\$ 3,000.00
01-44-4038	EQUIPMENT & SMALL TOOLS	\$ -	\$ -	\$ -	\$ -	\$ 411.25	\$ 411	\$ -
01-44-4041	PC, SOFTWARE & PRINTERS	\$ 2,695.41	\$ 8,855.12	\$ 4,150.00	\$ 4,150.00	\$ 18,721.58	\$ 20,000	\$ 8,250.00
01-44-4055	PC TECHNICIAN FEES	\$ 3,601.88	\$ 15,557.50	\$ 5,800.00	\$ 5,800.00	\$ 27,219.00	\$ 28,000	\$ 20,000.00
01-44-4057	TELEPHONE EXP	\$ 221.71	\$ 450.00	\$ 4,900.00	\$ 4,900.00	\$ 400.00	\$ 400	\$ 500.00
01-44-4102	AUDITING FEES	\$ 14,441.05	\$ 61,200.00	\$ 22,300.00	\$ 60,000.00	\$ 77,053.64	\$ 77,054	\$ 72,000.00
01-44-4800	GENERAL INSURANCE	\$ 19,265.30	\$ 55,187.25	\$ 55,979.00	\$ 41,321.00	\$ 46,584.30	\$ 50,000	\$ 48,000.00
01-44-4820	LMC Codification Exp	\$ -	\$ 2,646.50	\$ 9,550.00	\$ 3,000.00	\$ 613.19	\$ 1,000	\$ 3,500.00
01-44-5009	COPIER LEASE EXP	\$ 1,227.27	\$ 3,838.46	\$ 4,300.00	\$ 4,300.00	\$ 1,803.03	\$ 1,803	\$ -
01-44-5025	WEBSITE HOSTING & MAINTENANCE					\$ 175.00	\$ 175	\$ -
	TOTAL ALLOCATED EXPENDITURES	\$ 90,865.54	\$ 290,426.66	\$ 262,231.00	\$ 283,771.00	\$ 337,446.75	\$ 348,121.97	\$ 319,125.00

ADMINISTRATION

01-50-4000	FULLTIME SALARIES (ADMIN) (*15 INCL MMJ TAX COLLECTOR);	\$ 75,899.37	\$ 100,198.19	\$ 79,243.00	\$ 87,500.00	\$ 60,323.32	\$ 70,767	\$ 95,643.00
01-50-4001	PARTTIME SALARIES					\$ 12,371.75	\$ 16,780	\$ 15,000.00
01-50-4006	OUTSIDE PROF SERVICE FEES	\$ 3,042.50	\$ 12,590.00	\$ 8,118.00	\$ 8,118.00	\$ 30,711.50	\$ 32,400	\$ 8,250.00
01-50-4008	OFFICE OPERATIONS	\$ 4,207.19	\$ 52,500.95	\$ 3,000.00	\$ 3,000.00	\$ 6,011.41	\$ 6,011	\$ 5,000.00
01-50-4010	POSTAGE	\$ 129.65	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
01-50-4011	EQUIPMENT MAINTENANCE	\$ 94.28	\$ -	\$ 500.00	\$ 500.00	\$ 3,493.53	\$ 3,494	\$ 3,600.00

01-50-4012	BLDG MAINT & GROUNDS	\$ 4,897.05	\$ 47,040.76	\$ 7,500.00	\$ 7,500.00	\$ 26,177.56	\$ 27,000	\$ 7,500.00
01-50-4014	DUES & SUBSCRIPTIONS	\$ 71.24	\$ 65.00	\$ 200.00	\$ 500.00	\$ 957.57	\$ 958	\$ 500.00
01-50-4015	SEMINARS/MEETINGS	\$ 580.00	\$ 204.55	\$ -	\$ 3,000.00	\$ 1,985.51	\$ 2,000	\$ 3,000.00
01-50-4016	TRAVEL EXPENSES	\$ 1,106.68	\$ 262.52	\$ -	\$ 1,000.00	\$ 1,006.36	\$ 1,006	\$ 1,000.00
01-50-4018	STAFF SERVICES	\$ 50.00	\$ 115.96	\$ -	\$ -	\$ -	\$ -	\$ -
01-50-4020	NATURAL GAS SERVICE	\$ 1,380.77	\$ 1,681.47	\$ 1,740.00	\$ 1,740.00	\$ 978.05	\$ 1,500	\$ 1,200.00
01-50-4021	TELEPHONE SERVICE	\$ 7,254.83	\$ 8,916.97	\$ 7,500.00	\$ 7,500.00	\$ 7,820.94	\$ 7,821	\$ 7,500.00
01-50-4024	PAYROLL TAXES - ER	\$ 5,720.81	\$ 7,336.52	\$ 6,263.00	\$ 6,700.00	\$ 5,394.69	\$ 5,900	\$ 6,700.00
01-50-4025	EMPLOYEE INS - ER	\$ 12,607.58	\$ 18,479.36	\$ 9,474.00	\$ 14,850.00	\$ 11,889.03	\$ 14,300	\$ 14,850.00
01-50-4026	RETIREMENT CONTRIBUTION - ER	\$ 1,464.78	\$ 2,278.16	\$ 2,456.00	\$ 2,600.00	\$ 1,810.74	\$ 1,980	\$ 2,600.00
01-50-4029	VEHICLE MAINT EXP	\$ -	\$ -	\$ -	\$ -	\$ 94.89	\$ 95	\$ -

01-50-4032	ATTORNEYS FEES	\$ -	\$ -	\$ -	\$ -	\$ 4,310.00	\$ 5,000	\$ 34,000.00
01-50-4036	ADVERTISING & PUBLISHING EXP	\$ 173.20	\$ -	\$ -	\$ -	\$ 1,009.12	\$ 1,009	\$ 1,000.00
01-50-4041	PC, SOFTWARE & PRINTERS	\$ 5,475.00	\$ 2,873.07	\$ -	\$ -	\$ 2,239.83	\$ 2,240	\$ 2,200.00
01-50-4050	MISCELLANEOUS EXPENSE	\$ 4,941.82	\$ 5,869.61	\$ 10,000.00	\$ 10,000.00	\$ 48,173.94	\$ 48,000	\$ 10,000.00
01-50-4055	PC Technician Fees	\$ -	\$ 1,052.50	\$ -	\$ -	\$ -	\$ -	\$ -
01-50-4057	TELEPHONE EXP	\$ 399.12	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
01-50-4101	COUNTY TREASURER'S FEE	\$ 4,588.70	\$ 4,582.25	\$ 6,201.00	\$ 6,201.00	\$ 4,181.86	\$ 6,200	\$ 6,201.00
01-50-4102	AUDITING FEES	\$ 25.32	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
01-50-4103	TRANSFER TO PARKS/REC FUND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
01-50-4104	TRANSFER OUT TO LIBRARY FUND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
01-50-4510	Advance to Other Funds (payment for post office property)	\$ 128,173.74	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
01-50-4999	Transfer To Flood Fund(reimbursable salaries)	\$ (49,340.99)	\$ (19,127.43)	\$ -	\$ -	\$ -	\$ (35,000)	\$ -
	TOTAL ADMINISTRATION	\$ 212,942.64	\$ 246,920.41	\$ 142,195.00	\$ 125,709.00	\$ 230,941.60	\$ 219,461.55	\$ 225,744.00

LEGISLATIVE														
01-52-4000	FULLTIME SALARIES (ADMIN)	\$	4,075.00	\$	8,250.00	\$	12,500.00	\$	12,500.00	\$	7,050.00	10,400	\$	12,500.00
01-52-4006	OUTSIDE PROF-SERVICE FEES	\$	21.83	\$	-	\$	-	\$	-	\$	-	-	\$	-
01-52-4036	ADVERTISING & PUBLISHING	\$	2,923.20	\$	2,290.69	\$	2,000.00	\$	2,000.00	\$	2,605.65	2,700	\$	2,000.00
01-52-4050	MISCELLANEOUS EXPENSE	\$	386.04	\$	623.56	\$	500.00	\$	500.00	\$	832.26	900	\$	500.00
01-52-4100	ELECTIONS EXPENSE	\$	-	\$	7,598.00	\$	3,500.00	\$	6,000.00	\$	2,807.18	8,500	\$	4,000.00
01-52-4105	ORDINANCE CODIFICATION	\$	-	\$	5,040.15	\$	-	\$	-	\$	2,542.33	2,542	\$	-
	TOTAL LEGISLATIVE	\$	7,406.07	\$	23,802.40	\$	18,500.00	\$	21,000.00	\$	15,837.42	25,042.00	\$	19,000.00

JUDICIAL														
01-53-4000	FULLTIME SALARIES (ADMIN)	\$	20,372.57	\$	15,294.73	\$	14,585.00	\$	15,250.00	\$	12,374.86	14,585	\$	15,250.00
01-53-4024	PAYROLL TAXES - ER	\$	1,530.52	\$	1,134.28	\$	1,116.00	\$	1,200.00	\$	915.38	1,200	\$	1,200.00
01-53-4025	EMPLOYEE INS - ER	\$	2,603.67	\$	2,688.63	\$	2,492.00	\$	2,200.00	\$	2,342.34	2,770	\$	2,200.00
01-53-4026	RETIREMENT CONTRIBUTION - ER	\$	451.83	\$	458.87	\$	438.00	\$	450.00	\$	371.26	450	\$	450.00
01-53-4032	ATTORNEYS FEES	\$	7,601.78	\$	9,016.40	\$	10,000.00	\$	10,000.00	\$	7,387.65	8,333	\$	10,000.00
01-53-4050	MISCELLANEOUS EXPENSE	\$	780.00	\$	1,255.45	\$	83.00	\$	400.00	\$	851.85	852	\$	400.00
01-53-4103	JUDGE'S SERVICES FEES	\$	12,000.00	\$	12,000.00	\$	12,000.00	\$	12,000.00	\$	10,000.00	12,000	\$	12,000.00
	TOTAL JUDICIAL	\$	45,340.37	\$	41,848.36	\$	40,714.00	\$	41,500.00	\$	34,243.34	40,190.18	\$	41,500.00

PLANNING & ZONING														
01-54-4000	FULLTIME SALARIES (ADMIN)	\$	5,933.86	\$	6,473.48	\$	5,869.00	\$	6,100.00	\$	4,991.90	5,900	\$	6,100.00
01-54-4007	PCDC STIPEND	\$	-	\$	-	\$	-	\$	-	\$	-	-	\$	-
01-54-4024	PAYROLL TAXES - ER	\$	440.48	\$	477.31	\$	449.00	\$	460.00	\$	365.11	430	\$	460.00
01-54-4025	EMPLOYEE INS - ER	\$	1,274.96	\$	1,352.45	\$	1,184.00	\$	1,400.00	\$	1,217.50	1,565	\$	1,400.00
01-54-4026	RETIREMENT CONTRIBUTION - ER	\$	177.97	\$	194.17	\$	176.00	\$	200.00	\$	149.74	175	\$	200.00
01-54-4032	ATTORNEYS FEES	\$	1,332.93	\$	2,475.88	\$	5,538.00	\$	5,538.00	\$	9,222.80	14,825	\$	5,538.00
01-54-4033	ENGINEERING FEES	\$	-	\$	-	\$	-	\$	-	\$	675.00	675	\$	-
01-54-4050	MISCELLANEOUS EXPENSE	\$	-	\$	395.00	\$	81.00	\$	500.00	\$	15,147.50	15,148	\$	500.00
01-54-4104	PLANNER'S SERVICES FEES	\$	25,602.44	\$	33,984.20	\$	35,000.00	\$	30,000.00	\$	37,763.81	38,000	\$	30,000.00
	TOTAL PLANNING & ZONING	\$	34,762.64	\$	45,352.49	\$	48,297.00	\$	44,198.00	\$	69,533.36	76,717.50	\$	44,198.00

HEALTH, WELFARE & COMMUNITY														
01-55-4000	FULLTIME SALARIES YOUTH SPEC	\$	14,503.39	\$	9,041.62	\$	-	\$	-	\$	-	-	\$	7,800.00
01-55-4024	PAYROLL TAXES - ER	\$	1,054.89	\$	641.83	\$	1,285.00	\$	-	\$	-	-	\$	625.00
01-55-4025	EMPLOYEE INS - ER	\$	7,562.96	\$	3,475.87	\$	5,500.00	\$	-	\$	-	-	\$	-

DONATION - OTHER														
01-55-4700	DONATION-SPECIAL TRANSIT SVST	\$	4,300.00	\$	-	\$	4,300.00	\$	6,000.00	\$	200.00	200	\$	3,000.00
01-55-4701	BRCR DISPATCH FEES	\$	1,500.00	\$	-	\$	1,500.00	\$	1,500.00	\$	-	-	\$	-
01-55-4711	HUMAN SOCIETY	\$	17,417.00	\$	19,644.00	\$	17,417.00	\$	19,144.00	\$	9,557.00	19,644	\$	23,000.00
01-55-4714	WALT SELF EXPENDITURES	\$	1,500.00	\$	1,320.00	\$	1,500.00	\$	1,500.00	\$	1,584.00	1,584	\$	4,650.00
01-55-4750	SPRING CLEAN UP DAYS EXPENSE	\$	3,297.64	\$	3,830.98	\$	10,100.00	\$	5,000.00	\$	3,276.29	3,800	\$	5,000.00
01-55-4775	SFC - ENERGY EFFICIENT UPGRADES	\$	4,316.55	\$	3,958.40	\$	2,000.00	\$	2,000.00	\$	2,733.81	2,734	\$	3,000.00
01-55-4776	SFC - RTD BUS TRANSPORTATION	\$	-	\$	-	\$	-	\$	7,000.00	\$	-	-	\$	-
01-55-4777	SFC-Zero waste coverage	\$	-	\$	-	\$	-	\$	9,000.00	\$	-	-	\$	-
new	Main Street Beautification	\$	-	\$	-	\$	-	\$	-	\$	-	-	\$	3,120.00
new	TOTAL HEALTH,WELFARE & COMMUNITY	\$	55,452.43	\$	41,912.70	\$	43,602.00	\$	51,144.00	\$	17,351.10	27,961.81	\$	20,000.00
		\$	-	\$	-	\$	-	\$	-	\$	-	-	\$	70,195.00

ECONOMIC DEVELOPMENT														
01-56-4000	FULLTIME SALARIES ECO DEV	\$	49,099.35	\$	52,025.61	\$	48,636.00	\$	52,000.00	\$	41,997.02	52,000	\$	52,000.00

01-56-4001	ECON DEVELOPMENT PT SALARIES	\$	1,155.00	\$	1,530.00	\$	-	\$	27,000.00	\$	2,300.00	\$	3,240	\$	27,000.00
01-56-4006	OUTSIDE PROF SERVICE FEES(URA)	\$	4,035.25	\$	3,858.16	\$	35,000.00	\$	73,000.00	\$	15,710.73	\$	63,000	\$	45,000.00
01-56-4014	DUES & SUBSCRIPTIONS	\$	2,134.00	\$	1,314.00	\$	4,000.00	\$	4,000.00	\$	325.00	\$	1,005	\$	4,000.00
01-56-4024	PAYROLL TAXES - ER	\$	3,700.33	\$	3,888.87	\$	3,721.00	\$	3,721.00	\$	3,131.09	\$	3,750	\$	3,721.00
01-56-4025	EMPLOYEE INS - ER	\$	12,562.17	\$	13,216.16	\$	18,240.00	\$	18,240.00	\$	16,936.06	\$	20,540	\$	18,240.00
01-56-4026	RETIREMENT CONTRIBUTION - ER	\$	1,473.02	\$	1,560.83	\$	1,459.00	\$	1,459.00	\$	1,259.98	\$	1,500	\$	1,459.00
01-56-4036	ADVERTISING & PUBLISHING	\$	107.36	\$	1,608.39	\$	12,500.00	\$	12,500.00	\$	5,481.08	\$	5,600	\$	12,500.00
01-56-4702	LYONS REDSTONE MUSEUM	\$	11,250.00	\$	16,250.00	\$	16,250.00	\$	13,250.00	\$	13,294.00	\$	13,294	\$	13,750.00
01-56-4715	BOCO ECON DEV GRANT match	\$	6,000.00	\$	-	\$	-	\$	1,200.00	\$	-	\$	-	\$	1,200.00
01-56-4716	DOLA Mini Grant match	\$	1,804.10	\$	(1,804.10)	\$	-	\$	1,000.00	\$	-	\$	-	\$	1,000.00
01-56-4717	Grant Match (other- LCF)	\$	-	\$	-	\$	-	\$	5,000.00	\$	-	\$	-	\$	5,000.00
	TOTAL ECONOMIC DEVELOPMENT	\$	93,320.58	\$	93,447.92	\$	139,806.00	\$	212,370.00	\$	100,434.96	\$	163,929.00	\$	184,870.00
	BUILDING INSPECTION														
01-57-4033	FLOOD PLAIN PERMIT REVIEW	\$	39,776.24	\$	49,287.66	\$	35,000.00	\$	42,000.00	\$	2,340.00	\$	2,340	\$	42,000.00
01-57-4600	BLDG INSPECTOR FEES EXPENSE	\$	6,406.04	\$	8,169.55	\$	6,000.00	\$	6,000.00	\$	46,214.69	\$	50,000	\$	6,000.00
01-57-4601	PLAN CHECK	\$	46,182.28	\$	57,457.21	\$	41,000.00	\$	48,000.00	\$	3,837.91	\$	4,200	\$	6,000.00
	TOTAL BUILDING INSPECTION	\$	92,364.56	\$	114,914.42	\$	82,000.00	\$	96,000.00	\$	52,392.60	\$	56,540.00	\$	54,000.00
	GENERAL FUND POLICE														
01-58-4006	BOULDER COUNTY CONTRACT FEES(Add 1-40hr deputy)	\$	305,392.56	\$	306,804.00	\$	309,226.00	\$	438,375.00	\$	392,860.00	\$	438,375	\$	448,662.00
01-58-4008	OFFICE OPERATIONS	\$	96.93	\$	-	\$	-	\$	-	\$	1,337.78	\$	1,600	\$	-
01-58-4012	BLDG MAINT & GROUNDS	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
01-58-4028	EXTRA DUTY TRAFFIC & FESTIVALS	\$	35,879.00	\$	45,882.50	\$	49,500.00	\$	35,000.00	\$	29,712.00	\$	35,000	\$	35,000.00
	TOTAL GENERAL FUND POLICE	\$	341,368.49	\$	352,686.50	\$	358,726.00	\$	473,375.00	\$	423,909.78	\$	474,975.00	\$	483,662.00
	STREETS														
01-59-4000	FULLTIME SALARIES (ADMIN)	\$	8,473.90	\$	4,533.60	\$	6,300.00	\$	-	\$	-	\$	-	\$	13,478.00
01-59-4002	MAINTENANCE SALARIES	\$	32,143.72	\$	36,365.87	\$	33,631.00	\$	41,500.00	\$	33,953.55	\$	40,500	\$	41,500.00
01-59-4006	OUTSIDE PROFESSIONAL SERVICE FEES	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	7,000.00
01-59-4008	OFFICE OPERATIONS	\$	3.38	\$	42.10	\$	-	\$	-	\$	204.64	\$	350	\$	-
01-59-4011	EQUIPMENT MAINTENANCE	\$	1,973.52	\$	8,174.29	\$	2,500.00	\$	2,500.00	\$	7,087.85	\$	8,000	\$	2,500.00
01-59-4012	BLDG MAINT & GROUNDS	\$	3,101.13	\$	7,401.32	\$	3,000.00	\$	3,000.00	\$	4,423.41	\$	5,000	\$	3,000.00
01-59-4020	NATURAL GAS SERVICE	\$	4,175.46	\$	2,149.80	\$	5,000.00	\$	5,000.00	\$	2,468.29	\$	2,800	\$	5,000.00
01-59-4024	PAYROLL TAXES - ER	\$	3,267.16	\$	3,079.43	\$	3,338.00	\$	3,000.00	\$	2,522.20	\$	3,000	\$	3,200.00
01-59-4025	EMPLOYEE INS - ER	\$	3,305.14	\$	3,699.45	\$	4,084.00	\$	7,800.00	\$	5,833.12	\$	7,100	\$	7,800.00
01-59-4026	RETIREMENT CONTRIBUTION - ER	\$	383.42	\$	400.13	\$	1,107.00	\$	500.00	\$	386.78	\$	400	\$	1,250.00
01-59-4027	STREET MAINTENANCE	\$	37,088.48	\$	32,791.10	\$	33,342.00	\$	33,342.00	\$	41,138.83	\$	42,000	\$	16,642.00
01-59-4028	WINTER STREET MAINTENANCE	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	6,000.00
01-59-4029	VEHICLE MAINT EXP	\$	2,485.00	\$	1,431.25	\$	1,000.00	\$	1,000.00	\$	19,017.97	\$	21,000	\$	1,000.00
01-59-4030	GASOLINE, OIL, ETC.	\$	5,515.76	\$	9,958.46	\$	7,000.00	\$	7,000.00	\$	4,839.96	\$	5,200	\$	7,000.00
01-59-4035	UNIFORMS EXPENSE	\$	205.45	\$	433.08	\$	500.00	\$	500.00	\$	374.94	\$	500	\$	500.00
01-59-4037	EQUIPMENT LEASE EXP	\$	14,204.32	\$	1,052.64	\$	13,112.00	\$	13,000.00	\$	4,592.37	\$	4,592	\$	11,000.00
01-59-4038	EQUIPMENT & SMALL TOOLS	\$	1,229.44	\$	4,826.01	\$	1,500.00	\$	1,500.00	\$	7.32	\$	200	\$	1,500.00
01-59-4041	PC, SOFTWARE & PRINTERS	\$	-	\$	-	\$	500.00	\$	500.00	\$	-	\$	-	\$	500.00
01-59-4050	MISCELLANEOUS EXPENSE	\$	623.49	\$	4,311.45	\$	500.00	\$	500.00	\$	2,725.33	\$	2,725	\$	500.00
01-59-4302	ROADBASE, PATCH, & REPAIR EXP	\$	2,926.09	\$	1,139.97	\$	2,500.00	\$	2,500.00	\$	2,519.80	\$	2,600	\$	2,500.00
01-59-4303	STREET SIGNS	\$	793.07	\$	1,168.60	\$	4,500.00	\$	4,500.00	\$	1,133.09	\$	1,800	\$	4,500.00

01-59-4306	TREE TRIMMING	\$	249.97	\$	-	\$	5,000.00	\$	5,000.00	\$	-	\$	-	\$	2,500.00
01-59-4309	STORM DRAINAGE			\$	795.61	\$	-	\$	-	\$	5,423.43	\$	5,800	\$	3,700.00
01-59-4311	TRASH REMOVAL	\$	2,051.81	\$	4,179.68	\$	2,400.00	\$	2,400.00	\$	3,493.65	\$	3,750	\$	2,400.00
01-59-4312	STREET LIGHTING - ELECTRICITY	\$	11,255.10	\$	11,009.40	\$	12,000.00	\$	12,000.00	\$	10,368.65	\$	10,500	\$	12,000.00
01-59-4313	STREET LIGHT MAINTENANCE	\$	3,833.08	\$	330.50	\$	500.00	\$	500.00	\$	4,052.25	\$	4,500	\$	3,000.00
01-59-4314	FLAG MAINTENANCE	\$	-	\$	447.00	\$	500.00	\$	500.00	\$	541.72	\$	600	\$	500.00
01-59-4316	HOLIDAY LIGHTS & DECORATIONS	\$	5,862.64	\$	7,103.45	\$	1,200.00	\$	1,200.00	\$	2,465.39	\$	3,000	\$	3,200.00
	TOTAL STREETS	\$	145,150.53	\$	146,824.19	\$	145,014.00	\$	149,242.00	\$	159,574.54	\$	175,917.70	\$	163,670.00
VISITOR CENTER															
01-60-4001	PARTIME SALARIES	\$	7,069.31	\$	5,843.56	\$	9,655.00	\$	11,825.00	\$	12,730.78	\$	13,000	\$	3,500.00
01-60-4012	BLDG MAINT & GROUNDS	\$	1,107.07	\$	3,127.85	\$	500.00	\$	1,000.00	\$	331.62	\$	1,000	\$	1,000.00
01-60-4020	NATURAL GAS SERVICE	\$	221.28	\$	417.79	\$	1,000.00	\$	1,000.00	\$	-	\$	-	\$	1,000.00
01-60-4024	PAYROLL TAXES - ER	\$	540.89	\$	447.19	\$	393.00	\$	905.00	\$	974.08	\$	1,000	\$	280.00
01-60-4025	EMPLOYEE INS - ER	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
01-60-4050	MISCELLANEOUS EXPENSE	\$	-	\$	779.59	\$	150.00	\$	250.00	\$	1,362.33	\$	1,362	\$	250.00
	TOTAL VISITOR CENTER	\$	8,938.55	\$	10,615.98	\$	11,698.00	\$	14,980.00	\$	15,398.81	\$	16,362	\$	6,030.00
LIBRARY															
01-61-4000	SALARIES FULLTIME	\$	43,745.23	\$	45,699.18	\$	43,263.00	\$	45,000.00	\$	32,857.62	\$	32,858	\$	-
01-61-4001	SALARIES, PARTTIME	\$	19,562.39	\$	7,342.85	\$	26,202.00	\$	26,250.00	\$	-	\$	-	\$	-
01-61-4006	OUTSIDE SERVICES FEES (courier)	\$	3,870.00	\$	3,700.00	\$	1,000.00	\$	500.00	\$	-	\$	-	\$	-
01-61-4008	OFFICE OPERATIONS	\$	473.56	\$	668.28	\$	250.00	\$	750.00	\$	319.43	\$	319	\$	-
01-61-4011	EQUIPMENT AND SMALL TOOLS	\$	975.00	\$	2,058.63	\$	250.00	\$	250.00	\$	-	\$	-	\$	-
01-61-4012	BUILDING AND GROUNDS MAINT	\$	2,615.68	\$	-	\$	2,000.00	\$	2,000.00	\$	428.00	\$	428	\$	-
01-61-4014	DUES & SUBSCRIPTS - PERIODICAL	\$	1,473.92	\$	483.08	\$	-	\$	1,500.00	\$	-	\$	-	\$	-
01-61-4017	UTILITY SERVICE	\$	2,309.38	\$	1,322.30	\$	3,000.00	\$	3,000.00	\$	1,576.25	\$	1,576	\$	-
01-61-4021	TELEPHONE SERVICE	\$	1,113.97	\$	423.64	\$	1,200.00	\$	1,200.00	\$	-	\$	-	\$	-
01-61-4024	PAYROLL TAXES - ER	\$	4,843.02	\$	4,057.64	\$	5,350.00	\$	5,500.00	\$	2,513.58	\$	2,514	\$	-
01-61-4025	EMPLOYEE INSURANCE - ER	\$	276.48	\$	308.88	\$	300.00	\$	300.00	\$	75.60	\$	76	\$	-
01-61-4026	RETIREMENT CONTRIBUTION - ER	\$	1,312.40	\$	1,371.03	\$	1,298.00	\$	1,400.00	\$	985.76	\$	986	\$	-
01-61-4032	Library Attorney Fees	\$	-	\$	-	\$	-	\$	-	\$	629.00	\$	629	\$	-
01-61-4036	FUND RAISING EXPENDITURES	\$	3,527.60	\$	88.40	\$	-	\$	200.00	\$	-	\$	-	\$	-
01-61-4040	CRAFT & PROGRAM SUPPLIES	\$	145.63	\$	40.97	\$	-	\$	400.00	\$	-	\$	11	\$	-
01-61-4041	PC'S, SOFTWARE, PRINTERS	\$	1,040.00	\$	1,080.00	\$	1,500.00	\$	1,500.00	\$	10.96	\$	-	\$	-
01-61-4050	OTHER EXPENDITURES (cd cases,tapes, book covers)	\$	5,718.87	\$	6,807.53	\$	-	\$	250.00	\$	-	\$	-	\$	-
01-61-4055	PC TECHNICIAN FEES	\$	1,487.50	\$	255.00	\$	1,000.00	\$	1,000.00	\$	680.00	\$	680	\$	-
01-61-4400	BOOKS(includes aspen/ecat ebook purchase)	\$	2,168.55	\$	2,624.64	\$	280.00	\$	3,000.00	\$	-	\$	-	\$	-
01-61-4406	AUDIO VISUAL	\$	1,043.01	\$	941.48	\$	200.00	\$	2,000.00	\$	-	\$	-	\$	-
01-61-4408	ELECTRONIC CARD CATALOG EXP	\$	3,287.00	\$	2,550.00	\$	2,550.00	\$	2,750.00	\$	-	\$	-	\$	-
01-61-8005	LIBR'S SHARE OF ALLOCATED EXPENSE	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
	GRANT MATCH	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
	new for 2014	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
	TOTAL LIBRARY	\$	100,989.19	\$	78,493.53	\$	89,643.00	\$	98,750.00	\$	40,076.20	\$	40,077.25	\$	-
OTHER FINANCING EXPENDITURES															
01-66-4024	LESAP ER PAYROLL TAXES MATCH				410.74								411		
01-66-4038	CAPITAL PURCHASES (Civic Plus Web \$3700, TOL Radio System \$3300)	\$	10,094.50	\$	11,591.64	\$	50,000.00	\$	38,215.00	\$	56,117.27	\$	62,117	\$	12,000.00
01-66-4039	CDOT TRANSPORTATION PROJECT	\$	117,987.34	\$	161,835.80	\$	25,000.00	\$	10,000.00	\$	74,689.72	\$	100,000	\$	10,000.00
01-66-5600	GRANT EXPENDITURES	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-

01-66-5650	BOCO LESAP GRANT PROJECT	\$ 11,250.00	\$ 11,250.00	\$ -	\$ -	\$ -	\$ 3,627.91	\$ 3,628	\$ 11,000.00
01-66-5703	PROPERTY AQUISITION COSTS	\$ 3,750.00	\$ -	\$ -	\$ -	\$ -	\$ 17,873.31	\$ 17,873	\$ -
01-66-5800	PRE-AWARD GRANT EXPENSE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	TOTAL OTHER FINANCING EXPENDITURES	\$ 143,081.84	\$ 184,677.44	\$ 75,000.00	\$ 48,215.00	\$ 152,718.95	\$ 184,029.00	\$ 33,000.00	\$ -
	Designated reserve								\$ -
	TOTAL FUND EXPENDITURES	\$ 1,325,801.15	\$ 1,614,465.79	\$ 1,416,426.00	\$ 1,612,254.00	\$ 1,649,859.41	\$ 1,849,325.29	\$ 1,638,994.00	\$ -

**ELECTRIC FUND 2016 Budget**

as of 11/16/2015

2015 Year-End

	2013 ACTUAL	2014 ACTUAL	2014 BUDGET	2015 BUDGET	2015 YTD Actual	2015 Projection	2016 Budget
FUND REVENUES	\$ 1,560,448.66	\$ 1,306,593.06	\$ 1,305,045.00	\$ 1,414,200.00	\$ 1,199,487.31	\$ 1,413,773.92	\$ 1,655,355.00
FUND EXPENDITURES	\$ 1,308,996.06	\$ 1,295,307.45	\$ 1,390,319.00	\$ 1,401,760.00	\$ 1,143,230.27	\$ 1,391,304.02	\$ 1,620,808.00
NET OPERATING POSITION	\$ 251,452.60	\$ 11,285.61	\$ (85,274.00)	\$ 12,440.00	\$ 56,257.04	\$ 22,469.90	\$ 34,547.00
Fund Balance Needed to Balance Budget	\$ -	\$ -	\$ 85,274.00	\$ -	\$ -	\$ -	\$ -
beginning year Cash and Cash Equivalents, A/R				\$ 269,801.00		\$ 269,801.00	\$ 219,031.78
budget surplus/deficit				\$ 12,440.00		\$ 22,469.90	\$ 34,547.00
3 months Operating - reserve policy				\$ (350,440.00)		\$ (347,826.01)	\$ (405,202.00)
Restricted Funds (Bond Cov) per auditors				\$ (42,052.80)		\$ (41,739.12)	\$ (48,624.24)
Restrict Investment Fee for future capital improvements						\$ (31,500.00)	\$ (31,500.00)
Total Available Fund Balance Dec. 31				\$ (110,251.80)		\$ (128,794.23)	\$ (231,747.46)
Total Available Fund Balance w/o 3 Month Reserve Policy Dec. 31				\$ 240,188.20		\$ 219,031.78	\$ 173,454.54

**ELECTRIC REVENUES**

02-15-3400 OTHER INCOME	\$ 1,821.28	\$ 23192.9	\$ 3,000.00	\$ 3,000.00	\$ 4,368.00	\$ 17,000.00	\$ 3,000.00
02-15-3401 INTEREST INCOME	\$ 558.21	\$ 278.21	\$ 500.00	\$ 500.00	\$ 409.40	\$ 500.00	\$ 500.00
02-15-3409 INVESTMENT FEE	\$ 40,500.00	\$ 22500	\$ 13,500.00	\$ 27,000.00	\$ 31,500.00	\$ 31,500.00	\$ 31,500.00
02-15-3414 RECONNECTION CHARGES	\$ -	\$ 2825	\$ 2,700.00	\$ 2,700.00	\$ 1,820.00	\$ 2,500.00	\$ 2,700.00
02-15-3470 TAXABLE ELECTRIC SALES	\$ 759,404.91	\$ 790512.67	\$ 906,254.00	\$ 967,000.00	\$ 782,226.94	\$ 950,000.00	\$ 1,203,655.00
02-15-3471 NON-TAXABLE ELECTRIC SALES	\$ 100,412.16	\$ 114830.94	\$ 107,466.00	\$ 137,000.00	\$ 105,358.59	\$ 131,000.00	\$ 137,000.00
02-15-3472 COMMERCIAL ELECTRIC SALES	\$ 239,499.10	\$ 264425.21	\$ 271,625.00	\$ 277,000.00	\$ 262,455.46	\$ 270,000.00	\$ 277,000.00
Inflation						\$ -	\$ -
02-15-3473 ELECTRIC SURCHARGE		\$ 59301		\$ -	\$ 394.00	\$ 319.00	\$ -
TOTAL ELECTRIC REVENUES	\$ 1,142,195.66	\$ 1,277,865.93	\$ 1,305,045.00	\$ 1,414,200.00	\$ 1,188,532.39	\$ 1,402,819.00	\$ 1,655,355.00
Other Revenues							
02-16-3411 Donated Assets	\$ 24,775.00	\$ 28,727.13			\$ 1,428.53	\$ 1,428.53	
02-25-3875 CIRSA Revenue	\$ 393,478.00	\$ -			\$ 1,428.53	\$ 1,428.53	
Other Revenue	\$ 418,253.00	\$ 28,727.13			\$ 9,526.39	\$ 9526.39	
02-39-3999 REIMBURSABLES					\$ 9,526.39	\$ 9526.39	
TOTAL FUND REVENUE	\$ 1,560,448.66	\$ 1,306,593.06	\$ 1,305,045.00	\$ 1,414,200.00	\$ 1,199,487.31	\$ 1,413,773.92	\$ 1,655,355.00

ALLOCATED EXPENSES															
02-44-4008	OFFICE OPERATIONS	\$	3,907.83	\$	382.62	\$	-	\$	-	\$	305.30	\$	375.00	\$	-
02-44-4010	POSTAGE	\$	2,678.66	\$	2,132.70	\$	-	\$	-	\$	1,614.33	\$	1,850.00	\$	-
02-44-4011	EQUIPMENT MAINTENANCE	\$	4,725.21	\$	-	\$	-	\$	-	\$	1,664.88	\$	1,664.88	\$	-
02-44-4014	DUES & SUBSCRIPTIONS	\$	1,251.87	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4015	SEMINARS/MEETINGS	\$	687.12	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4016	TRAVEL EXPENSES	\$	332.71	\$	195.36	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4018	STAFF SERVICES	\$	259.95	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4022	UNEMPLOYMETN INS EXP	\$	176.07	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4023	WORK COMP EXP	\$	4,654.24	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4032	ATTORNEYS FEES	\$	9,893.35	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4033	ENGINEERING FEES	\$	2,700.23	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4041	PC, SOFTWARE & PRINTERS	\$	2,118.56	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4055	PC TECHNICIAN FEES	\$	2,844.07	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4057	TELEPHONE EXP	\$	143.18	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4102	AUDITING FEES	\$	1,981.05	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4800	GENERAL INSURANCE	\$	15,412.37	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-4820	LMC CODIFICATION EXP	\$	-	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-5009	COPIER LEASE EXP	\$	968.21	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-44-8002	EP's Share Allocated Exp's from G	\$	-	\$	62,935.00	\$	62,935.00	\$	68,105	\$	-	\$	68,105.00	\$	72,320.00
	Inflation														1,362.00
	TOTAL ALLOCATED EXPENSES	\$	54,734.68	\$	65,645.68	\$	62,935.00	\$	68,105.00	\$	3,584.51	\$	71,994.88	\$	73,682.00

ADMINISTRATION

02-50-4000	FULLTIME SALARIES (ADMIN)	\$	55,508.66	\$	67,122.56	\$	57,799.00	\$	52,000.00	\$	47,565.36	\$	54,000.00	\$	68,812.00
02-50-4001	PARTTIME SALARIES	\$	14,098.09	\$	14,117.86	\$	10,806.00	\$	14,500.00	\$	6,736.27	\$	14,000.00	\$	7,400.00
02-50-4006	OUTSIDE PROF SERVICE FEES	\$	174.00	\$	15,990.39	\$	-	\$	-	\$	259.98	\$	259.98	\$	-
02-50-4008	OFFICE OPERATIONS	\$	106.68	\$	276.66	\$	1,000.00	\$	1,000.00	\$	114.96	\$	300.00	\$	1,000.00
02-50-4010	POSTAGE	\$	3.25	\$	6.38	\$	-	\$	-	\$	-	\$	0.00	\$	-
02-50-4011	EQUIPMENT & SMALL TOOLS	\$	13,000.00	\$	585.55	\$	2,700.00	\$	2,700.00	\$	1,573.96	\$	1,573.96	\$	2,700.00
02-50-4014	DUES & SUBSCRIPTIONS	\$	1,510.09	\$	1,207.38	\$	1,000.00	\$	1,000.00	\$	1,728.61	\$	1,750.00	\$	1,000.00
02-50-4015	SEMINARS/MEETINGS	\$	-	\$	-	\$	1,000.00	\$	1,000.00	\$	1,562.10	\$	1,562.10	\$	1,000.00
02-50-4016	TRAVEL EXPENSES	\$	-	\$	-	\$	-	\$	-	\$	802.08	\$	802.08	\$	-
02-50-4024	PAYROLL TAXES - ER	\$	5,295.03	\$	5,892.85	\$	5,018.00	\$	6,000.00	\$	4,028.98	\$	6,000.00	\$	5,025.00
02-50-4025	EMPLOYEE INS - ER	\$	8,555.48	\$	12,518.55	\$	8,660.00	\$	9,500.00	\$	8,584.36	\$	9,500.00	\$	9,500.00
02-50-4026	RETIREMENT CONTRIBUTION - EF	\$	1,215.82	\$	1,627.82	\$	1,968.00	\$	2,500.00	\$	1,358.72	\$	1,600.00	\$	2,000.00
02-50-4032	ATTORNEYS FEES	\$	791.82	\$	814.34	\$	500.00	\$	500.00	\$	722.50	\$	1,000.00	\$	500.00

02-50-4033	ENGINEERING SERVICES	\$	-	\$	-	\$	-	\$	-	\$	180.00	\$	180.00	\$	-
02-50-4041	PC< Software & Printers	\$	-	\$	56.66	\$	-	\$	-	\$	45.66	\$	45.66	\$	-
02-50-4050	MISCELLANEOUS EXPENSE	\$	299.48	\$	1,272.78	\$	500.00	\$	500.00	\$	500.00	\$	763.51	\$	500.00
02-50-4055	PC TECHNICIAN FEES	\$	113.32	\$	56.66	\$	250.00	\$	250.00	\$	-	\$	500.00	\$	250.00
02-50-4500	Transfer to GF LESAP	\$	-	\$	1,000.00	\$	1,000.00	\$	1,000.00	\$	-	\$	0.00	\$	-
02-50-4999	Transfer to Flood Fund (reimbur:	\$	(28,330.81)	\$	(15,079.51)	\$	-	\$	(15,000.00)	\$	-	\$	0.00	\$	-
	Inflation														1,529.00
	TOTAL ADMINISTRATION	\$	72,340.91	\$	107,466.93	\$	92,201.00	\$	76,450.00	\$	76,027.05	\$	93,837.29	\$	101,216.00

**MAINTENANCE**

02-65-4002	MAINTENANCE SALARIES	\$	38,338.31	\$	37,375.40	\$	34,984.00	\$	36,500.00	\$	32,552.83	\$	35,000.00	\$	36,500.00
02-65-4006	OUTSIDE PROF SERVICE FEES	\$	69,510.85	\$	77,162.46	\$	88,000.00	\$	88,000.00	\$	55,877.11	\$	60,875.19	\$	88,000.00
02-65-4011	EQUIPMENT MAINTENANCE	\$	-	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	2,000.00
02-65-4020	Natural Gas Service	\$	-	\$	246.12	\$	-	\$	-	\$	562.51	\$	562.51	\$	-
02-65-4021	TELEPHONE SERVICE	\$	349.71	\$	106.64	\$	1,000.00	\$	1,000.00	\$	-	\$	0.00	\$	1,000.00
02-65-4024	PAYROLL TAXES - ER	\$	2,850.75	\$	2,793.01	\$	2,676.00	\$	3,800.00	\$	2,408.10	\$	2,800.00	\$	2,800.00
02-65-4025	EMPLOYEE INS - ER	\$	4,548.87	\$	4,943.77	\$	3,743.00	\$	3,600.00	\$	6,208.48	\$	6,208.48	\$	3,600.00
02-65-4026	RETIREMENT CONTRIBUTION - ER	\$	479.28	\$	500.18	\$	465.00	\$	750.00	\$	553.91	\$	532.31	\$	1,100.00
02-65-4027	MAINTENANCE & SUPPLIES	\$	16,370.54	\$	12,842.95	\$	15,000.00	\$	15,000.00	\$	14,316.62	\$	14,316.62	\$	13,000.00
02-65-4029	VEHICLE MAINT EXP	\$	4,156.84	\$	1,917.95	\$	750.00	\$	750.00	\$	2,855.88	\$	2,855.88	\$	750.00
02-65-4030	GASOLINE, OIL, ETC.	\$	2,183.75	\$	5,802.01	\$	4,000.00	\$	4,000.00	\$	2,744.74	\$	3,800.00	\$	4,000.00
02-65-4035	UNIFORMS EXPENSE	\$	165.31	\$	433.07	\$	500.00	\$	500.00	\$	317.97	\$	500.00	\$	500.00
02-65-4038	EQUIPMENT & SMALL TOOLS	\$	-	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	1,500.00
02-65-4041	PC, SOFTWARE & PRINTERS	\$	42.01	\$	-	\$	500.00	\$	500.00	\$	-	\$	0.00	\$	500.00
02-65-4050	MISCELLANEOUS EXPENSE	\$	1,822.08	\$	52.59	\$	250.00	\$	250.00	\$	536.72	\$	536.72	\$	250.00
02-65-4302	ROAD BASE, SQUEEGEE, ASPHALT	\$	-	\$	-	\$	-	\$	-	\$	-	\$	0.00	\$	2,000.00
02-65-4306	TREE TRIMMING	\$	1,704.98	\$	9,535.75	\$	18,000.00	\$	18,000.00	\$	3,440.00	\$	3,440.00	\$	14,500.00
02-65-5001	Transformers	\$	-	\$	1,998.13	\$	-	\$	-	\$	1,702.00	\$	1,702.00	\$	-
02-65-5002	METERS:REPLACMENTS,SOCKETS, *	\$	850.76	\$	5,317.89	\$	8,000.00	\$	8,000.00	\$	2,971.73	\$	2,971.73	\$	8,000.00
02-65-5005	WIRE,XARMS,CONNECTORS,POLIT	\$	5,144.86	\$	12,595.47	\$	15,000.00	\$	15,000.00	\$	-	\$	0.00	\$	15,000.00
02-65-5012	ELECTRIC POWER-MEAN & WARF	\$	776,311.89	\$	786,746.13	\$	890,000.00	\$	875,000.00	\$	773,484.95	\$	925,000.00	\$	988,007.00
02-65-5014	SUBSTATION MAINT & SUPPLIES	\$	765.25	\$	544.50	\$	3,200.00	\$	3,200.00	\$	730.00	\$	730.00	\$	3,200.00
	Inflation														3,977.00
	TOTAL MAINTENANCE	\$	925,596.04	\$	960,914.02	\$	1,086,068.00	\$	1,073,850.00	\$	901,263.55	\$	1,061,831.44	\$	1,186,207.00

**CAPITAL OUTLAY**

CAPITAL PURCHASES(Mole,Civic															
Plus Web, Radio System,															
02-66-4038	Meters)	\$	-	\$	-	\$	-	\$	-	\$	34,240	\$	11,714.75	\$	13,000.00
	TOTAL CAPITAL OUTLAY	\$	-	\$	-	\$	-	\$	34,240.00	\$	11,714.75	\$	13,000.00	\$	107,475.00

Inflation

\$

DEBT SERVICE													
02-67-4902	BOND SERVICE FEES	\$	150.00	\$	-	\$	150.00	\$	150.00	\$	0.00	\$	150.00
02-67-4903	2003 BOND PRINCIPAL	\$	(53,626.72)	\$	-	\$	70,000.00	\$	70,000.00	\$	75,000.00	\$	80,000.00
02-67-4904	2003 BOND INTEREST	\$	47,502.08	\$	44,582.70	\$	44,775.00	\$	44,775.00	\$	41,450.00	\$	37,887.50
02-67-4921	2006 BOND PRINCIPAL	\$	53,626.72	\$	-	\$	17,257.00	\$	17,257.00	\$	18,189.34	\$	19,171.57
02-67-4922	2006 BOND INTEREST	\$	17,448.48	\$	16,566.58	\$	16,933.00	\$	16,933.00	\$	16,001.07	\$	15,018.85
	TOTAL DEBT SERVICE	\$	65,100.56	\$	61,149.28	\$	149,115.00	\$	149,115.00	\$	150,640.41	\$	152,227.92

FIXED CHARGES

02-68-4802	Depreciation Expense	\$	99,804.75	\$	100,131.54								
02-68-4804	Gain?Loss on FA disposal	\$	81,474.00	\$	-								
02-68-4999	2013 Suspense Acct	\$	9,945.12	\$	-								
	TOTAL FIXED CHARGES	\$	191,223.87	\$	100,131.54								

	TOTAL FUND EXPENDITURES	\$	1,308,996.06	\$	1,295,307.45	\$	1,390,319.00	\$	1,401,760.00	\$	1,143,230.27	\$	1,391,304.02	\$	1,620,808
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	2015 YTD	2015 Year-End	2016 BUDGET
	2015 BUDGET	ACTUAL	Projection
Water			
beginning year Cash and Cash Equivalents, A/R	\$ 3,409,762	\$ 3,409,762	\$ 3,376,405
budget surplus/deficit	\$ 21,958	\$ 98,548	\$ 14,117
3 months Operating - reserve policy	\$ (247,135)	\$ (222,619)	\$ (157,999)
Restricted Funds (Bond Cov) per auditors	\$ (29,656)	\$ (26,715)	\$ (30,416)
Restricted water fund tap fees for future capital projects		\$ (105,190)	\$ (122,500)
Total Available Fund Balance Dec. 31	\$ 3,154,929	\$ 3,153,786	\$ 3,079,607
Total Available Fund Balance w/o 3 Month Reserve Policy Dec. 31	\$ 3,402,064	\$ 3,376,405	\$ 3,237,606

Sanitation			
beginning year Cash and Cash Equivalents, A/R	\$ 3,409,762	\$ 3,409,762	\$ 3,042,278
budget surplus/deficit	\$ 6,818	\$ (285,413)	\$ (138,207)
3 months Operating - reserve policy	\$ (119,423)	\$ (188,089)	\$ (172,925)
Restricted Funds (Bond Cov) per auditors	\$ (14,331)	\$ (22,571)	\$ (20,751)
Restricted sanitation fund tap fees for future capital projects		\$ (59,500)	\$ (59,500)
Total Available Fund Balance Dec. 31	\$ 3,282,827	\$ 2,854,189	\$ 2,650,895
Total Available Fund Balance w/o 3 Month Reserve Policy Dec. 31	\$ 3,402,249	\$ 3,042,278	\$ 2,823,820

Combined			
beginning year Cash and Cash Equivalents, A/R	\$ 3,647,455	\$ 3,647,455	\$ 3,246,614
budget surplus/deficit - water	\$ 21,958	\$ 98,548	\$ 14,117
budget surplus/deficit - sanitation	\$ 6,818	\$ (285,413)	\$ (138,207)
3 months Operating - reserve policy-water	\$ (247,135)	\$ (222,619)	\$ (157,999)
3 months Operating - reserve policy-sanitation	\$ (119,423)	\$ (188,089)	\$ (172,925)
Restricted Funds (Bond Cov) per auditors-water	\$ (29,656)	\$ (26,715)	\$ (30,416)
Restricted Funds (Bond Cov) per auditors-sanitation	\$ (14,331)	\$ (22,571)	\$ (20,751)
Restricted water fund tap fees for future capital projects	\$ -	\$ (105,190)	\$ (122,500)
Restricted sanitation fund tap fees for future capital projects	\$ -	\$ (59,500)	\$ (59,500)
Total Available Fund Balance Dec. 31	\$ 3,265,686	\$ 2,835,906	\$ 2,558,433
Total Available Fund Balance w/o 3 Month Reserve Policy Dec. 31	\$ 3,632,244	\$ 3,246,614	\$ 2,889,357

**WATER FUND 2016 Budget**

as of 11/16/2015

	2013 ACTUAL	2014ACTUAL	2014 BUDGET	2015 BUDGET	2015 YTD ACTUAL	2015 Year-End Projection	2016 BUDGET
FUND REVENUES	\$ 1,226,353.09	\$ 967,243.60	\$ 929,332.00	\$ 1,010,500.00	\$ 831,976.74	\$ 989,024.31	\$ 1,028,000.00
FUND EXPENDITURES	\$ 805,853.74	\$ 889,385.33	\$ 1,344,764.00	\$ 988,541.78	\$ 732,424.52	\$ 890,476.85	\$ 1,013,882.78
NET OPERATING POSITION	\$ 420,499.35	\$ 77,858.27	\$ (415,432.00)	\$ 21,958.22	\$ 99,552.22	\$ 98,547.46	\$ 14,117.22
Fund Balance Needed to Balance Budget	\$ -	\$ -	\$ 415,432	\$ -	\$ -	\$ -	\$ -

**WATER REVENUES**

03-16-3400	OTHER INCOME	\$ 364.40	\$ 23.40	\$ 500.00	\$ 500	\$ 4,472.60	\$ 4,472.50	\$ 500
03-16-3401	INTEREST INCOME	\$ 4,346.60	\$ 2,166.31	\$ 3,000.00	\$ 1,500	\$ 3,187.90	\$ 3,187.90	\$ 1,500
03-16-3407	CWCB GRANT	\$ 2,700.00	\$ 2,700.00	\$ -	\$ -	\$ -	\$ -	\$ -
03-16-3410	TAP CONNECTION FEES	\$ 125,765.00	\$ 73,075.00	\$ 52,500.00	\$ 105,000	\$ 105,190.00	\$ 105,190.00	\$ 122,500
03-16-3411	Donated Assets	\$ 284,450.43	\$ 25,764.33	\$ -	\$ -	\$ -	\$ -	\$ -
03-16-3480	METERED WATER SALES	\$ 750,023.71	\$ 833,641.50	\$ 845,097.00	\$ 880,000	\$ 688,782.98	\$ 845,000.00	\$ 880,000
03-16-3481	UNMETERED WATER SALES	\$ 1,591.20	\$ 530.40	\$ 1,500.00	\$ 1,000	\$ -	\$ -	\$ 1,000
03-16-3482	PIPE WATER SALES RENTAL	\$ 16,429.75	\$ 10,410.65	\$ 23,585.00	\$ 15,000	\$ 11,476.30	\$ 11,476.30	\$ 15,000
03-16-3483	WATER METER SALES	\$ 11,720.00	\$ 18,932.01	\$ 3,150.00	\$ 7,500	\$ 14,240.82	\$ 16,500.00	\$ 7,500
03-16-3490	NCWCD ANNUAL LEASING PROCEEDS	\$ 1,197,391.09	\$ 967,243.60	\$ 929,332.00	\$ 1,010,500.00	\$ 830,548.21	\$ 989,024.31	\$ 1,028,000.00
	TOTAL WATER REVENUES	\$ 1,197,391.09	\$ 967,243.60	\$ 929,332.00	\$ 1,010,500.00	\$ 830,548.21	\$ 989,024.31	\$ 1,028,000.00
	Inflation							\$ -
OTHER REVENUE								
03-25-3875	CIRSA Revenue	\$ 28,962.00	\$ -	\$ -	\$ -	\$ 1,428.53	\$ 1,428.53	\$ -
	TOTAL FUND REVENUE	\$ 1,226,353.09	\$ 967,243.60	\$ 929,332.00	\$ 1,010,500.00	\$ 831,976.74	\$ 989,024.31	\$ 1,028,000.00

ALLOCATED EXPENSES:ORIG	2013 ACTUAL	2014 ACTUAL	2014 BUDGET	2014 BUDGET	2015 YTD ACTUAL	2015 Year-End Projection	2016 BUDGET
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03-44-4006	OUTSIDE PROFESSIONAL Service	\$ -	\$ -	\$ -	\$ -	\$ 83.44	\$ 83.44	\$ -
03-44-4008	OFFICE OPERATIONS	\$ 3,577.10	\$ 382.62	\$ -	\$ 305.30	\$ 305.30	\$ 375.00	\$ -
03-44-4010	POSTAGE	\$ 2,641.84	\$ 2,133.70	\$ -	\$ 1,617.35	\$ 1,617.35	\$ 1,800.00	\$ -
03-44-4011	EQUIPMENT MAINTENANCE	\$ 4,282.17	\$ -	\$ -	\$ 476.88	\$ 476.88	\$ 476.88	\$ -
03-44-4014	DUES & SUBSCRIPTIONS	\$ 1,134.47	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
03-44-4015	SEMINARS/MEETINGS	\$ 622.70	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
03-44-4016	TRAVEL EXPENSES	\$ 296.67	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
03-44-4018	STAFF SERVICES	\$ 235.58	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
03-44-4022	UNEMPLOYMENT INSURANCE EXP	\$ 159.56	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

03-44-4023	WORK COMP EXP	\$	4,217.84	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-44-4032	ATTORNEYS FEES	\$	8,965.75	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-44-4033	ENGINEERING FEES	\$	2,447.05	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-44-4038	EQUIPMENT & SMALL TOOLS	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-44-4041	PC, SOFTWARE & PRINTERS	\$	1,919.90	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-44-4055	PC TECHNICIAN FEES	\$	2,577.37	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-44-4057	TELEPHONE EXP	\$	129.76	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-44-4102	AUDITING FEES	\$	1,795.31	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-44-4800	GENERAL INSURANCE	\$	13,967.25	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-44-4820	LMC CODIFICATION EXP	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-44-5009	COPIER LEASE EXP	\$	877.42	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
new	Transfer to General Fund for Allocated Exp	\$	-	\$	55,069.00	\$	-	\$	55,069.00	\$	-	\$	59,592.00	\$	-	\$	59,592.00	\$	-
	Inflation	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
	TOTAL ALLOCATED EXPENSES(ORIG)	\$	49,847.74	\$	57,585.32	\$	55,069.00	\$	59,592.00	\$	2,490.30	\$	62,251.21	\$	64,552.00	\$	1,192	\$	63,360

ADMINISTRATION

03-50-4000	FULLTIME SALARIES (ADMIN)	\$	55,067.58	\$	68,312.42	\$	57,799.00	\$	52,000.00	\$	47,565.36	\$	52,800.00	\$	78,267
03-50-4001	PARTIME SALARIES	\$	25,672.62	\$	22,748.19	\$	19,393.00	\$	24,500.00	\$	11,193.53	\$	15,000.00	\$	14,100
03-50-4006	OUTSIDE PROF SERVICE FEES	\$	385.50	\$	150.00	\$	8,000.00	\$	8,000.00	\$	259.98	\$	259.98	\$	8,000
03-50-4008	OFFICE OPERATIONS	\$	114.92	\$	314.61	\$	250.00	\$	250.00	\$	151.63	\$	325.00	\$	250
03-50-4010	POSTAGE	\$	3.25	\$	6.39	\$	-	\$	-	\$	-	\$	-	\$	-
03-50-4011	EQUIPMENT & SMALL TOOLS	\$	-	\$	625.58	\$	5,600.00	\$	5,600.00	\$	2,515.72	\$	2,515.72	\$	5,600
03-50-4014	DUES & SUBSCRIPTIONS	\$	300.00	\$	401.00	\$	250.00	\$	350.00	\$	653.00	\$	653.00	\$	350
03-50-4015	SEMINARS/MEETINGS	\$	-	\$	379.02	\$	2,000.00	\$	2,000.00	\$	197.59	\$	197.59	\$	2,000
03-50-4024	PAYROLL TAXES - ER	\$	6,169.61	\$	6,545.40	\$	5,905.00	\$	7,200.00	\$	4,363.94	\$	5,000.00	\$	5,525
03-50-4025	EMPLOYEE INS - ER	\$	9,706.99	\$	13,933.45	\$	9,264.00	\$	9,500.00	\$	8,924.65	\$	10,000.00	\$	9,500
03-50-4026	RETIREMENT CONTRIBUTION - ER	\$	1,373.34	\$	1,627.82	\$	1,434.00	\$	1,800.00	\$	1,358.72	\$	1,600.00	\$	2,150
03-50-4032	ATTORNEYS FEES	\$	1,080.00	\$	614.61	\$	12,000.00	\$	6,000.00	\$	693.00	\$	693.00	\$	3,000
03-50-4033	ENGINEERING FEES	\$	1,368.00	\$	56.67	\$	500.00	\$	500.00	\$	45.66	\$	45.66	\$	6,000
03-50-4041	PC, Software & Printers	\$	460.97	\$	92.90	\$	500.00	\$	500.00	\$	309.43	\$	500.00	\$	500
03-50-4050	MISCELLANEOUS EXPENSE	\$	113.34	\$	56.67	\$	250.00	\$	250.00	\$	-	\$	-	\$	250
03-50-4055	PC TECHNICIAN FEES	\$	-	\$	-	\$	4,328.00	\$	4,328.00	\$	-	\$	-	\$	4,328
03-50-4060	LONGMONT TAP FEE EXPENDITURE	\$	-	\$	5,000.00	\$	5,000.00	\$	-	\$	-	\$	-	\$	-
03-50-4500	Transfer Out to GF LESAP	\$	-	\$	(40,971.37)	\$	-	\$	(25,000.00)	\$	-	\$	-	\$	-
03-50-4999	TRANSFER TO FLOOD FUND	\$	(47,731.51)	\$	(40,971.37)	\$	-	\$	-	\$	-	\$	-	\$	-
	Inflation	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
	TOTAL ADMINISTRATION	\$	55,662.86	\$	80,411.70	\$	134,973.00	\$	100,278.00	\$	78,232.21	\$	89,589.95	\$	141,826.00

TREATMENT

03-62-4006	OUTSIDE PROF SERVICE FEES	\$	1,032.42	\$	9,332.63	\$	1,500.00	\$	10,000.00	\$	40.01	\$	40.01	\$	10,000
03-62-4017	ELECTRIC SERVICES	\$	595.33	\$	663.80	\$	500.00	\$	750.00	\$	532.91	\$	750.00	\$	750
03-62-4021	TELEPHONE SERVICE	\$	143.08	\$	146.73	\$	-	\$	150.00	\$	80.02	\$	150.00	\$	150
03-62-4024	PAYROLL TAXES - ER	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-62-4025	EMPLOYEE INS - ER	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-62-4027	MAINTENANCE & SUPPLIES	\$	34.57	\$	568.98	\$	75.00	\$	500.00	\$	720.22	\$	750.00	\$	500
03-62-4029	VEHICLE MAINT EXP	\$	35.43	\$	-	\$	-	\$	-	\$	180.29	\$	180.29	\$	-
03-62-4030	GASOLINE,OIL,ETC	\$	40.00	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
03-62-4031	CHEMICALS,LAB & LAB SUPPLIES	\$	250.00	\$	357.50	\$	500.00	\$	500.00	\$	-	\$	-	\$	500
03-62-4050	MISCELLANEOUS EXPENSE	\$	-	\$	34.00	\$	500.00	\$	500.00	\$	1,295.02	\$	1,295.02	\$	500
03-62-5106	LONGMONT WATER SERVICES	\$	127,378.18	\$	137,492.10	\$	144,000.00	\$	144,000.00	\$	106,813.93	\$	140,000.00	\$	146,880
03-62-5111	CBACTERIA AND GIARDIA (WTR) TESTS	\$	-	\$	180.00	\$	-	\$	250.00	\$	-	\$	-	\$	250
	Inflation														253
	TOTAL TREATMENT	\$	129,509.01	\$	148,775.74	\$	147,075.00	\$	156,650.00	\$	109,662.40	\$	143,165.32	\$	159,783.00

**DISTRIBUTION**

03-63-4003	DISTRIBUTION SALARIES	\$	94,339.79	\$	97,327.60	\$	84,901.00	\$	103,000.00	\$	80,307.97	\$	100,000.00	\$	98,000
03-63-4006	OUTSIDE PROF SERVICE FEES	\$	1,396.99	\$	5,151.49	\$	1,200.00	\$	5,000.00	\$	8,509.32	\$	8,509.32	\$	5,000
03-63-4012	BUILDING MAINTENANCE	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	1,000
03-63-4020	NATURAL GAS SERVICE	\$	1,190.91	\$	1,627.81	\$	1,200.00	\$	1,200.00	\$	1,137.46	\$	1,200.00	\$	1,200
03-63-4024	PAYROLL TAXES - ER	\$	7,053.96	\$	7,185.18	\$	6,201.00	\$	12,000.00	\$	5,856.59	\$	6,750.00	\$	7,500
03-63-4025	EMPLOYEE INS - ER	\$	15,439.13	\$	19,566.31	\$	12,704.00	\$	13,000.00	\$	20,945.83	\$	22,500.00	\$	13,000
03-63-4026	RETIREMENT CONTRIBUTION - ER	\$	766.84	\$	800.26	\$	745.00	\$	800.00	\$	1,011.04	\$	1,011.04	\$	2,950
03-63-4027	MAINTENANCE & SUPPLIES	\$	19,703.71	\$	16,550.04	\$	81,000.00	\$	81,000.00	\$	10,168.77	\$	10,168.77	\$	75,000
03-63-4029	VEHICLE MAINT EXP	\$	1,993.56	\$	1,049.71	\$	1,000.00	\$	1,000.00	\$	2,736.96	\$	3,590.00	\$	1,000
03-63-4030	GASOLINE, OIL, ETC.	\$	1,711.40	\$	2,967.66	\$	2,500.00	\$	3,000.00	\$	1,372.34	\$	1,900.00	\$	3,000
03-63-4031	CHEMICALS, LAB & LAB SUPPLIES	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	3,000
03-63-4035	UNIFORMS EXPENSE	\$	165.31	\$	433.09	\$	300.00	\$	400.00	\$	374.96	\$	450.00	\$	400
03-63-4041	PC, SOFTWARE & PRINTERS	\$	41.99	\$	-	\$	1,200.00	\$	1,200.00	\$	-	\$	-	\$	1,200
03-63-4302	ROAD BASE, SQUEEGEE, ASPHALT REPAIR	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	2,000
03-63-5009	COPIER LEASE EXP	\$	-	\$	300.00	\$	-	\$	-	\$	-	\$	-	\$	-
03-63-5100	LINE & VALVE REPAIRS	\$	1,381.68	\$	15,747.09	\$	10,000.00	\$	15,000.00	\$	1,768.88	\$	1,768.88	\$	15,000
03-63-5101	HIGH SERV PUMP STATION MAINT	\$	-	\$	866.16	\$	-	\$	200.00	\$	135.00	\$	135.00	\$	200
03-63-5102	PIPE & PIPE BEDDING	\$	19,608.91	\$	14,370.66	\$	2,000.00	\$	10,000.00	\$	-	\$	-	\$	10,000
03-63-5103	HIGHSERV PUMP STATION ELECTRIC	\$	26,902.12	\$	8,801.81	\$	40,000.00	\$	40,000.00	\$	17,716.92	\$	23,300.00	\$	40,000
03-63-5104	HYDRANT REPAIRS	\$	1,471.08	\$	1,310.31	\$	7,000.00	\$	7,000.00	\$	-	\$	-	\$	7,000
03-63-5107	WATER ASSESSMENTS & STORAGE	\$	19,056.45	\$	26,457.38	\$	20,000.00	\$	20,000.00	\$	19,413.30	\$	22,500.00	\$	20,000
03-63-5110	WATER METERS & METER PARTS	\$	37,529.64	\$	5,006.07	\$	50,900.00	\$	22,000.00	\$	5,449.86	\$	6,000.00	\$	22,000
	Inflation														6,716
	TOTAL DISTRIBUTION	\$	249,753.47	\$	225,518.63	\$	322,851.00	\$	335,800.00	\$	176,905.20	\$	209,783.01	\$	335,166.00

**CAPITAL OUTLAY**

CAPITAL PURCHASES(Mole, Civic Plus Web, and																	
03-66-4038	Radio System)		\$	-	\$	1,485.74	\$	380,180.00	\$	26,440.00	\$	28,353.05	\$	45,000.00	\$	7,175.00	
	TOTAL CAPITAL OUTLAY		\$	-	\$	1,485.74	\$	380,180.00	\$	26,440.00	\$	28,353.05	\$	45,000.00	\$	7,175.00	
	Inflation															\$	
<b>DEBT SERVICE</b>																	
03-67-4919	CWRPDA 03 LOAN PRINCIPAL		\$	-	\$	-	\$	223,691.00	\$	229,283	\$	229,282.78	\$	229,282.78	\$	229,283	
03-67-4920	CWRPDA 03 LOAN INTEREST		\$	84,621.40	\$	78,688.30	\$	80,925.00	\$	80,499	\$	80,498.58	\$	80,498.58	\$	76,098	
	TOTAL DEBT SERVICE		\$	84,621.40	\$	78,688.30	\$	304,616.00	\$	309,781.78	\$	309,781.36	\$	309,781.36	\$	305,381	
<b>CAPITAL IMPROVEMENT</b>																	
03-69-4038	CIP													\$	27,000.00	\$	30,906.00
	TOTAL cip													\$	27,000.00	\$	30,906.00
TOTAL FUND EXPENDITURES			\$	334,374.87	\$	305,692.67	\$	988,541.78	\$	732,424.52	\$	890,476.85	\$	1,013,883			

Sanitation Fund 201

as of 11/16/2015

2015 Year-End

	2013 ACTUAL	2014 ACTUAL	2014 BUDGET	2015 BUDGET	2015 YTD ACTUAL	2015 Projection	2016 BUDGET
<b>FUND REVENUES</b>	\$ 1,274,745	\$ 493,572	\$ 443,558	\$ 484,508	\$ 411,500	\$ 466,944	\$ 553,492
<b>FUND EXPENDITURES</b>	\$ 856,453	\$ 577,685	\$ 875,249	\$ 477,690	\$ 604,781	\$ 752,357	\$ 691,699
<b>NET OPERATING POSITION</b>	\$ 418,292	\$ (84,113)	\$ (431,691)	\$ 6,818	\$ (193,281)	\$ (285,413)	\$ (138,207)
Fund Balance Needed to Balance Budget	\$ -	\$ -	\$ 431,691	\$ -	\$ 193,281	\$ 285,413	\$ 138,207
<b>OTHER REVENUE</b>							
04-16-3411 Donated Assets	\$ 54,598.43	\$ 32,363.04					
<b>TOTAL OTHER REVENUE</b>	\$ 54,598.43	\$ 32,363.04					

	2013 ACTUAL	2014 ACTUAL	2014 BUDGET	2015 BUDGET	2015 YTD ACTUAL	2015 Projection	2016 BUDGET
<b>SANITATION REVENUE</b>							
04-17-3401 INTEREST INCOME	\$ 1,146.15	\$ 571.23	\$ 500.00	\$ 500.00	\$ 840.61	\$ 1,000.00	\$ 500.00
04-17-3400 OTHER INCOME (GRANT TO BE JE'D)	\$ 7,300.00	\$ 7,300.00	\$ -	\$ -	\$ 15.00	\$ 15.00	\$ -
04-17-3402 Construction Loan Draws New Plant							
04-17-3410 TAP CONNECTION FEES	\$ 76,500.00	\$ 42,500.00	\$ 25,500.00	\$ 51,000.00	\$ 59,500.00	\$ 59,500.00	\$ 59,500.00
04-17-3490 SANITATION USERS' FEE	\$ 451,122.63	\$ 410,837.43	\$ 417,558.00	\$ 433,008.00	\$ 349,715.92	\$ 405,000.00	\$ 493,492.00
<b>TOTAL SANITATION REVENUE</b>	\$ 536,068.78	\$ 461,208.66	\$ 443,558.00	\$ 484,508.00	\$ 410,071.53	\$ 465,515.00	\$ 553,492.00
<b>GRANT PROCEEDS</b>							
04-23-3400 Inflation							
04-23-3400 WWTP SRF LOAN PROCEEDS							
04-23-3500 WWTP DOLA GRANT PROCEEDS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL GRANT PROCEEDS</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

<b>CIRSA REVENUE</b>							
04-25-3875 CIRSA REVENUE	\$ 684,078.00	\$ -	\$ -	\$ -	\$ 1,428.53	\$ 1,428.53	\$ 1,428.53
<b>TOTAL CIRSA REVENUE</b>	\$ 684,078.00	\$ -	\$ -	\$ -	\$ 1,428.53	\$ 1,428.53	\$ 1,428.53
<b>TOTAL FUND REVENUE</b>	\$ 1,274,745.21	\$ 493,571.70	\$ 443,558.00	\$ 484,508.00	\$ 411,500.06	\$ 466,943.53	\$ 553,492.00

	2013 ACTUAL	2014 ACTUAL	2014 BUDGET	2015 BUDGET	2015 YTD ACTUAL	2015 Projection	2016 BUDGET
<b>ALLOCATED EXPENSES</b>							
04-44-4006 OUTSIDE PROF SERVICE FEES	\$ -	\$ -	\$ -	\$ -	\$ 83.43	\$ 83.43	\$ -
04-44-4008 OFFICE OPERATIONS	\$ 1,919.47	\$ 382.63	\$ -	\$ -	\$ 306.64	\$ 375.00	\$ -
04-44-4010 POSTAGE	\$ 2,457.45	\$ 2,134.72	\$ -	\$ -	\$ 1,618.32	\$ 1,618.32	\$ -
04-44-4011 EQUIPMENT MAINTENANCE	\$ 2,061.76	\$ -	\$ -	\$ -	\$ 476.87	\$ 476.87	\$ -
04-44-4014 DUES & SUBSCRIPTIONS	\$ 525.53	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
04-44-4015 SEMINARS/MEETINGS	\$ 295.84	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
04-44-4016 TRAVEL EXPENSES	\$ 142.85	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
04-44-4018 STAFF SERVICES	\$ 104.28	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
04-44-4022 UNEMPLOYMENT INSURANCE EXPENSE	\$ 76.83	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



04-62-4017	ELECTRIC SERVICES	\$ 38,207.75	\$ 41,402.93	\$ 40,660.00	\$ 40,660.00	\$ 40,660.00	\$ 36,721.49	\$ 38,000.00	\$ 22,000.00
04-62-4020	NATURAL GAS SERVICE	\$ 1,283.39	\$ 1,719.53	\$ 1,500.00	\$ 1,500.00	\$ 1,500.00	\$ 1,378.22	\$ 1,500.00	\$ 1,500.00
04-62-4021	TELEPHONE SERVICE	\$ 2,230.89	\$ 909.63	\$ 1,500.00	\$ 1,500.00	\$ 1,500.00	\$ 591.05	\$ 1,000.00	\$ 1,500.00
04-62-4024	PAYROLL TAXES - ER	\$ 176.33	\$ 95.24	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
04-62-4025	EMPLOYEE INS - ER	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
04-62-4026	RETIREMENT CONTRIBUTION - ER	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
04-62-4027	MAINTENANCE & SUPPLIES	\$ 16,894.00	\$ 21,929.68	\$ 13,800.00	\$ 20,000.00	\$ 20,000.00	\$ 12,051.17	\$ 23,000.00	\$ 15,000.00
04-62-4029	VEHICLE MAINT EXP	\$ 903.05	\$ 990.43	\$ -	\$ 500.00	\$ 500.00	\$ 2,840.46	\$ 2,840.46	\$ 500.00
04-62-4030	GASOLINE, OIL, ETC.	\$ 437	\$ 48.80	\$ -	\$ 50.00	\$ 50.00	\$ -	\$ 50.00	\$ 50.00
04-62-4031	CHEMICALS, LAB & LAB SUPPLIES	\$ 3,529.19	\$ 8,682.68	\$ 18,000.00	\$ 18,000.00	\$ 18,000.00	\$ 11,225.97	\$ 11,225.97	\$ 10,660.00
04-62-4041	PC, SOFTWARE & PRINTERS	\$ -	\$ 41.99	\$ -	\$ -	\$ -	\$ -	\$ 100.00	\$ -
04-62-4050	MISCELLANEOUS EXPENSE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,835.87	\$ 4,835.87	\$ -
04-62-5202	SLUDGE DISPOSAL	\$ 74,307.00	\$ 70,933.81	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 107,793.00	\$ 135,000.00	\$ 22,000.00
	TOTAL TREATMENT	\$ 214,137.84	\$ 234,920.84	\$ 240,460.00	\$ 247,210.00	\$ 247,210.00	\$ 252,541.83	\$ 297,552.30	\$ 132,210.00

**COLLECTION & TRANSMISSION**

04-64-4005	COLLECT/TRANSMIT SALARIES	\$ 33,263.12	\$ 31,191.14	\$ 29,170.00	\$ 31,500.00	\$ 31,500.00	\$ 25,215.15	\$ 30,000.00	\$ 31,000.00
04-64-4006	OUTSIDE PROF SERVICE FEES	\$ 6,395.02	\$ 631.96	\$ -	\$ -	\$ -	\$ 2,341.46	\$ 2,341.46	\$ 1,000.00
04-64-4011	EQUIPMENT MAINTENANCE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
04-64-4024	PAYROLL TAXES - ER	\$ 2,488.32	\$ 2,314.24	\$ 2,232.00	\$ 2,950.00	\$ 2,950.00	\$ 1,851.98	\$ 2,300.00	\$ 2,400.00
04-64-4025	EMPLOYEE INS - ER	\$ 5,022.39	\$ 5,284.33	\$ 6,000.00	\$ 6,000.00	\$ 6,000.00	\$ 5,589.93	\$ 5,750.00	\$ 6,000.00
04-64-4026	RETIREMENT CONTRIBUTION - ER	\$ 287.82	\$ 300.35	\$ 900.00	\$ 1,200.00	\$ 1,200.00	\$ 388.00	\$ 388.00	\$ 950.00
04-64-4027	MAINTENANCE & SUPPLIES	\$ 5,959.18	\$ 6,249.88	\$ 5,000.00	\$ 6,500.00	\$ 6,500.00	\$ 5,881.91	\$ 6,500.00	\$ 6,500.00
04-64-4029	VEHICLE MAINT EXP	\$ 1,125.96	\$ 359.81	\$ 600.00	\$ 600.00	\$ 600.00	\$ 76.80	\$ 300.00	\$ 600.00
04-64-4030	GASOLINE, OIL, ETC.	\$ 1,089.68	\$ 2,918.86	\$ 1,600.00	\$ 2,500.00	\$ 2,500.00	\$ 1,447.37	\$ 3,000.00	\$ 2,500.00
04-64-4035	UNIFORMS EXPENSE	\$ 165.32	\$ 337.83	\$ 350.00	\$ 350.00	\$ 350.00	\$ 374.97	\$ 374.97	\$ 350.00
04-64-4038	EQUIPMENT & SMALL TOOLS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,000.00
04-64-4050	MISCELLANEOUS EXPENSE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 536.71	\$ 536.71	\$ -
04-64-4302	ROAD BASE, SQUEEGEE, ASPHALT REPAIR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
04-64-4309	STORM & SEWER DRAINAGE	\$ 1,169.74	\$ 2,160.00	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00	\$ 774.98	\$ 3,000.00	\$ 3,000.00
04-64-5105	DISCHARGE PERMIT	\$ 4,480.00	\$ 1,075.00	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 2,393.94	\$ 2,500.00	\$ 2,500.00
	Inflation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,582.00
04-64-5200	LINE REPAIRS & CLEANING	\$ 28,970.48	\$ 25,755.37	\$ 16,000.00	\$ 20,000.00	\$ 20,000.00	\$ 1,600.00	\$ 24,000.00	\$ 20,000.00
	TOTAL COLLECTION & TRANSMISSION	\$ 90,417.03	\$ 78,578.77	\$ 69,352.00	\$ 79,100.00	\$ 79,100.00	\$ 48,473.20	\$ 80,991.14	\$ 79,382.00

**CAPITAL OUTLAY**

04-66-4038	CAPITAL PURCHASES (Civic Plus and Radio System)	\$ -	\$ 100,724.24	\$ 412,400.00	\$ 9,915.00	\$ 21,797.29	\$ 27,000.00	\$ 4,400.00	\$ 4,400.00
	Inflation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	TOTAL CAPITAL OUTLAY	\$ -	\$ 100,724.24	\$ 412,400.00	\$ 9,915.00	\$ 21,797.29	\$ 27,000.00	\$ 4,400.00	\$ 4,400.00

**FIXED CHARGES**

		\$ -	\$ 100,724.24	\$ 412,400.00	\$ 9,915.00	\$ 21,797.29	\$ 27,000.00	\$ 4,400.00	\$ 4,400.00
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**PARKS & REC**

	2013 ACTUAL	2014 ACTUAL	2014 BUDGET	2015 BUDGET	2015 YTD Actual	2015 Year-End Projection	2016 Budget
FUND REVENUES	\$ 462,931.42	\$ 446,935.62	\$ 233,091.00	\$ 536,950.00	\$ 457,833.34	\$ 558,844.16	\$ 559,100.00
FUND EXPENDITURES	\$ 572,531.94	\$ 346,042.54	\$ 407,152.00	\$ 523,229.00	\$ 410,057.07	\$ 418,458.24	\$ 552,085.00
NET OPERATING POSITION	\$ (109,600.52)	\$ 100,893.08	\$ (174,061.00)	\$ 13,721.00	\$ 47,776.27	\$ 140,385.92	\$ 7,015.00
Fund Balance Needed to Balance Budget	\$ 109,600.52	\$ 174,061.00	\$ -	\$ -	\$ -	\$ -	\$ -
beginning year Cash and Cash Equivalents, A/R			\$ 760,921.00	\$ 760,921.00		\$ 760,921.00	\$ 871,296.83
budget surplus/deficit			\$ (174,061.00)	\$ 13,721.00		\$ 140,386	\$ 7,015
3 months Operating - reserve policy			\$ (101,788.00)	\$ (130,807.25)		\$ (104,615)	\$ (138,021)
Restricted Funds (Bond Cov) per auditors			\$ -	\$ -		\$ -	\$ -
Restricted home addition fees for future capital projects			\$ -	\$ -		\$ (30,010)	\$ (24,500)
Total Available Fund Balance Dec. 31			\$ 485,072.00	\$ 643,834.75		\$ 766,682	\$ 715,791
Total Available Fund Balance w/o 3 Month Reserve Policy Dec. 31			\$ 586,860.00	\$ 774,642.00		\$ 871,297	\$ 853,812

REVENUES

as of 11/16/2015

TAXES							
08-10-3007 HOME ADDITIONS FEE - PARKS	\$ 35,743.08	19,603.85	15,000.00	18,500	30,010.09	30010.09	24,500
TOTAL TAXES	\$ 35,743.08	19,603.85	15,000.00	18,500.00	30,010.09	30,010.09	24,500

PARKS/RECREATION REVENUE

08-21-3003 SALES TAX: MEADOW PARK - 1%	\$ 170,343.91	187,436.68	101,345.00	190,000	145,212.29	227,000.00	210,000
08-21-3005 USE TAX: MEADOW PARK - 1%	\$ 64,028.30	64,798.88	42,651.00	50,000	82,884.54	92,000.00	62,500
08-21-3400 OTHER INCOME	\$ 2,692.96	137.50	1,000.00	100	2,170.00	2,170.00	100
08-21-3401 INTEREST INCOME	\$ 550.72	274.48	500.00	500	403.97	403.97	500
08-21-3402 PARK DONATIONS	\$ 678.00	413.95	500.00	4,500	3,050.00	3,050.00	4,500
08-21-3413 PARK GRANTS	\$ 600.00	0.00	0.00	-	-	-	-
08-21-3424 GOCO GRANT	\$ -	0.00	0.00	-	-	-	-
08-21-3440 GAP CONTRIBUTIONS	\$ -	0.00	0.00	-	-	-	-
08-21-3500 TRANSFER IN FROM GENERAL FUND	\$ -	0.00	0.00	-	-	-	-
08-21-3509 TRANSFER IN FROM CONSERV TRUST	\$ -	0.00	15,000.00	15,000	-	-	15,000
TOTAL PARKS/RECREATION REVENUE	\$ 238,893.89	253,061.49	160,996.00	260,100.00	233,720.80	324,623.97	292,600

PARK DIVISION REVENUE

08-22-3891 CAMPING REVENUES	\$ 87,850.79	57,126.00	13,425.00	82,000	83,476.50	83,516.50	89,500
08-22-3892 SHELTER REVENUES	\$ 2,495.00	0.00	375.00	2,750	-	-	3,750

PARKING FEES: MEADOW PARK/BOHN PARK											
08-22-3893	(combined for 2015)	\$	20,424.64	10,068.00	3,750.00	17,000	11,984.00	11,984.00	20,500		
08-22-3894	DOG PARK FEES	\$	1,650.00	1,670.00	270.00	1,500	1,372.50	1,500.00	1,500		
08-22-3895	SPECIAL EVENT/LG GROUP PERMITS	\$	4,050.00	4,657.50	1,200.00	9,500	6,811.00	7,300.00	9,250		
08-22-3896	PARKING FEE: BOHN PARK(went away in '15)	\$	4,459.19	0.00	0.00	0	-	-	0		
08-22-3897	CSO TICKET REVENUE - PARKS	\$	-	0.00	675.00	500	-	-	0		
	TOTAL PARK DIVISION REVENUE	\$	120,929.62	73,521.50	19,695.00	113,250.00	103,644.00	104,300.50	124,500		
RECREATION DIVISION REVENUE											
08-23-3800	RECR PROGRAM REVENUES	\$	9,428.76	16,358.36	9,600.00	13,000	2,747.00	2,747.00	12,500		
08-23-3801	MISC RECREATION EVENTS REV(went away '15)	\$	1,345.00	0.00	0.00	-	15.75	15.75	-		
new	SENIOR PROGRAM REVENUE(new in '15)					2,750			0		
08-23-3804	ADULT SOFTBALL REVENUES(change to Baseball/Softball)	\$	8,121.71	0.00	0.00	2,500	-	0.00	-		
08-23-3860	DUMP STATION REVENUE(move to Park Division Revenue?)	\$	1,185.00	1,390.10	1,300.00	1,500	1,465.00	1,465.00	1,500		
	TOTAL RECREATION DIVISION REVENUE	\$	20,080.47	17,748.46	10,900.00	19,750.00	4,227.75	4,227.75	14,000		
CULTURAL REVENUE											
08-24-3400	LAHC GRANTS/DONATIONS INCOME	\$	3,879.10	0.00	0.00	-	100.00	100.00	-		
08-24-3404	OTHER EVENTS REVENUE	\$	-	0.00	0.00	-	-	0.00	-		
08-24-3850	SCFD GRANT REVENUE	\$	-	0.00	0.00	3,600	-	0.00	-		
	TOTAL CULTURAL REVENUE	\$	3,879.10	0.00	0.00	3,600.00	100.00	100.00	-		
SPECIAL EVENT REVENUE											
08-25-3404	SPECIAL EVENTS REVENUES	\$	1,861.50	0.00	500.00	1,500	336.50	336.5	500		
08-25-3406	LYONS 5K RIVER RUN REVENUE	\$	12,960.00	4,180.00	0.00	12,000	5,867.00	5,867.00	6,500		
08-25-3407	LYONS OUTDOOR GAMES REVENUE	\$	13,742.41	55,474.41	10,000.00	85,000	72,850.85	76,033.00	83,500		
08-25-3410	PARADE OF LIGHTS REVENUE	\$	2,896.00	7,525.00	6,000.00	7,500	1,231.00	7,500.00	7,000		
08-25-3820	LYONS GOOD OLD DAYS REVENUE	\$	11,945.35	15,820.91	10,000.00	15,750	5,845.35	5,845.35	6,000		
	TOTAL SPECIAL EVENT REVENUE	\$	43,405.26	83,000.32	26,500.00	121,750.00	86,130.70	95,581.85	103,500		
	TOTAL FUND REVENUE	\$	462,931.42	446,935.62	233,091.00	536,950.00	457,833.34	558,844.16	559,100		

EXPENDITURES  
ALLOCATED EXPENSES

08-44-4008	OFFICE OPERATIONS	\$	1,319.38	96.60	0.00	-	364.88	364.88	-	
08-44-4010	POSTAGE	\$	366.24	0.00	0.00	-	-	-	-	
08-44-4011	EQUIPMENT MAINTENANCE	\$	1,767.31	0.00	0.00	-	-	-	-	
08-44-4014	DUES & SUBSCRIPTIONS	\$	450.48	0.00	0.00	-	-	-	-	
08-44-4015	SEMINARS/MEETINGS	\$	253.59	0.00	0.00	-	-	-	-	
08-44-4016	TRAVEL EXPENSES	\$	122.44	0.00	0.00	-	-	-	-	
08-44-4018	STAFF SERVICES	\$	89.38	0.00	0.00	-	-	-	-	
08-44-4022	UNEMPL INS EXP	\$	65.85	0.00	0.00	-	-	-	-	
08-44-4023	WORK COMP EXP	\$	1,740.76	0.00	0.00	-	-	-	-	
08-44-4032	ATTORNEYS FEES	\$	3,836.27	0.00	0.00	-	-	-	-	
08-44-4033	ENGINEERING FEES	\$	1,009.52	0.00	0.00	-	-	-	-	
08-44-4041	PC, SOFTWARE & PRINTERS	\$	789.40	0.00	0.00	-	-	-	-	
08-44-4055	PC TECHNICIAN FEES	\$	1,063.76	0.00	0.00	-	-	-	-	
08-44-4057	TELEPHONE EXP	\$	21.14	0.00	0.00	-	-	-	-	
08-44-4102	AUDITING FEES	\$	740.94	0.00	0.00	-	-	-	-	
08-44-4800	GENERAL INSURANCE	\$	5,764.46	0.00	0.00	-	-	-	-	
08-44-4820	LMC CODIFICATION EXP	\$	-	0.00	0.00	-	-	-	-	
08-44-5009	COPIER LEASE EXP	\$	362.11	0.00	0.00	-	56.21	56.21	-	
08-44-8008	Transfer to General Fund for Allocated Exp	\$	19,763.03	18,356.00	18,356.00	19,864	-	19,864.00	21,120	
	<b>TOTAL ALLOCATED EXPENSES</b>	\$	<b>19,763.03</b>	<b>18,452.60</b>	<b>18,356.00</b>	<b>19,864.00</b>	<b>421.09</b>	<b>20,285.09</b>	<b>21,120</b>	
ADMINISTRATION										
08-50-4000	FULLTIME SALARIES (ADMIN)	\$	20,280.01	19,732.81	14,233.00	15,000	12,824.29	12,824.29	23,985	
08-50-4006	OUTSIDE PROF SERVICE FEES	\$	333.50	762.00	0.00	1,000	314.35	314.35	1,000	
08-50-4008	OFFICE OPERATIONS	\$	3,328.25	2,554.92	2,000.00	2,000	1,835.33	1,835.33	2,000	
08-50-4010	POSTAGE	\$	875.79	0.00	0.00	-	-	-	-	
08-50-4011	EQUIPMENT & SMALL TOOLS	\$	-	34.04	500.00	500	56.21	56.21	500	
08-50-4014	DUES & SUBSCR	\$	-	0.00	750.00	750	490.00	490.00	750	
08-50-4015	SEMINARS/MEETINGS	\$	-	0.00	1,200.00	1,200	510.57	510.57	1,200	
08-50-4021	TELEPHONE SERVICE	\$	3,477.66	3,371.13	2,800.00	2,800	2,829.01	2,829.01	2,800	
08-50-4024	PAYROLL TAXES - ER	\$	1,503.65	1,393.18	1,089.00	1,150	940.65	1,150.00	1,150	
08-50-4025	EMPLOYEE INS - ER	\$	4,137.09	3,047.30	2,625.00	3,000	2,920.46	3,000.00	3,000	
08-50-4026	RETIREMENT CONTRIBUTION - ER	\$	431.97	591.87	427.00	600	384.34	400.00	600	
08-50-4032	ATTORNEYS FEES	\$	2,362.50	1,037.00	2,500.00	2,500	425.00	500.00	1,500	
08-50-4033	ENGINEERING FEES	\$	-	0.00	0.00	-	-	-	-	
08-50-4036	ADVERTISING & PUBLISHING	\$	5,731.30	0.00	2,000.00	2,000	2,718.10	2,718.00	4,000	
08-50-4041	PC, SOFTWARE & PRINTERS	\$	199.99	0.00	1,500.00	1,500	-	-	1,500	
08-50-4050	MISCELLANEOUS EXPENSE	\$	29.16	334.44	500.00	4,500	1,494.93	1,494.93	3,500	
08-50-4055	PC TECHNICIAN FEES	\$	340.00	0.00	250.00	250	85.00	85.00	250	
08-50-4519	TRANSFER OUT TO FUND 19	\$	6,537.59							

08-50-4999	Transfer To Flood (reimbursable salaries)	\$	(37,432.16)	\$	(70,171.22)	0.00	-			\$	(35,000.00)	(25,000)
	TOTAL ADMINISTRATION	\$	12,136.30	-37,312.53	32,374.00	38,750.00	27,828.24			\$	(6,792.31)	47,735.00
PARKS DIRECTOR												
08-51-4000	FULLTIME SALARIES DIRECTOR	\$	59,076.94	63,240.83	58,477.00	62,000	52,881.81	\$	62,000.00			64,914
08-51-4024	PAYROLL TAXES - ER	\$	4,384.69	4,657.56	4,473.00	4,750	3,866.58	\$	4,750.00			5,000
08-51-4025	EMPLOYEE INS - ER	\$	19,308.92	13,534.86	19,589.00	11,250	12,824.65	\$	12,824.65			12,500
08-51-4026	RETIREMENT CONTRIBUTION - ER	\$	1,772.21	1,897.21	1,754.00	1,700	1,586.48	\$	1,586.48			1,700
	TOTAL PARKS DIRECTOR	\$	84,542.76	83,330.46	84,293.00	79,700.00	71,159.52		81,161.13	\$		84,114
SPECIAL EVENTS												
08-55-4303	GOOD OLD DAYS EXP	\$	6,966.61	18,333.79	9,000.00	15,500	8,359.89	\$	8,359.89			7,750
08-55-4705	SPECIAL EVENTS EXPENSE	\$	1,249.35	1,194.08	1,000.00	1,500	713.36	\$	950.00			1,500
08-55-4707	PARADE OF LIGHTS EXPENSES	\$	7,561.88	8,909.45	8,500.00	9,250	5,651.55	\$	6,500.00			6,500
08-55-4709	LYONS 5K RIVER RUN	\$	10,168.87	1,211.86	0.00	9,250	4,333.06	\$	5,220.56			5,750
08-55-4710	LYONS OUTDOOR GAMES	\$	7,498.98	32,665.52	6,000.00	64,500	80,723.34	\$	80,723.34			72,500
	TOTAL SPECIAL EVENTS	\$	33,445.69	62,314.70	24,500.00	100,000.00	99,781.20		101,753.79	\$		94,000
CULTURE EXPENDITURES												
08-56-4700	CULTURAL - OTHER	\$	2,950.00	300.00	5,500.00	7,000	550.00	\$	550.00			2,000
08-56-4708	LAHC EXPENSES	\$	6,325.95	0.00	0.00	-	-		-			-
	TOTAL CULTURE EXPENDITURES	\$	9,275.95	300.00	5,500.00	7,000.00	550.00		550.00	\$		2,000
PARKS DEPT												
08-60-4000	FULLTIME SALARIES (ADMIN)	\$	34,455.59	33,822.62	33,420.00	35,000	29,322.77	\$	31,000.00			33,420
08-60-4001	PARTTIME SALARIES	\$	29,417.73	20,371.55	37,567.00	50,000	33,533.43	\$	33,533.43			49,754
08-60-4002	MAINTENANCE SALARIES	\$	68,803.24	74,195.08	63,745.00	72,500	56,531.85	\$	56,531.85			72,592
08-60-4012	BLDG MAINT & GROUNDS	\$	30,502.95	15,112.32	25,960.00	26,000	10,145.97	\$	13,500.00			27,500
08-60-4017	ELECTRIC SERVICES	\$	5,112.98	4,740.79	6,250.00	6,250	9,255.97	\$	9,255.97			6,250
08-60-4024	PAYROLL TAXES - ER	\$	9,587.24	9,429.81	10,307.00	13,500	8,023.35	\$	9,500.00			13,000
08-60-4025	EMPLOYEE INS - ER	\$	23,252.37	31,276.82	19,500.00	23,000	26,241.64	\$	26,500.00			26,500
08-60-4026	RETIREMENT CONTRIBUTION - ER	\$	1,033.63	1,014.64	1,100.00	1,200	879.65	\$	879.65			1,200

08-60-4027	MAINTENANCE & SUPPLIES	\$	18,231.13	8,897.04	14,400.00	15,000	9,980.96	\$	12,250.00	18,500
08-60-4029	VEHICLE MAINT EXP	\$	7,494.86	1,083.75	1,200.00	1,500	2,075.32	\$	2,300.00	4,500
08-60-4030	GASOLINE, OIL, ETC.	\$	3,495.91	4,869.41	3,300.00	3,750	3,430.85	\$	3,750.00	4,500
08-60-4035	UNIFORMS EXPENSE	\$	273.52	425.59	300.00	1,250	550.70	\$	650.00	1,250
08-60-4038	CAPITAL IMPRINT - CAPITALIZED	\$	4,250.00	0.00	0.00	-	-	\$	-	-
08-60-4040	GAP EXPENDITURES	\$	-	0.00	0.00	-	-	\$	-	-
08-60-4041	PC, SOFTWARE & PRINTERS	\$	-	0.00	1,500.00	1,500	-	\$	500.00	1,500
08-60-4050	MISCELLANEOUS EXPENSE	\$	1,635.05	479.78	1,500.00	1,500	976.27	\$	1,200.00	2,500
08-60-4311	SANITARY SRVS-TRASH,PORTAL:PRF	\$	3,172.96	3,940.21	2,580.00	3,000	7,909.40	\$	8,500.00	5,500
08-60-4317	RIVER COURSE MAINT	\$	1,417.50	0.00	2,400.00	2,000	5,500.00	\$	5,500.00	2,500
08-60-4321	PARK SIGNAGE	\$	294.23	387.18	900.00	1,000	554.25	\$	600.00	1,250
08-60-4322	TREE MAINTENANCE	\$	1,120.00	0.00	2,700.00	2,700	-	\$	-	2,700
new	Acquired Property Maintenance	\$	-	0.00	0.00	-	-	\$	-	1,500
08-60-4385	PARK LAND PURCHASES			575.92		-	-	\$	-	-
08-60-4392	GOCCO Grant EXP	\$	122,198.09	3,450.00	0.00	-	-	\$	-	-
08-60-6350	CSO EXPENDITURES - PARKS	\$	-	0.00	0.00	-	-	\$	-	-
	TOTAL PARKS DEPT	\$	365,748.98	214,072.51	228,629.00	260,650.00	204,912.38	\$	215,950.90	276,416
	CAPITAL OUTLAY									
08-66-4038	CAPITAL PURCHASES (Civic Plus web site)	\$	40,250.00	864.18	0.00	4,015	3,870.00	\$	4,015.00	700
	TOTAL CAPITAL OUTLAY	\$	40,250.00	864.18	0.00	4,015.00	3,870.00	\$	4,015.00	700
	BASEBALL SOFTBALL REC EXP									
08-70-4050	BASEBALL SOFTBALL EXPENSE	\$	1,694.21	0.00	0.00	750	-	\$	-	-
	TOTAL BASEBALL SOFTBALL REC EXP	\$	1,694.21	0.00	0.00	750.00	-	\$	-	-
	YOUTH SCHOLARSHIPS									
08-73-4052	YOUTH SCHOLARSHIPS & EQUIP	\$	-	0.00	500.00	-	-	\$	-	-
	TOTAL YOUTH SCHOLARSHIPS	\$	-	0.00	500.00	0.00	-	\$	-	-
	PARKS RECREATION PROGRAMMING									
08-76-4050	RECREATION PROGRAMMING	\$	(189.50)	830.16	0.00	10,000	208.64	\$	208.64	24,000
	TOTAL PARKS RECREATION PROGRAMMING	\$	(189.50)	830.16	0.00	10,000.00	208.64	\$	208.64	24,000
	PARKS MISC RECREATION EXPENSE									

08-77-4050	MISC RECREATION EXPENSE(Goes away in '15)	\$	5,071.00	3,166.54	10,000.00	-	1,326.00	\$	1,326.00	-	
	TOTAL PARKS MISC RECREATION EXPENSE	\$	5,071.00	3,166.54	10,000.00	0.00	1,326.00	\$	1,326.00	-	
DEPARTMENT 79											
08-79-4050	SENIOR PROGRAMMING MISC EXPENS	\$	793.52	23.92	3,000.00	2,500	-	\$	-	2,000	
	TOTAL DEPARTMENT 79	\$	793.52	23.92	3,000.00	2,500.00	-	\$	-	2,000	
	TOTAL FUND EXPENDITURES	\$	572,531.94	346,042.54	407,152.00	523,229.00	410,057.07	\$	418,458.24	\$	552,085
	TOTAL REVENUES LESS OPERATING COSTS NON-CAPITAL)	\$	(69,351)	101,757.26	-174,061.00	17,736.00	51,646.27	\$	144,400.92	\$	7,715
	TOTAL REVENUES LESS TOTAL EXPENDITURES (DEFICIT/SURPLUS)	\$	(109,601)	100,893.08	-174,061.00	13,721.00	47,776.27	\$	140,385.92	\$	7,015
	Fund Balance Needed to Balance Budget	\$	109,601	0.00	174,061.00	0.00	0.00	\$	0.00	\$	0.00

**CONSERVATION TRUST FUND**

	2013 ACTUAL	2014 YTD ACTUAL	2014 BUDGET	2015 BUDGET	2015 YTD Actual	2015 Year-end Projections	2016 BUDGET
CONSERVATION TRUST REVENUE							
07-20-3203 COLORADO LOTTERY	\$ 22,321.51	20,280	21,000	19,000.00	10,686.21	\$ 20,000.00	20,000
07-20-3401 INTEREST INCOME	\$ 190.36	203	200	200.00	185.35	\$ 200.00	200
TOTAL CONSERVATION TRUST REVENUE	\$ 22,511.87	20,483	21,200	19,200	10,871.56	\$ 20,200.00	20,200
TOTAL FUND REVENUE	\$ 22,511.87	\$ 20,483	\$ 21,200	\$ 19,200	10,871.56	\$ 20,200.00	\$ 20,200
ADMINISTRATION							
07-82-4508 TRANSFER TO PARKS/RECR FUND	\$ -	-	15,000	15,000	-	\$ 15,000.00	15,000
TOTAL ADMINISTRATION	\$ -	-	\$ 15,000	\$ 15,000	-	\$ 15,000.00	15,000
TOTAL FUND EXPENDITURES	\$ -	\$ -	\$ 15,000	\$ 15,000	-	\$ 15,000.00	\$ 15,000
NET REVENUE OVER EXPENDITURES	\$ 22,511.87	\$ 20,483	\$ 6,200	\$ 4,200	10,871.56	\$ 5,200.00	\$ 5,200

GRANTS FUND

The Grants Funds are made up of three Special Revenue Funds and include Federal, State, and Local grants. Fund 19 is the tracking source for the 2013 Flood Event due to multi-year costs, as well as many other local and state grants and donations. All expenditures will be offset by revenues. These revenues will be direct payments, reimbursements, and fund transfers. For budgeting purposes - one revenue account and one expenditure account will be utilized. All grants and events being tracked will have their own specific revenue and expenditure department. Fund 21 was created in 2014 to track mainly the CDBG-DR grant as well as possibly more grants in the future. Fund 22 was created in 2014 to track USDA Revolving Loan Account and Lyons Business Recovery Account.

Account	2014 Budget	2014 Actual	2015 Budget	2015 YTD	2015 Year-end Projection	2016 Budget
<b>FUND 19 Grants</b>						
Revenue	\$ 25,000,000	\$ 9,050,276	\$ 15,000,000	\$ 2,974,200	\$ 2,974,200	\$ 15,000,000
Expense	\$ 25,000,000	\$ 4,454,158	\$ 15,000,000	\$ 2,974,200	\$ 2,974,200	\$ 15,000,000
NET	\$ -	\$ 4,596,119	\$ -	\$ -	\$ -	\$ -
Net Total	\$ -					
<b>FUND 21 Grants</b>						
Revenue	\$ 500,000	\$ -	\$ 10,000,000	\$ 100,000	\$ 10,000,000	\$ 10,000,000
Expense	\$ 500,000	\$ -	\$ 10,000,000	\$ 100,000	\$ 10,000,000	\$ 10,000,000
Net Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>FUND 22 Grants</b>						
Revenue						\$ -
Expense						\$ -
Net Total						\$ -

Summary of Grants						
	2014 Budget	2014 Actual	2015 Budget	2015 YTD	2015 Year-end Projection	2016 Budget
Revenue	\$ 25,000,000	\$ 3,074,200	\$ 3,074,200	\$ 12,974,200	\$ 25,000,000	\$ 25,000,000
Expenses	\$ 25,000,000	\$ 3,074,200	\$ 12,974,200	\$ 12,974,200	\$ 25,000,000	\$ 25,000,000
Net Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**TOWN OF LYONS**  
**BASIC FINANCIAL STATEMENTS**  
**December 31, 2014**

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## INDEPENDENT AUDITORS' REPORT

To the Board of Trustees  
Town of Lyons, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and aggregate remaining fund information of the Town of Lyons, Colorado (Town) as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditors' Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 auditor's 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.

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## **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, each major fund and the aggregate remaining fund information of the Town of Lyons, Colorado as of December 31, 2014, 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.

## **Emphasis of Matters**

### *Significant estimates*

As described in Note 1 to the financial statements, The Town has recorded a receivable for approximately \$4,336,418 from the State of Colorado for the Federal and State share of costs related to the Federal Emergency Management Agency (FEMA) grants. Due to the nature of the grants and the fact that these grants are new both to the Town and the State of Colorado, the amounts which will ultimately be reimbursed by the State of Colorado is an estimate which may have a significant effect on future year's financial results. The Town believes that all costs which have been accrued are allowable.

## **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 and on pages iv through xi, and 24 through 26, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Lyons' basic financial statements. The individual fund financial statements and the Local Highway Finance Report, are presented for purposes of additional analysis and legal compliance and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The individual fund financial statements, the Local Highway Finance Report, and the schedule of federal awards 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, individual fund financial statements, the Local Highway Finance Report, and the schedule of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 15, 2015, on our consideration of the Town of Lyons Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Lyons Colorado's internal control over financial reporting and compliance.

*Payette & Adams, LLC*

September 15, 2015  
Denver, Colorado

**TOWN OF LYONS  
MANAGEMENT'S DISCUSSION & ANALYSIS**

The management of the Town of Lyons offers this narrative overview and analysis of the financial activities for the fiscal year ended December 31, 2014.

### **Financial Highlights**

- The assets of the Town of Lyons exceeded its liabilities at the close of 2014 by \$37,148,365 (*net position*). Of this amount, \$2,645,277 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$3,205,619.
- As of the close of the current fiscal year, the Town of Lyons governmental funds reported combined ending fund balances of \$2,498,979.
- At the end of the current year, unrestricted, undesignated fund balance for the general fund was \$309,024, or about 20.8% of total general fund expenditures.

### **Overview of the Financial Statements**

This overview is an introduction to the Town's financial statements. The Town of Lyons basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

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

Both of the government-wide financial statements distinguish functions of the town that are principally supported by taxes and intergovernmental revenues (government activities) from other functions that are intended to cover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the town include general government, administrative services, public safety, public works (streets), planning and zoning, judicial and legislative, library services, and parks, recreation and cultural activities, and grant funds that include temporary rebuilding and recovery from the 2013 Flood disaster. The business-type activities of the town include electric utility, water utility, wastewater utility, and property management.

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 town, 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 town can be divided into two categories: governmental funds and proprietary funds.

*Governmental funds* are used to account for essentially the same functions reported in 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 balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the town'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 town's near-term financial decisions. Both the governmental fund balance sheets 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 Town of Lyons maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, grants fund, and the parks, recreation and cultural fund, all of which are considered major funds. Individual fund data for the Conservation Trust Fund, a non-major governmental fund, is also provided.

*Proprietary funds* are generally used to account for services for which the town charges customers. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the electric fund and water fund (new in 2014 the water fund and sanitation funds were combined), which are all considered to be major funds of the Town of Lyons.

Notes to the financial statements – the notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information - in addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town of Lyons governmental funds budgetary comparisons. This comparison demonstrates actual results (using the basis of budgeting) with the original budget and the final budget of each individual major fund in the governmental funds.

Budgetary comparisons for the proprietary funds and other non-major governmental funds are also provided as supplemental information, although not required by GAAP.

### **Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of the town's financial position. In the case of the Town of Lyons, assets exceeded liabilities by \$37,148,365 at the close of 2014.

## Town of Lyons Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 9,023,631	\$ 6,330,941	\$ 7,982,522	\$ 6,323,439	\$ 17,006,153	\$ 12,654,380
Capital Assets	21,097,774	17,795,624	14,092,115	11,722,125	35,189,889	29,517,749
Total Assets	30,121,405	24,126,565	22,074,637	18,045,564	52,196,042	42,172,129
Long-term Liabilities Outstanding	1,416,934	86,608	532,927	3,993,565	1,949,861	4,080,173
Other Liabilities	3,787,263	2,873,184	8,888,630	824,842	12,675,893	3,698,026
Total Liabilities	5,204,197	2,959,792	9,421,557	4,818,407	14,625,754	7,778,199
Deferred Inflows of Resources-						
Unavailable resources of property taxes	421,923	451,184	-	-	421,923	451,184
Net Investment in Capital Assets	20,848,553	17,746,294	8,390,736	10,294,860	29,239,289	28,041,154
Restricted						
Required emergency reserve	-	-	-	-	-	-
Debt Service	-	-	385,335	372,279	385,335	372,279
Parks and Open Space	184,321	163,838	-	-	184,321	163,838
Capital outlay	-	-	3,159,417	-	3,159,417	-
Grant Expenditures	1,534,726	445,250	-	-	1,534,726	445,250
Unrestricted	1,927,685	2,360,207	717,592	2,560,018	2,645,277	4,920,225
Total Net Position	\$ 24,495,285	\$ 20,715,589	\$ 12,653,080	\$ 13,227,157	\$ 37,148,365	\$ 33,942,746

By far the largest portion of the town's net position (83%) reflects its investment of \$29.24 million in capital assets (e.g., land, buildings, machinery and equipment, utility plants and infrastructure), less any related debt used to acquire those assets that is still outstanding. The town uses these capital assets to provide services to the public; consequently, these assets are *not* available for future spending. Although the town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the town's net position, \$5,263,799 (14.2%), represents resources that are subject to restrictions as to how they may be used. The remaining balance of unrestricted assets, \$2,645,277 (7.1%), may be used to meet the town's on-going obligations to the public and creditors. It is important to note that the unrestricted net position of the town's business-type activities may not be used to fund governmental activities, or visa-versa.

At the end of the current fiscal year, the Town of Lyons is able to report positive balances in all categories of net position, both for the government as a whole as well as for its separate governmental and business-type activities. Net investment in capital assets increased \$1,198,135, or just over 4.3%, compared to 2013. This increase is discussed below in "Capital Assets."

Governmental activities – Governmental activities increased the Town of Lyons net position by \$3,779,696. Other key elements of governmental activities are as follows:

- The grants fund created to assist with the 2013 Flood rebuilding and recovery contributed \$6.9 million in assets and \$1.4 million in liabilities. The majority of expenditures were associated with disaster response and recovery. Most if not all of those costs will be reimbursed through State, local, and federal grants (i.e., FEMA Public Assistance).
- Sales tax collection increases \$51,278 in 2014 over 2013.

- Grant revenues increased \$4,103,745 in 2014 over 2013. This is largely attributed to collection of FEMA eligible expense reimbursement as well as state and local grant reimbursements.
- Contributions and Donations increased \$518,607, which is mainly contributed to the grant funds.

### Town of Lyons Changes in Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
<b>Revenues:</b>						
Program Revenues:						
Charges for services	\$ 393,225	\$ 368,357	\$ 2,541,819	\$ 2,397,024	\$ 2,935,044	\$ 2,765,381
Operating Grants and Contributions	1,704,135	2,876,449	-	-	1,704,135	2,876,449
Capital Grants and Contributions	3,104,755	1,294,523	668,776	609,288	3,773,531	1,903,811
General Revenues:						
Property Taxes	450,879	457,847	-	-	450,879	457,847
Other Taxes	823,553	783,598	-	-	823,553	783,598
Unrestricted investment earnings	1,440	2,462	3,015	6,078	4,455	8,540
Intergovernmental	75,392	74,985	-	-	75,392	74,985
Loss on disposal of equipment	-	-	-	(321,844)	-	(321,844)
Transfers	1,070,669	(128,174)	(1,070,669)	128,174	-	-
Extraordinary gain	223,945	2,153,706	-	756,537	223,945	2,910,243
Other	740,009	104,849	-	-	740,009	104,849
Total Revenues	8,588,002	7,988,602	2,142,941	3,575,257	10,730,943	11,563,859
<b>Expenses:</b>						
General Government	1,136,428	747,736	-	-	1,136,428	747,736
Public Safety	1,395,972	955,597	-	-	1,395,972	955,597
Public Works & Streets	1,399,796	3,061,315	-	-	1,399,796	3,061,315
Parks, Recreation & Culture	869,699	787,502	-	-	869,699	787,502
Interest on Long-term Debt	6,411	2,266	-	-	6,411	2,266
Electric	-	-	1,269,945	1,227,521	1,269,945	1,227,521
Water	-	-	1,447,073	845,413	1,447,073	845,413
Sewer	-	-	-	548,383	-	548,383
Property	-	-	-	14,827	-	14,827
Total Expenses	4,808,306	5,554,416	2,717,018	2,636,144	7,525,324	8,190,560
Increase or Decrease in Net Position	3,779,696	2,434,186	(574,077)	939,113	3,205,619	3,373,299
Net Position, Beginning	20,715,589	18,281,403	13,227,157	12,288,044	33,942,746	30,569,447
Net Position, Ending	\$ 24,495,285	\$ 20,715,589	\$ 12,653,080	\$ 13,227,157	\$ 37,148,365	\$ 33,942,746

Proprietary (Business-type) activities - Proprietary (Business-type) activities - Business-type activities decreased the Town of Lyons net position by \$574,077 in 2014. The Municipal Energy Association of Nebraska (M.E.A.N.), adopted a new flat rate schedule in 2014, reducing the volatility of month to month fluctuations in the energy purchases. The electric operations made several capital improvements due to flood damage and the installation of three phase power to a local business, as well as other smaller upgrades/improvements. The town did utilize all of its remaining electric meters following the flood, as well as dozens that were donated by neighboring communities, and are working on a plan to upgrade all meters in 2016.

The Town is building of a new Waste Water Treatment Plant (WWTP) at its current location. The new system will be a sequence batch reactor with ultraviolet disinfection. Honeywell and Filanc/Frchetti were contracted to design and build the plant under a performance contract. It is anticipated to be complete in October 2015 with an extended outfall being built in early 2016.

## **Financial Analysis of the Town's Funds**

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

Governmental funds – The focus of the Town of Lyons governmental funds is to provide information on near-term inflows, outflows and balances of resources that are available for spending. Such information is useful in assessing the town's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the town's net resources available for spending at the end of the fiscal year. Types of governmental funds reported by the town include the General Fund; Grants Fund; Parks, Recreation and Cultural Fund; and a Special Revenue Fund.

As of December 31, 2014 the town's governmental funds reported combined ending fund balances of \$2,498,979 an increase of \$4,350,305 over the previous year. This increase primarily reflects revenues and other financing sources in the grant funds. The deferred inflows of resources – the unavailability of grant resources (flood cost reimbursement) increased \$1,068,696.

The general fund is the chief operating fund of the Town of Lyons. At the end of the fiscal year, unassigned fund balance of the general fund was \$309,024, while total fund balance reached \$690,433. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 21% of total general fund expenditures, while total fund balance represents 47% percent of that same amount.

Proprietary funds – the Town of Lyons' proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

As of December 31, 2014 the unrestricted net position of the Electric Fund was \$207,415. The Water Fund was \$510,176. The total reduction in net position for all proprietary funds was \$574,077 due to the increase in notes payable attributed to the new wastewater treatment plant loan. Other factors concerning the finances of the proprietary funds have already been discussed in the Town of Lyons' business-type activities.

### **General Fund Budgetary Highlights**

Actual revenue compared to the budget was \$31,826 lower than budgeted amounts. Almost all revenues were higher than expected. The revenues that came in higher include specific ownership tax, sales tax, use tax, licenses and permits, intergovernmental, fines and forfeitures, contributions and donations, and other income. Transfers in were \$165,205 less than the budget. Expenditures were under final budget at approximately 89% of budget (\$1,635,954 actual to \$1,833,222 final budget).

The year of 2014 was highlighted by flood recovery work, temporary improvements to infrastructure and navigating the federal and state regulations regarding flood-related documentation and reimbursements. Staffing needs were greatly increased and the State funded 14 positions for a two year period to assist with the recovery. This resulted in the need to add additional space for staff. The Town is currently leasing a building on Main Street and references it as Town Hall Annex. In addition, with the Depot Library being totally damaged by the flood, space on Main Street was also leased for a temporary library.

Most of the revenue streams for flood recovery are based on reimbursement models, requiring the Town to pay for services when rendered and be reimbursed by the state; sometimes several months after the submittal. The significant needs of the town following the flood resulted in the approval of a FEMA Community Disaster Loan totaling \$994,322, as well as a \$3.5 million advance to assist with cash flow during flood recovery.

The following is a sampling of the contracts, services and actions taken in 2014:

- Set up the Recovery Grant Fund
- DOLA Flood Recovery Staffing Assistance Grant
- Architectural Services for Lyons Depot Library
- Recovery Housing Ballot Question
- Formation of a Audit Committee
- Produced and Distributed Lyons Recovery Action Plan
- Rental agreement for Town Hall Annex
- GOCO grant award accepted for Meadow Park
- Submitted and received Lyons Community Foundation grants
- Cyber Security Breach and security assessment
- Hydraulic studies of the creek
- Design of Exigent Work in the Creek
- Lease of Backhoe
- Lease of Front-end Loader
- Sewer Rate Increase
- Accepted Loan for \$5,300,000 from CWRPDA
- Accepted a loan from FEMA Community Disaster Loan Program
- Rental of a Street Sweeper
- Temporary surcharge on electric base rate for flood-related repairs
- Contracted for Professional Engineering Services for Confluence Area
- IGA with City of Longmont for development of decommissioned water plants
- Formation of the Lyons Watershed Advisory Board
- Municipal Facilities Site Analysis
- Housing Site Analysis
- Awarded contract for Design of Phase II Meadow Park
- Awarded CDBG-DR Grant for Parks, Open Space and Trails Grant
- Authorized Buyout / Acquisition grant applications to be submitted
- Authorized water / wastewater rate studies
- Replacement of water and wastewater infrastructure
- Authorized CIP for water, wastewater and electric funds
- Applied for grant to install sewer infrastructure to eastern corridor
- Hazard Mitigation Pond funding awarded
- Circumstances Under Which Administrative Fees can be Waived
- Electric Rate Increase
- Administrative Approval of Temporary Uses and Structures
- Amended Accessory Dwelling Unit Ordinance
- Amended Code Regarding Non-Conforming Buildings and Structures
- New Code Regarding Rezoning of Parks and Open Space
- Several Ordinances Regulating Marijuana Businesses
- Re-Codification of the Lyons Municipal Code
- Ballot Question Regarding Sales Tax Increase on Marijuana Businesses

## Capital Asset and Debt Administration

Capital assets – The Town of Lyons net investment in capital assets for its governmental and business-type activities as of December 31, 2014 amounts to \$29,239,289 (net of accumulated depreciation). This investment in capital assets includes land, water rights, buildings, streets, utility systems, improvements, machinery and equipment, park facilities and structures.

Major capital asset events during the current fiscal year included the following:

- Natural Disaster Grant Fund from CDPHE for water and sewer repairs
- Flood Debris Removal Contract
- Temporary Emergency Creek Work completed
- Public improvements of water, sewer, road, curb and gutter for Park Street (Main St -3<sup>rd</sup>)
- Temporary Repair of Second Avenue Bridge
- Phase I of Meadow Park completed
- Asphalt Patching Services
- Roof repair and Replacement on Town Hall
- Purchase of paper folding machine
- New Phone System for Town Hall and Annex

### **Town of Lyons Capital Assets (net of depreciation)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	2014	2013	2014	2013	2014	2013
Land & Water	\$ 17,041,616	\$ 14,461,168	\$ 4,185,811	\$ 2,133,572	\$ 21,227,427	\$ 16,594,740
Building and Improvements	3,662,108	3,214,938	-	-	3,662,108	3,214,938
Plant and systems	-	-	9,802,557	9,484,806	9,802,557	9,484,806
Machinery and Equipment	394,050	119,518	103,747	103,747	497,797	223,265
	<u>\$ 21,097,774</u>	<u>\$ 17,795,624</u>	<u>\$ 14,092,115</u>	<u>\$ 11,722,125</u>	<u>\$ 35,189,889</u>	<u>\$ 29,517,749</u>

Long-Term Debt – At the end of the current fiscal year, the Town of Lyons had debt outstanding of \$12,610,017. Debt represented by bonds and loans secured solely by specified revenue sources (i.e., revenue bonds) are within the proprietary funds. The Town also received a \$3.5 million advance from the State of Colorado for the FEMA reimbursements. The Town of Lyons does not hold any general obligation within the governmental funds. Capital Leases represent two loans on equipment held by the Governmental Funds. Both loans will be paid within two years. Compensated Absences represent the total employee benefit dollar amount (at current rate of pay) regarding vacation, sick and compensated time, earned but not taken. In addition to the summary below, see the notes to the Financial Statements section for more information.

### **Town of Lyons Outstanding Debt Revenue Bonds and Loans**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	2014	2013	2014	2013	2014	2013
Capital Lease	\$ 249,221	\$ 49,330	\$ -	\$ -	\$ 249,221	\$ 49,330
Advance from State	3,500,000	-	-	-	3,500,000	-
Compensated Absences	38,042	37,278	27,834	21,821	65,876	59,099
Revenue Bonds	-	-	820,000	890,000	820,000	890,000
Revenue Loans	-	-	8,040,796	3,081,744	8,040,796	3,081,744
Total	<u>\$ 3,787,263</u>	<u>\$ 86,608</u>	<u>\$ 8,888,630</u>	<u>\$ 3,993,565</u>	<u>\$ 12,675,893</u>	<u>\$ 4,080,173</u>

All issues of the Town of Lyons are unrated.

### **Economic Factors and Next Year's Budgets and Rates**

In preparing the 2014 budget, the Town had to estimate the fiscal impact on all revenues for the town and its government recovering from a devastating flood disaster that caused an estimated \$50 million in damages to the Town's infrastructure. The regional impact of the flood disaster changed local economic factors in projecting revenues with highways and businesses closed for months.

Business activity was expected to be down 40% in 2014, a continuation of the drastically reduced last quarter of 2013. However, between the hundreds of volunteers and supportive visitor's spending money in town, businesses actually saw one of the strongest years ever.

However, the Town remains cautious of the booming economy. It is difficult to predict if support of local businesses will continue into another summer season, especially now that the highways are reopened. The property values in Boulder County continue to increase, with many homes increasing 40% due to the lack of housing and desirous quality of life. The town lost nearly 20% of its housing stock in the flood and has very minimal land available for replacement housing outside of the floodplain. Workforce housing is almost nonexistent in Lyons at this time, rendering a shortage in workforce for local businesses.

Budget expenditures in 2014 were held to a minimum except for increases in areas that were deemed critical (all flood related costs for response and recovery). In addition to the flood recovery staff, numerous regular staff hours were able to be shifted from the Town budget and reimbursable as 'force labor' for flood recovery.

Electric rates were increased, and are anticipated to be reviewed again in 2016, following a Capital Improvement Plan being developed on the overall system. Plans continue for the Commercial Eastern Corridor. The town is working collaboratively with the City of Longmont to purchase or sell the decommissioned plants for redevelopment.

### **Contacting the Town's Financial Management**

This financial report is designed to provide the public, taxpayers, customers, investors and creditors with a general overview of the town's finances and to show the town's accountability for the funds and assets it receives. If you have questions about this report, or need additional financial information contact the Finance Director of the Town of Lyons at PO Box 49, 432 5<sup>th</sup> Ave, Lyons, Colorado 80540.

## **BASIC FINANCIAL STATEMENTS**

TOWN OF LYONS, COLORADO  
STATEMENT OF NET POSITION  
DECEMBER 31, 2014

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total 2014</u>
<u>Assets</u>			
Cash and cash equivalents	\$ 2,031,173	\$ 4,920,206	\$ 6,951,379
Restricted cash and cash equivalents	-	3,312,245	3,312,245
Receivables	292,308	783,088	1,075,396
Revolving loan funds receivable	65,000	-	65,000
Due from other governments	5,137,188	-	5,137,188
Property tax receivable	421,923	-	421,923
Internal balances	1,075,469	(1,075,469)	-
Prepaid expenses	570	-	570
Inventories	-	42,452	42,452
Capital assets not being depreciated			
Land, water rights and construction in progress	17,041,616	4,185,811	21,227,427
Capital assets, net of accumulated depreciation			
Buildings	392,349	-	392,349
Improvements	3,269,759	-	3,269,759
Plant and systems	-	9,802,557	9,802,557
Equipment	394,050	103,747	497,797
<b>Total Assets</b>	<b><u>30,121,405</u></b>	<b><u>22,074,637</u></b>	<b><u>52,196,042</u></b>
<u>Liabilities</u>			
<u>Current liabilities</u>			
Accounts payable and other current liabilities	1,358,348	465,811	1,824,159
Other current liabilities	58,336	50,488	108,824
Deposits	250	16,628	16,878
Due within one year	89,959	341,705	431,664
Due in more than one year	3,697,304	8,546,925	12,244,229
<b>Total Liabilities</b>	<b><u>5,204,197</u></b>	<b><u>9,421,557</u></b>	<b><u>14,625,754</u></b>
<u>Deferred Inflows of Resources</u>			
Unavailable resources property taxes	421,923	-	421,923
<b>Total Deferred Inflows of Resources</b>	<b><u>421,923</u></b>	<b><u>-</u></b>	<b><u>421,923</u></b>
<u>Net Position</u>			
Net investment in capital assets	20,848,553	8,390,736	29,239,289
Restricted			
Debt service	-	385,335	385,335
Capital outlay	-	3,159,417	3,159,417
Parks and open space	184,321	-	184,321
Grant expenditures	1,534,726	-	1,534,726
Unrestricted	1,927,685	717,592	2,645,277
<b>Total Net Position</b>	<b><u>\$ 24,495,285</u></b>	<b><u>\$ 12,653,080</u></b>	<b><u>\$ 37,148,365</u></b>

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

TOWN OF LYONS, COLORADO  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2014

Function/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position Primary Government		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities							
General government	\$ 1,136,428	\$ 94,917	\$ 120,261	\$ -	\$ (921,250)	\$ -	\$ (921,250)
Public safety	1,395,972	124,038	457,369	-	(814,565)	-	(814,565)
Public works and streets	1,399,796	-	932,934	3,104,755	2,637,893	-	2,637,893
Parks, recreation and cultural	869,699	174,270	193,571	-	(501,858)	-	(501,858)
Interest	6,411	-	-	-	(6,411)	-	(6,411)
Total governmental activities	4,808,306	393,225	1,704,135	3,104,755	393,809	-	393,809
Business-type activities							
Electric	1,269,945	1,259,792	-	22,501	-	12,348	12,348
Water and Sanitation	1,447,073	1,282,027	-	646,275	-	481,229	481,229
Total business-type activities	2,717,018	2,541,819	-	668,776	-	493,577	493,577
Total primary government	\$ 7,525,324	\$ 2,935,044	\$ 1,704,135	\$ 3,773,531	393,809	493,577	887,386
			General revenues				
			Property taxes	450,879	-	450,879	
			Sales and use taxes	756,343	-	756,343	
			Ownership taxes	23,947	-	23,947	
			Other taxes and fees	43,263	-	43,263	
			Unrestricted investment earnings	1,440	3,015	4,455	
			Intergovernmental	75,392	-	75,392	
			Loss on disposal of equipment	-	-	-	
			Other income	740,009	-	740,009	
			Total general revenues	2,091,273	3,015	2,094,288	
			Transfers	1,070,669	(1,070,669)	-	
			Extraordinary gain	223,945	-	223,945	
			Total general revenues, transfers extraordinary gains	3,385,887	(1,067,654)	2,318,233	
			Change in net position	3,779,696	(574,077)	3,205,619	
			Net position, beginning	20,715,589	13,227,157	33,942,746	
			Net position, ending	\$ 24,495,285	\$ 12,653,080	\$ 37,148,365	

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

**TOWN OF LYONS, COLORADO**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2014**

	Major Funds				Total Governmental
	General	Grants	Parks, Recreation, and Cultural	Other Governmental	
<b>Assets</b>					
Cash and cash equivalents	\$ 983,980	\$ 332,582	\$ 532,504	\$ 182,107	\$ 2,031,173
Cash held by county treasurer	2,304	-	-	-	2,304
Accounts receivable	100,491	156,388	33,125	-	290,004
Revolving loan funds receivable	-	65,000	-	-	65,000
Due from other governments	163,256	4,973,932	-	-	5,137,188
Property taxes receivable	421,923	-	-	-	421,923
Prepaid expenses	570	-	-	-	570
Due from other funds	-	1,361,505	-	2,214	1,363,719
<b>Total Assets</b>	<b>\$ 1,672,524</b>	<b>\$ 6,889,407</b>	<b>\$ 565,629</b>	<b>\$ 184,321</b>	<b>\$ 9,311,881</b>
<b>Liabilities</b>					
Accounts payable	\$ 139,016	\$ 1,207,577	\$ 11,755	\$ -	\$ 1,358,348
Accrued liabilities	50,567	5,404	2,365	-	58,336
Deposits	250	-	-	-	250
Due to other funds	207,079	-	81,171	-	288,250
Deferred revenue	-	156,388	-	-	156,388
<b>Total Liabilities</b>	<b>396,912</b>	<b>1,369,369</b>	<b>95,291</b>	<b>-</b>	<b>1,861,572</b>
<b>Deferred Inflows of Resources</b>					
Unavailable resources property taxes	421,923	-	-	-	421,923
Unavailable resources grants	163,256	4,366,151	-	-	4,529,407
<b>Total Deferred Inflows of Resources</b>	<b>585,179</b>	<b>4,366,151</b>	<b>-</b>	<b>-</b>	<b>4,951,330</b>
<b>Fund Balance</b>					
Nonspendable for					
Prepaid items	570	-	-	-	570
Restricted for					
Grant expenditures	380,839	1,153,887	-	-	1,534,726
Parks, recreation and cultural	-	-	-	184,321	184,321
Assigned to					
Subsequent year's expenditures	-	-	174,061	-	174,061
Parks, recreation and cultural	-	-	296,277	-	296,277
Unassigned	309,024	-	-	-	309,024
<b>Total Fund Balance</b>	<b>690,433</b>	<b>1,153,887</b>	<b>470,338</b>	<b>184,321</b>	<b>2,498,979</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<b>\$ 1,672,524</b>	<b>\$ 6,889,407</b>	<b>\$ 565,629</b>	<b>\$ 184,321</b>	<b>\$ 9,311,881</b>

Reconciliation of total fund balance to net assets of governmental activities:

Total fund balance shown above	2,498,979
Amounts reported for governmental activities in the statement of net assets are different because	
long-term liabilities are not due and payable in the current period and, therefore, not reported in the funds.	(3,787,263)
Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.	4,685,795
Capital assets used in governmental activities are not financial resources and, therefore, not reported in the funds.	21,097,774
<b>Net Position of Governmental Activities</b>	<b>\$ 24,495,285</b>

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

**TOWN OF LYONS, COLORADO**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2014**

	General Fund	Grants	Parks, Recreation and Cultural	Other Governmental	Total Governmental Funds
<b>Revenues</b>					
<b>Taxes</b>					
General property tax	\$ 450,879	\$ -	\$ -	\$ -	\$ 450,879
Specific ownership tax	23,947	-	-	-	23,947
Sales tax	374,873	-	187,437	-	562,310
Use tax	129,234	-	64,799	-	194,033
Other taxes and fees	23,658	-	19,605	-	43,263
Licenses and permits	94,917	-	-	-	94,917
Intergovernmental	118,584	3,741,722	-	20,280	3,880,586
Charges for services	-	-	174,270	-	174,270
Fines and forfeitures	124,038	-	-	-	124,038
Investment earnings	963	-	274	203	1,440
Rental income	109,748	-	-	-	109,748
Contributions and donations	3,243	545,991	414	-	549,648
Other income	16,906	-	138	-	17,044
<b>Total Revenues</b>	<b>1,470,990</b>	<b>4,287,713</b>	<b>446,937</b>	<b>20,483</b>	<b>6,226,123</b>
<b>Expenditures</b>					
General government	645,857	321,189	-	-	967,046
Public safety	354,776	1,041,196	-	-	1,395,972
Economic development	91,740	96,100	-	-	187,840
Public works	149,284	929,393	-	-	1,078,677
Library	78,483	-	-	-	78,483
Parks, recreation and cultural	-	398,208	342,037	-	740,245
Capital outlay	155,184	3,642,838	864	-	3,798,886
Debt service					
Principal	5,628	51,613	-	-	57,241
Interest	286	6,125	-	-	6,411
<b>Total Expenditures</b>	<b>1,481,238</b>	<b>6,486,662</b>	<b>342,901</b>	<b>-</b>	<b>8,310,801</b>
Excess of revenues over (under) expenditures	(10,248)	(2,198,949)	104,036	20,483	(2,084,678)
<b>Other financing sources (uses)</b>					
Transfers in	-	1,381,213	-	-	1,381,213
Transfers out	(154,716)	-	(72,460)	-	(227,176)
Capital lease proceeds	-	3,757,132	-	-	3,757,132
Insurance recoveries	59,069	1,464,745	-	-	1,523,814
<b>Total other financing sources (uses)</b>	<b>(95,647)</b>	<b>6,603,090</b>	<b>(72,460)</b>	<b>-</b>	<b>6,434,983</b>
Change in fund balances	(105,895)	4,404,141	31,576	20,483	4,350,305
Fund balance, beginning	796,328	(3,250,254)	438,762	163,838	(1,851,326)
Fund balance, ending	<u>\$ 690,433</u>	<u>\$ 1,153,887</u>	<u>\$ 470,338</u>	<u>\$ 184,321</u>	<u>\$ 2,498,979</u>

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

TOWN OF LYONS, COLORADO  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2014

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

		2014
Net change in fund balances, total governmental funds	\$	4,350,305
<p>Issuances of debt are treated as revenues in the governmental funds, but are recorded as liabilities on the statement of net position. Repayments of this debt are recorded as expenses in the governmental funds and reduce liabilities on the statements of net position.</p>		
Principal payments on capital lease	\$	57,241
Loan proceeds		(3,500,000)
Capital lease proceeds		(257,132)
Net amount by which lease proceeds exceeded principal payments		(3,699,891)
<p>Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.</p>		
Total governmental funds capital outlay - capitalized	\$	3,715,518
Donated capital assets are not reported as revenues at the fund level		4,500
Less current period depreciation		(417,868)
Net amount by which depreciation exceeded capital outlay in the current period		3,302,150
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds		(172,104)
Accrued compensated absences are not reported as an expenditure at the fund level.		(764)
Change in Net Assets of Governmental Activities	\$	3,779,696

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

TOWN OF LYONS, COLORADO  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
DECEMBER 31, 2014

	<u>Electric Fund</u>	<u>Water and Sanitation Fund</u>	<u>Totals</u>
<u>Assets</u>			
Current assets			
Cash and cash equivalents	\$ 3,175	\$ 4,917,031	\$ 4,920,206
Restricted cash, cash equivalents	152,828	3,159,417	3,312,245
Accounts receivable	122,843	660,245	783,088
Due from other funds	254,762	-	254,762
Inventory, at cost	29,800	12,652	42,452
Total current assets	<u>563,408</u>	<u>8,749,345</u>	<u>9,312,753</u>
Noncurrent assets			
Capital assets not being depreciated			
Land, construction in progress and water rights	49,215	4,136,596	4,185,811
Capital assets being depreciated			
Plant, systems and equipment	3,341,411	15,298,352	18,639,763
Less accumulated depreciation	<u>(926,775)</u>	<u>(3,620,873)</u>	<u>(4,547,648)</u>
Capital assets, net of accumulated depreciation	<u>2,414,636</u>	<u>11,677,479</u>	<u>14,092,115</u>
Total Assets	<u>2,978,044</u>	<u>20,426,824</u>	<u>23,404,868</u>
<u>Liabilities</u>			
Current liabilities			
Accounts payable	\$ 165,975	\$ 299,836	\$ 465,811
Due to other funds	-	1,330,231	1,330,231
Accrued liabilities	15,199	35,289	50,488
Customer deposits	13,743	2,885	16,628
Compensated absences-current	5,501	13,064	18,565
Revenue notes payable - current	75,000	248,516	323,516
Revenue bonds payable - current	18,189	-	18,189
Total current liabilities	<u>293,607</u>	<u>1,929,821</u>	<u>2,223,428</u>
Noncurrent liabilities			
Compensated absences	2,747	6,522	9,269
Notes payable	221,316	7,495,964	7,717,280
Bonds payable	801,811	-	801,811
Total noncurrent liabilities	<u>1,025,874</u>	<u>7,502,486</u>	<u>8,528,360</u>
Total Liabilities	<u>1,319,481</u>	<u>9,432,307</u>	<u>10,751,788</u>
<u>Net position</u>			
Net investment in capital assets	1,298,319	7,092,417	8,390,736
Restricted for capital outlay	-	3,159,417	3,159,417
Restricted for debt service	152,828	232,507	385,335
Unrestricted	207,416	510,176	717,592
Total Net Position	<u>\$ 1,658,563</u>	<u>\$ 10,994,517</u>	<u>\$ 12,653,080</u>

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

TOWN OF LYONS, COLORADO  
STATEMENT OF REVENUES, EXPENSES  
AND CHANGE IN NET POSITION  
PROPRIETARY FUNDS  
DECEMBER 31, 2014

	<u>Electric Fund</u>	<u>Water and Sanitation Fund</u>	<u>Totals</u>
<u>Operating revenues</u>			
Charges for services	\$ 1,233,458	\$ 1,255,420	\$ 2,488,878
Other	26,334	26,607	52,941
Total operating revenues	<u>1,259,792</u>	<u>1,282,027</u>	<u>2,541,819</u>
<u>Operating expenses</u>			
Operations and maintenance	937,086	672,286	1,609,372
Administrative	171,578	257,742	429,320
Depreciation and amortization	100,131	438,357	538,488
Total operating expenses	<u>1,208,795</u>	<u>1,368,385</u>	<u>2,577,180</u>
Operating income (loss)	<u>50,997</u>	<u>(86,358)</u>	<u>(35,361)</u>
<u>Non-operating revenues (expenses)</u>			
Investment earnings	278	2,737	3,015
Intergovernmental income	-	530,700	530,700
Interest on indebtedness	<u>(61,150)</u>	<u>(78,688)</u>	<u>(139,838)</u>
Total Non-Operating Revenues (Expenses)	<u>(60,872)</u>	<u>454,749</u>	<u>393,877</u>
Income (loss) before capital contributions, and transfers	(9,875)	368,391	358,516
Capital contributions	48,090	173,354	221,444
Transfers	<u>(400,789)</u>	<u>(753,248)</u>	<u>(1,154,037)</u>
Change in net position	(362,574)	(211,503)	(574,077)
Net position, beginning of year	<u>2,021,137</u>	<u>11,206,020</u>	<u>13,227,157</u>
Net position, end of year	<u>\$ 1,658,563</u>	<u>\$ 10,994,517</u>	<u>\$ 12,653,080</u>

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

TOWN OF LYONS, COLORADO  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
DECEMBER 31, 2014

	Electric	Water and Sanitation Fund	Total
<u>Cash flows from operating activities</u>			
Receipts from customers and users	\$ 1,624,286	\$ 1,438,278	\$ 3,062,564
Other services	26,334	26,607	52,941
Payments to suppliers and employees	(1,094,812)	(1,235,146)	(2,329,958)
Net cash provided by operating activities	<u>555,808</u>	<u>229,739</u>	<u>785,547</u>
<u>Cash Flows from NonCapital Financing Activities</u>			
Interfund borrowings	(992,371)	3,231,556	2,239,185
Transfers from other funds	(400,789)	(753,248)	(1,154,037)
Net cash provided by (used for) noncapital financing activities	<u>(1,393,160)</u>	<u>2,478,308</u>	<u>1,085,148</u>
<u>Cash flows from capital and related financing activities</u>			
Principal repayments	(87,258)	(223,690)	(310,948)
Contributions from customers	22,501	115,575	138,076
Interest paid	(61,150)	(78,688)	(139,838)
Intergovernmental capital grants	-	530,700	530,700
Proceeds from debt	-	5,200,000	5,200,000
Purchase of fixed assets	(2,963)	(2,822,147)	(2,825,110)
Net cash provided by (used for) capital and related financing	<u>(128,870)</u>	<u>2,721,750</u>	<u>2,592,880</u>
<u>Cash flows from investing activities</u>			
Change in restricted holdings	-	(3,159,417)	(3,159,417)
Interest earned	278	2,737	3,015
Net cash provided by (used for) investing activities	<u>278</u>	<u>(3,156,680)</u>	<u>(3,156,402)</u>
Net change in cash and equivalents	(965,944)	2,273,117	1,307,173
Cash and equivalents, beginning of year	<u>969,119</u>	<u>2,643,914</u>	<u>3,613,033</u>
Cash and equivalents, end of year	<u>\$ 3,175</u>	<u>\$ 4,917,031</u>	<u>\$ 4,920,206</u>
Operating income (loss)	\$ 50,997	\$ (86,358)	\$ (35,361)
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation	100,131	438,357	538,488
Purchase of inventory	(28,333)	(9,558)	(37,891)
Decrease (increase) in accounts receivable	394,505	211,708	606,213
Decrease (increase) in accounts payable	38,508	(324,410)	(285,902)
Total adjustments	<u>504,811</u>	<u>316,097</u>	<u>820,908</u>
Net cash provided by operating activities	<u>\$ 555,808</u>	<u>\$ 229,739</u>	<u>\$ 785,547</u>
<u>Schedule of non-cash capital and related financing activities</u>			
Contributions of capital assets	\$ 25,589	\$ 284,450	\$ 310,039

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

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Town of Lyons (the “Town”) was organized on April 6, 1891 as an incorporated municipality as defined by Colorado Revised Statutes. The Town is governed by an elected Mayor and a six member Board of Trustees (Board). The Town provides the following services to the residents and businesses: public safety (police and building inspections), economic development, streets and storm drainage, sewer treatment, water, electric, cultural activities, a library, parks and recreation, public improvements, planning and zoning, judicial, and general administrative services. Police protection is provided by an intergovernmental agreement with the Boulder County Sheriff's Office.

The accounting policies of the Town conform to generally accepted accounting principles (GAAP) as applicable to government units. The following is a summary of the more significant policies.

Reporting Entity

The definition of the reporting entity is based primarily on financial accountability. The Town is financially accountable for organizations that make up its legal entity. It is also financially accountable for legally separate organizations if the Town officials appoint a voting majority of the organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the Town. The Town may also be financially accountable for organizations that are fiscally dependent upon it.

Based on the application of these criteria, the financial statements include only the funds of the Town of Lyons for which the Mayor and Board of Trustees have oversight responsibility and the Town has no component units.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Fiduciary activity is not reported in the government-wide financial statements.

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide and proprietary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. There are no legal restrictions concerning the use of property taxes. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Property taxes, specific ownership taxes, sales taxes, public improvement fees, grants and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenues are considered measurable and available only when cash is received.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures and compensated absences are recorded only when payment is due.

Major Funds – In the fund financial statements, the Town reports the following major governmental funds:

- The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund.
- A *Grants Fund* is a special revenue fund created as a result of the flood that occurred September 12, 2013. This fund primarily captures grants, insurance proceeds, donations and expenses related to flood restoration.
- The *Parks, Recreation, and Cultural Fund* is a special revenue fund that accounts for the acquisition and maintenance of parkland and related facilities including the visitor center, as well as organizing and promoting special events and other community programs. Financing is provided by sales and use taxes, impact fees on new construction, activity fees, grants, donations, and other park use fees.

The Town reports the following major proprietary funds:

- *Electric Fund* - This enterprise fund was established to finance and account for the activities of the municipally owned electric utility. It is predominately self-supported by customer user charges but also receives revenue from investment fees for new connections.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

- *Water and Sanitation Fund* - This enterprise fund was established to finance and account for the acquisition, operation and maintenance of water facilities and wastewater facilities and distribution. It is predominately self-supported by customer user charges but also receives revenue from plant investment fees (tap fees). For financial reporting purposes the Sanitation Fund has been combined with the Water Fund for the year ended December 31, 2014 for a single fund presentation.

The Town reports one governmental fund as non-major:

- The *Conservation Trust Fund* is used to account for monies received from the Colorado Lottery, on a per capita basis. By statute, funds can be used for the acquisition, development, and maintenance of new conservation sites or for capital improvements or maintenance for recreational purposes on any public site.

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

Budgets

Budgets are adopted on a basis consistent with Colorado Revised Statutes and Local Government Budget Law. The budgets for the Town are adopted for all funds and presented on a basis consistent with GAAP except as follows. In the budgets for the enterprise funds: 1) bond and other debt proceeds are treated as other financing sources, and bond and other debt principal payments are treated as budget expenditures, 2) tap fees for the Electric Fund, Water and Sanitation Fund are treated as budgeted revenues, 3) no depreciation or amortization is budgeted 4) capital acquisitions are treated as budget expenditures and 5) losses on disposals of equipment are not recognized as revenues for budget purposes. Expenditures may not legally exceed budgeted appropriations at the fund level for all funds. Appropriations for all funds lapse at fiscal year-end. The budget of the Town is a detailed operating plan, which identifies estimated costs and results in relation to estimated revenues and represents a process through which policy decisions are made, implemented and controlled.

Legal Compliance – TABOR Amendment

Colorado voters passed an amendment to the Colorado Constitution (Article X, Section 20 or "TABOR") at the general election held on November 3, 1992. The language of TABOR applies to the State and all local governments, including the Town. TABOR has several limitations, including revenue increases, spending abilities, and other specific requirements of state and local government.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

TABOR generally requires that the voters of the town approve any new tax, increase of existing tax, or property tax mill levy increase. TABOR also limits increases in the Town's property tax revenue over the prior year to the rate of inflation plus the net percentage change in the actual value of all real property in the Town from construction of taxable real property improvements, minus destruction of similar improvements, and additions to, minus deletions from taxable real property, unless otherwise approved by the voters. Any revenues collected in excess of these limits are required to be refunded during the next fiscal year.

On November 8, 1994 the voters within the Town approved a ballot question which authorizes the Town to collect, retain and expend the full amount of revenues generated by the Town of Lyons without any increase in any tax rate. All remaining restrictions of TABOR remain in full force and effect.

The Town believes it is in compliance with the requirements of the amendment. In order to determine its compliance, the Town has made certain interpretations of the amendments language.

Prior to 2013, the Town has established an emergency reserve, representing 3% of qualifying expenditures, as required by TABOR. As a result of the 2013 flood, the Town's emergency declaration resolution authorized the use of its TABOR reserves. The emergency declaration was still in effect at the end of the fiscal year. As a result, the Town does not have a TABOR emergency reserve at December 31, 2014.

Restricted Revenue

Restrictions are placed upon certain revenue received by the Town when legally mandated to be used for specific purposes. Currently the voters have approved a restriction for 1% of the 3% sales and use tax to be used for parks and recreation.

Restricted Revenue (Continued)

Under this formula, sales and use tax was recorded in the funds as follows:

	<u>Percentage</u>	<u>Sales Tax</u>	<u>Use Tax</u>	<u>Total</u>
General Fund	66 2/3%	\$ 374,873	\$ 129,234	\$ 504,107
Parks, Recreation and Cultural Fund	33 1/3%	187,437	64,799	252,236
	100%	\$ 562,310	\$ 194,033	\$ 756,343

Assets, Liabilities and Net Position/Fund Balances

*Cash and Investments* – For purpose of the statement of cash flows, cash equivalents are defined as investments with original maturities of three months or less, which are available for unrestricted purposes. Investments are stated at fair value.

*Receivables* – All receivables are reported at their gross values and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. At December 31, 2014, management believes all receivables are collectible.

Accounts receivables in the enterprise funds represent the utility billings for customer accounts. Unpaid amounts represent an enforceable lien on the property; therefore no allowance for uncollectible amounts is made.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

*Interfund Receivables and Payables* – During the course of operations, numerous transactions occur between individual funds. The resulting receivables and payables are classified on the balance sheet as *due from other funds* and *due to other funds* because they are short-term in nature.

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as *internal balances*.

*Inventories* - Inventories are valued at cost, using the first-in, first-out (FIFO) method.

*Capital Assets* - Capital assets, including "public domain" infrastructure capital assets such as streets, bridges, curbs and gutters, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$10,000 for infrastructure assets and \$2,500 for all other capital assets, with an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of the donation.

Costs incurred for the purchase or construction of capital assets for governmental activities are recorded as capital outlay expenditures in the governmental funds. Only those infrastructure assets associated with governmental activities that were completed beginning in 2004 have been capitalized as additions.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Accumulated depreciation is reported on the government-wide financial statements.

Capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives. Capital assets not being depreciated include land, water rights, and construction in progress.

Building and improvements	10 - 30 years
Plant and systems	20 - 40 years
Infrastructure	20 years

*Deferred Outflows/Inflows of Resources* – In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. At December 31, 2014, the Town had no deferred outflows of resources. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. Deferred inflows of resources include property taxes earned but levied for a subsequent period and reimbursable grant revenues which were earned, but were not available at December 31, 2014.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

*Unearned Revenues* – Unearned revenues include insurance proceeds which were not available at December 31, 2014.

*Compensated Absences* – It is the policy of the Town to permit employees to accumulate a limited amount of earned but unused vacation, overtime, and sick leave benefit. Upon separation from Town service, earned but unused vacation and overtime is paid to the employee. Earned but unused sick leave is paid at one half (50%) value. Accumulated unpaid vacation pay is accrued when earned in the government-wide and proprietary fund type financial statements. A liability is reported in the governmental funds financial statements when payment is due. At December 31, 2014, \$65,876 of earned but unused vacation, overtime and sick leave percentage is recorded as an accrued liability.

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

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

*Net Position/Fund Balances* – In the government-wide financial statements, net position is restricted when constraints placed on the net position are externally imposed. Fund balances of the governmental funds are classified as follows:

*Nonspendable* – Amounts that cannot be spent either because they are in nonspendable form (i.e. inventories or prepaid items) or because they are legally or contractually required to be maintained intact.

*Restricted* – Amounts that can be spent only for specific purposes because of constitutional provisions, enabling legislation, constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

*Committed* – Amounts that can be used only for specific purposes determined by a formal action of the Board. The Board is the highest level of decision-making body for the Town. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board. The Town has no committed fund balance.

*Assigned* – Amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. Only the Board may assign fund balances for specific purposes.

*Unassigned* – All other spendable amounts.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

Property Taxes - Property taxes are levied by the Board and certified to Boulder County for collection by December 15 of each year. These taxes attach an enforceable lien on property as of January 1 of the succeeding year and are payable in full by April 30 or in two installments by March 2 and June 15 in the year of collection. The County Treasurer collects the property taxes and remits the collections to the Town on a monthly basis.

Retirement Commitments - Effective January 1, 1998, a Savings Incentive Match Plan for Employees (SIMPLE) IRA Plan was established by the Board of Trustees. Capital Guardian Trust Company administers the defined contribution plan with investments made within the American Funds Group chosen by the employee. Under this plan, participation by the employee is voluntary. If the employee chooses to participate, the Town will contribute a match of up to 3% of the employee's gross salary. A new employee is eligible to participate following successful completion of a six-month period during one of the semi-annual election periods. All amounts are 100% vested at the time of contribution. During the year ended December 31, 2014, the Town contributed \$16,216.

Risk Management

The Town is exposed to various risks of loss relating to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the Town is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, section 18(2). The purposes of CIRSA are to provide members defined liability and property coverage and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees or officers. It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability of loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverage at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. CIRSA is a separate legal entity and the Town does not approve budgets nor does it have ability to significantly affect the operations of the unit.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions that affect certain reported amounts and disclosures. The Town has recorded a receivable for approximately \$4,336,418 from the State of Colorado for the Federal and State share of costs related to the Federal Emergency Management Agency (FEMA) grants. Due to the nature of the grants and the fact that these grants are new both to the Town and the State of Colorado, the amounts which will ultimately be reimbursed by the State of Colorado is an estimate which may have a significant effect on future year's financial results. The Town believes that all costs which have been accrued are allowable.

NOTE 2 - CASH AND INVESTMENTS

A summary of deposits and investments as of December 31, 2014, follows:

Petty cash	\$ 1,580
Deposits	3,178,894
Investments	3,923,733
Funds held by other agencies	<u>3,159,417</u>
Total Cash and Investments	<u>\$ 10,263,624</u>

The above amounts are classified in the financial statements as follows:

Cash and investments	\$ 6,951,379
Restricted cash and investments	<u>3,312,245</u>
Total Cash and Investments	<u>\$ 10,263,624</u>

Deposits

*Custodial Credit Risk – Deposits* - In the case of deposits, this is the risk that in the event of bank failure, the government's deposits may not be returned to it. The Town's deposit policy is in accordance with CRS 11-10.5-101 et. seq., The Colorado Public Deposit Protection Act (PDPA), which governs the investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The financial institution is allowed to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. The institution's internal records identify collateral by depositor and as such, these deposits are considered uninsured but collateralized. The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. At December 31, 2014, the carrying amount of the Town's deposits was \$3,178,894 and the bank balance was \$3,200,963. Of this amount \$250,000 was covered by FDIC insurance. The remaining \$2,950,963 was included in the PDPA funds.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

*Credit Risk – Investments* - Colorado statutes specify which instruments units of local government may invest, which include:

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

The Town does not have an investment policy that would further limit its investment choices. The Town invests excess funds under the prudent investor rule. Criteria for selection of investments and their order of priority are:

- Safety
- Liquidity
- Yield

Investments

The Town invests funds in COLOTRUST PLUS+. The Colorado Local Government Liquid Asset Trust (COLOTRUST) was organized in 1985 in accordance with the Investment Funds - Local Government Pooling Act, (Part 7, Article 75, Title 24, Colorado Revised Statutes), to allow Colorado governmental entities to pool their funds to take advantage of short-term investments and maximize net interest earnings. Authorized securities include U.S. Treasury Securities, Federal Instrumentality Securities, Agency Securities, Repurchase Agreements and Tri-Party Repurchase Agreements, collateralized bank deposits, Commercial Paper that, at the time of purchase, is rated in its highest rating category by one or more nationally recognized organizations which regularly rate such obligations, and corporate bonds. The pool operates similar to a money market fund with a share value equal to \$1.00. This fund is rated AAAM by the Standard and Poor's Corporation. At December 31, 2014, the Town and had invested \$3,923,733 in COLOTRUST.

*Interest Rate Risk* - The Town has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. At December 31, 2014, the Town has interest rate risk related only to its investments in COLOTRUST. At December 31, 2014, COLOTRUST had a weighted average maturity of 41 days to reset and 79 days to maturity.

*Concentrations of Credit Risk*

The Town places no limit on the amount it may invest in any one issuer. At December 31, 2014, the Town had no concentration of investment credit risk.

*Custodial Credit Risk – Investments* - For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2014, the Town's investments consisted of the investment pool.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 3 - CASH - RESTRICTED

The Electric Fund revenue bond agreement contains a covenant provision requiring the Town to deposit restricted cash in the amount of \$118,638 as a bond reserve account. In addition, \$34,190 was contained in a bond sub-account restricted for debt service as of December 31, 2014.

The Water fund loan agreement with the Colorado Water Resources and Power Development Authority require three months operations and maintenance expense be restricted for debt service. There is not a requirement under the agreement to hold these funds in separate cash accounts. For purposes of the bond issue, the Water and Sanitation funds are combined. However, restricted amounts are reflected in each fund. The restricted amounts total \$232,507 as of December 31, 2014.

The Water fund obtained an additional loan from the Colorado Water Resources and Power Development Authority of which they are currently holding \$3,159,417 to be used to fund future improvements.

NOTE 4 - INTERNAL BALANCES

During the year ended December 31, 2014 the following amounts were transferred to the grant fund in order to move all insurance proceeds to the grant fund or to cover the Town's share of flood related costs by each fund.

	<u>Transfer From Other Funds</u>	<u>Transfer To Other Funds</u>
General Fund	\$ -	\$ 154,716
Grants Fund	1,381,213	-
Parks, Recreation, and Cultural Fund	-	72,460
Electric Fund	-	400,789
Water and Sanitation Fund	<u>-</u>	<u>753,248</u>
Totals	<u>\$ 1,381,213</u>	<u>\$ 1,381,213</u>

The following are the balances owed between funds as of December 31, 2014. All balances are expected to be repaid within one year.

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Major funds		
General Fund	\$ -	\$ 207,079
Grants Fund	1,361,505	-
Parks, Recreation, and Cultural Fund	-	81,171
Electric Fund	254,762	-
Water and Sanitation Fund	-	1,330,231
Non-Major Funds		
Conservation Trust Fund	<u>2,214</u>	<u>-</u>
Totals	<u>\$ 1,618,481</u>	<u>\$ 1,618,481</u>

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the governmental activities for the year ended December 31, 2014 was as follows:

	Balance 1/1/14	Additions	Deletions	Balance 12/31/14
<u>Governmental Activities</u>				
Capital assets, not being depreciated				
Land	\$ 13,870,198	\$ -	\$ -	\$ 13,870,198
Construction in progress	<u>590,970</u>	<u>3,046,730</u>	<u>(466,282)</u>	<u>3,171,418</u>
Total capital assets, not depreciated	<u>14,461,168</u>	<u>3,046,730</u>	<u>(466,282)</u>	<u>17,041,616</u>
Capital assets being depreciated				
Buildings	614,332	153,296	-	767,628
Improvements	3,614,143	645,432	-	4,259,575
Equipment	<u>322,059</u>	<u>340,842</u>	<u>-</u>	<u>662,901</u>
Total capital assets, depreciated	<u>4,550,534</u>	<u>1,139,570</u>	<u>-</u>	<u>5,690,104</u>
Less accumulated depreciation for				
Buildings	(280,305)	(94,974)	-	(375,279)
Improvements	(733,232)	(256,584)	-	(989,816)
Equipment	<u>(202,541)</u>	<u>(66,310)</u>	<u>-</u>	<u>(268,851)</u>
Total accumulated depreciation	<u>(1,216,078)</u>	<u>(417,868)</u>	<u>-</u>	<u>(1,633,946)</u>
Total capital assets being depreciated, net	<u>3,334,456</u>	<u>721,702</u>	<u>-</u>	<u>4,056,158</u>
Governmental activities Capital assets, net	<u>\$ 17,795,624</u>	<u>\$ 3,768,432</u>	<u>\$ (466,282)</u>	<u>\$ 21,097,774</u>

The amount of depreciation charged to each governmental function on the government-wide Statement of Activities is as follows:

General government	\$ 44,613
Public works and streets	320,960
Parks, culture and recreation	<u>52,295</u>
Total current year depreciation	<u>\$ 417,868</u>

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 5 - CAPITAL ASSETS (CONTINUED)

Capital asset activity for the business-type activities for the year ended December 31, 2014 was as follows:

	Balance 1/1/14	Additions	Deletions	Balance 12/31/14
<u>Business-type Activities</u>				
Capital assets, not being depreciated				
Land and water rights	\$ 1,547,588	\$ -	\$ -	\$ 1,547,588
CIP	<u>585,984</u>	<u>2,638,223</u>	<u>(585,984)</u>	<u>2,638,223</u>
Total capital assets, not depreciated	<u>2,133,572</u>	<u>2,638,223</u>	<u>(585,984)</u>	<u>4,185,811</u>
Capital assets being depreciated				
Plant and systems	13,411,842	759,378	-	14,171,220
Equipment	<u>185,867</u>	<u>96,862</u>	<u>-</u>	<u>282,729</u>
Total capital assets, depreciated	<u>13,597,709</u>	<u>856,240</u>	<u>-</u>	<u>14,453,949</u>
Less accumulated depreciation for				
Plant and systems	(3,927,036)	(498,277)	-	(4,425,313)
Equipment	<u>(82,121)</u>	<u>(40,211)</u>	<u>-</u>	<u>(122,332)</u>
Total accumulated depreciation	<u>(4,009,157)</u>	<u>(538,488)</u>	<u>-</u>	<u>(4,547,645)</u>
Total capital assets being depreciated, net	<u>9,588,552</u>	<u>317,752</u>	<u>-</u>	<u>9,906,304</u>
Business-type activities				
Capital assets, net	<u>\$ 11,722,124</u>	<u>\$ 2,955,975</u>	<u>\$ (585,984)</u>	<u>\$ 14,092,115</u>

Depreciation expense for the business-type activities totaled \$538,488 for the year ended December 31, 2014.

NOTE 6 - LONG TERM DEBT

	Balance 1/1/14	Advances	Payments	Balance 12/31/14	Due Within One Year
<u>Governmental activities</u>					
Capital leases	\$ 49,330	\$ 257,132	\$ 57,241	\$ 249,221	\$ 64,585
Advance from State	-	3,500,000	-	3,500,000	-
Compensated absences	<u>37,278</u>	<u>57,284</u>	<u>56,520</u>	<u>38,042</u>	<u>25,374</u>
	<u>\$ 86,608</u>	<u>\$ 3,814,416</u>	<u>\$ 113,761</u>	<u>\$ 3,787,263</u>	<u>\$ 89,959</u>

Compensated absences from the governmental activities are generally liquidated by the General Fund.

During 2014, the Town received an advance from the State of Colorado to assist with cashflow issues in the amount of \$3,500,000. The loan is to be paid with the final FEMA reimbursements. At this time, the date of those reimbursements is not known. The loan has no interest component.

Also, during 2014, the Town entered into a Community Disaster Loan (CDL) with FEMA in the amount of \$994,322. The loan bears interest at a rate of 1.75%. The loan is due on December 28, 2019, unless amounts are forgiven under Section 417 of the Stafford Disaster and Relief and Emergency Assistance Act. At December 31, 2014, no amounts have been drawn on this loan.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 6 - LONG TERM DEBT (CONTINUED)

Business-type activities

2003 Elec. Rev. Bonds	\$ 890,000	\$ -	\$ 70,000	\$ 820,000	\$ 75,000
2006 Elec. Rev. Note	313,574	-	17,257	296,317	18,189
2003 CWRPDA Loan	2,768,170	-	223,691	2,544,479	229,283
2013 CWRPDA Loan	-	5,200,000	-	5,200,000	19,233
Compensated absences	<u>21,821</u>	<u>41,068</u>	<u>35,055</u>	<u>27,834</u>	<u>18,565</u>
	<u>\$ 3,993,565</u>	<u>\$ 5,241,068</u>	<u>\$ 346,003</u>	<u>\$ 8,888,630</u>	<u>\$ 360,270</u>

The Town has leases classified as capital leases on equipment with an original cost of \$299,313 and a book value of \$259,563. Future minimum obligations and the net present value of these minimum lease payments are as follows:

<u>Year Ending December 31:</u>	
2015	\$ 90,484
2016	<u>166,188</u>
Total minimum leases payments	256,672
Less amount representing interest	<u>7,451</u>
Present value of minimum lease payments	<u>\$ 249,221</u>

- *Electric Fund – Revenue Bonds Payable*

Revenue bonds in the amount of \$1,480,000 were issued October 15, 2003 for the purpose of constructing an electrical substation. The average coupon rate is 4.76% over twenty years with final payment on December 1, 2023. These bonds are payable from the revenues of the Electric Fund and do not represent a general obligation of the town. The balance on this bond at fiscal year-end is \$820,000.

In 2006, a revenue note was issued in the amount of \$412,000 in support of the same project. The rate on this note is 5.4% with a twenty-year term. The balance as of December 31, 2013 is \$296,317.

- *Water fund - loans payable*

A loan agreement was approved June 1, 2003 with the Colorado Water Resources and Power Development Authority through the Drinking Water Revolving Fund in the principal amount of \$4,915,599 at 3.03% interest. Payments were due on February 1 and August 1 of each year, payable from the revenues of the Water and Sanitation Fund. Final payment was originally due on August 1, 2024.

This note was refinanced by the Colorado Water Resources and Power Authority in February 2013. The refinancing provided a present value savings of approximately 4.1% as a percentage of current outstanding loan principal. These anticipated refunding credits will be reduced against the Town's principal at the time the credit is issued. The balance remaining on December 31, 2014 is \$2,544,479.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 6 - LONG TERM DEBT (CONTINUED)

The Town entered into a loan agreement with the Colorado Water Resources and Power Development Authority through the Drinking Water Revolving Fund, dated April 18, 2014, in the principal amount of \$5,200,000. \$3,200,000 of the loan balance bears interest at 2.00% interest while the balance or “green” portion is at 0%. Payments were due on May 1 and November 1 of each year, payable from the revenues of the Water and Sanitation Fund. Final payment was originally due on November 1, 2034. The balance remaining on December 31, 2014 is \$5,200,000.

Principal and interest payments on long term debt are due as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 460,046	\$ 135,372	\$ 595,418
2016	567,142	150,960	718,102
2017	576,514	136,504	713,018
2018	590,997	126,562	717,559
2019	605,596	115,767	721,363
2020-2024	3,186,631	384,832	3,571,463
2025-2029	1,424,069	146,534	1,570,603
2030-2034	<u>1,449,801</u>	<u>52,422</u>	<u>1,502,223</u>
	<u>\$ 8,860,796</u>	<u>\$ 1,248,953</u>	<u>\$ 10,109,749</u>

Interest expense for the year ended December 31, 2014 totaled \$146,249

NOTE 7 - EQUITY

Net Position

As described in Note 1, net position in the Government-Wide Statement of Net Position is reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulators of other governments. At December 31, 2014 restrictions on the governmental activities net position totaled \$1,719,047. Restrictions on the net position of the business type activities totaled \$3,544,752.

NOTE 8 - COMMITMENTS AND CONTINGENCIES

The Town has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies, as well as matching obligations from the Town. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants.

Commitments

During 2014, the Town entered into a number of agreements related to the flood reconstruction and the new wastewater treatment plant. The total remaining balances of these agreements at December 31, 2015 is approximately \$4.6 million. The Town anticipates that the majority of these costs will be paid by loan proceeds or grant reimbursements.

TOWN OF LYONS, COLORADO  
NOTES TO FINANCIAL STATEMENTS

NOTE 9 - FLOOD DISASTER

During September, 2013, after historic rainfall, the Town of Lyons suffered significant damage from flash flooding of tributaries of the St. Vrain River. On September 24, 2013, a Presidential Disaster Declaration was issued. The Town estimates infrastructure damage at \$60 million and damage to the parks to be \$9 million. The Town is in the process of being awarded or has been awarded a number of different grants from different state and federal agencies that will assist in rebuilding of the Town and meeting the match requirements for the Federal Emergency Management Agency (FEMA) grants. These grants will also provide for the hiring of additional temporary personnel to implement and account for the awarded projects. The Town anticipates that these grants will exceed \$100 million.

Additional insurance proceeds were recognized in 2014 and resulted in an extraordinary gain of \$223,945.

NOTE 10 - SUBSEQUENT EVENT

During 2015, the Town Board of Trustees approved an intergovernmental agreement with the Lyons Urban Renewal Authority (LURA). The Board appointed certain Town employees as officers of the Authority. It is anticipated in 2016, LURA will be reported as a component unit of the Town.

**REQUIRED SUPPLEMENTARY INFORMATION**

TOWN OF LYONS, COLORADO  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
DECEMBER 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
<u>Taxes</u>				
General property tax	\$ 451,185	\$ 451,185	\$ 450,879	\$ (306)
Specific ownership tax	13,770	13,770	23,947	10,177
Sales tax	209,619	374,619	374,873	254
Use tax	83,600	128,600	129,234	634
Franchise tax	29,250	29,250	23,658	(5,592)
Licenses and permits	42,975	57,975	94,917	36,942
Intergovernmental	87,499	87,499	118,584	31,085
Fines and forfeitures	77,250	77,250	124,038	46,788
Investment earnings	1,000	1,000	963	(37)
Rental income	100,000	100,000	109,748	9,748
Contributions and donations	2,532	2,532	3,243	711
Other income	13,000	13,000	16,906	3,906
Total revenues	<u>1,111,680</u>	<u>1,336,680</u>	<u>1,470,990</u>	<u>134,310</u>
<u>Expenditures</u>				
<u>Current</u>				
<u>General government</u>				
Legislative council	18,500	18,500	23,803	(5,303)
Judicial	40,714	40,714	41,620	(906)
Administrative	142,195	142,195	129,861	12,334
Police	358,726	358,726	354,776	3,950
Economic development	139,806	139,806	91,740	48,066
Building inspections	41,000	61,000	57,458	3,542
Public works - streets	139,064	169,064	149,284	19,780
Planning	48,297	48,297	45,234	3,063
Health, welfare and community	60,398	60,398	41,913	18,485
Other general government	273,929	323,929	305,968	17,961
Library	89,643	89,643	78,483	11,160
Capital outlay	75,000	175,000	155,184	19,816
<u>Debt service</u>				
Principal	5,650	5,650	5,628	22
Interest	300	300	286	14
Total expenditures	<u>1,433,222</u>	<u>1,633,222</u>	<u>1,481,238</u>	<u>151,984</u>
Excess of revenues over (under) expenditures	<u>(321,542)</u>	<u>(296,542)</u>	<u>(10,248)</u>	<u>286,294</u>
<u>Other financing sources (uses)</u>				
Transfers in	165,205	165,205	-	(165,205)
Transfers out	-	(200,000)	(154,716)	45,284
Insurance recoveries	-	60,000	59,069	(931)
Total other financing sources (uses)	<u>165,205</u>	<u>25,205</u>	<u>(95,647)</u>	<u>(120,852)</u>
Net change in fund balances	<u>\$ (156,337)</u>	<u>\$ (271,337)</u>	<u>(105,895)</u>	<u>\$ 165,442</u>
Fund balances - beginning			<u>796,328</u>	
Fund balances - ending			<u>\$ 690,433</u>	

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

TOWN OF LYONS, COLORADO  
GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
DECEMBER 31, 2014

	<u>Budgeted Amounts</u>		
	<u>Original and Final</u>	<u>Actual Amounts</u>	<u>Variance with Final</u>
<u>Revenues</u>			
Intergovernmental	\$ 19,775,000	\$ 3,741,722	\$ (16,033,278)
Contributions and donations	25,000	545,991	520,991
Total revenues	<u>19,800,000</u>	<u>4,287,713</u>	<u>(15,512,287)</u>
<u>Expenditures</u>			
<u>Current</u>			
General government	1,000,000	321,189	678,811
Public safety	3,000,000	1,041,196	1,958,804
Economic development	-	96,100	(96,100)
Public works	6,941,875	929,393	6,012,482
Parks, recreation and cultural	8,000,000	398,208	7,601,792
Capital outlay	6,000,000	3,642,838	2,357,162
<u>Debt service</u>			
Principal	52,000	51,613	387
Interest	6,125	6,125	-
Total expenditures	<u>25,000,000</u>	<u>6,486,662</u>	<u>18,513,338</u>
Excess of revenues over (under) expenditures	<u>(5,200,000)</u>	<u>(2,198,949)</u>	<u>3,001,051</u>
<u>Other financing sources (uses)</u>			
Transfers in	-	1,381,213	1,381,213
Debt proceeds	3,750,000	3,757,132	7,132
Insurance recoveries	1,450,000	1,464,745	14,745
Total other financing sources (uses)	<u>5,200,000</u>	<u>6,603,090</u>	<u>1,403,090</u>
Net change in fund balances	<u>\$ -</u>	4,404,141	<u>\$ 4,404,141</u>
Fund balances - beginning		<u>(3,250,254)</u>	
Fund balances - ending		<u>\$ 1,153,887</u>	

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

TOWN OF LYONS, COLORADO  
PARKS, RECREATION, AND CULTURAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - BUDGET TO ACTUAL  
DECEMBER 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Sales tax	\$ 101,346	\$ 186,346	\$ 187,437	\$ 1,091
Use tax	42,651	64,651	64,799	148
Home additions fees	14,999	16,999	19,605	2,606
Interest income	500	500	274	(226)
Grants, contributions and donations	500	500	414	(86)
Charges for services				
Camping	13,425	53,425	57,126	3,701
Other park division charges	6,270	20,270	16,396	(3,874)
Recreation	10,900	10,900	17,748	6,848
Cultural and special events	26,500	81,860	83,000	1,140
Other income	1,000	1,000	138	(862)
Total revenues	<u>218,091</u>	<u>436,451</u>	<u>446,937</u>	<u>10,486</u>
<u>Expenditures</u>				
Administrative	32,374	54,374	32,569	21,805
Allocated expenses	3,600	30,600	23,748	6,852
Cultural and recreation				
Special event expenditures	24,500	74,500	63,202	11,298
Other culture and recreation expenditures	5,500	5,500	300	5,200
Parks				
Personnel	274,538	274,538	184,271	90,267
Operations and maintenance	53,140	53,140	29,900	23,240
Recreation	13,500	13,500	8,047	5,453
Capital improvements	-	1,000	864	136
Total expenditures	<u>407,152</u>	<u>507,152</u>	<u>342,901</u>	<u>164,251</u>
Excess (deficiency) of revenues over (under) expenditures	(189,061)	(70,701)	104,036	174,737
<u>Other financing sources (uses)</u>				
Transfers in (out)	<u>15,000</u>	<u>15,000</u>	<u>(72,460)</u>	<u>(87,460)</u>
Net change in fund balances	<u>\$ (174,061)</u>	<u>\$ (55,701)</u>	31,576	<u>\$ 87,277</u>
Fund balance, beginning			<u>438,762</u>	
Fund balance, end			<u>\$ 470,338</u>	

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

**OTHER SUPPLEMENTARY INFORMATION  
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

TOWN OF LYONS, COLORADO  
NON-MAJOR GOVERNMENTAL FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - BUDGET TO ACTUAL  
DECEMBER 31, 2014

	Conservation Trust Fund		
	Original and Final Budget	Actual	Variance With Final Budget
<u>Revenues</u>			
Intergovernmental revenue	\$ -	\$ 20,280	\$ 20,280
Investment earnings	200	203	3
Total revenues	200	20,483	20,283
<u>Other financing sources (uses)</u>			
Transfers out	(15,000)	-	15,000
Net change in fund balance	\$ (14,800)	20,483	\$ 35,283
Fund balance, beginning of year		163,838	
Fund balance, end of year		\$ 184,321	

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

TOWN OF LYONS, COLORADO  
ENTERPRISE FUNDS - SCHEDULE OF REVENUE, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
DECEMBER 31, 2014

	Electric Fund		
	Final Budget	Actual	Variance With Final Budget
<u>Revenues</u>			
Sales	\$ 1,288,044	\$ 1,233,458	\$ (54,586)
Investment / tap fees	13,500	22,500	9,000
Investment earnings	500	278	(222)
Other income	3,000	26,334	23,334
Total revenues	<u>1,305,044</u>	<u>1,282,570</u>	<u>(22,474)</u>
<u>Operating expenses</u>			
Electric wholesale purchases	890,000	786,746	103,254
Administrative	92,201	105,932	(13,731)
Personnel	41,868	45,118	(3,250)
Distribution and maintenance	154,200	105,222	48,978
Debt service			
Bond principal	87,257	87,258	(1)
Bond interest	61,858	61,150	708
Allocated expenses	62,935	65,646	(2,711)
Capital outlay	-	2,963	(2,963)
Transfers out	300,000	400,789	(100,789)
Total expenses	<u>1,690,319</u>	<u>1,660,824</u>	<u>29,495</u>
Net income (loss)	<u>\$ (385,275)</u>	(378,254)	<u>\$ 7,021</u>
<u>Reconciliation to change in net position</u>			
Add bond principal paid		87,258	
Donated assets		25,590	
Capital outlay		2,963	
Less depreciation expense		(100,131)	
Change in net position		<u>\$ (362,574)</u>	

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

TOWN OF LYONS, COLORADO  
ENTERPRISE FUNDS - SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL  
DECEMBER 31, 2014

	Water and Sanitation Fund		
	Final Budget	Actual	Variance With Final Budget
<u>Revenues</u>			
Water sales	\$ 1,264,155	\$ 1,245,009	\$ (19,146)
Water tap fees	78,000	115,575	37,575
Pipe water sales	23,585	10,411	(13,174)
Investment earnings	3,500	2,737	(763)
Intergovernmental	-	530,700	530,700
Miscellaneous	3,650	26,607	22,957
Total revenues	1,372,890	1,931,039	558,149
<u>Expenses</u>			
Administration	259,165	168,794	90,371
Treatment personnel	-	95	(95)
Treatment services	257,075	237,172	19,903
Distribution salaries	172,853	161,377	11,476
Distribution maintenance	429,810	273,642	156,168
Capital outlay	3,192,580	2,822,147	370,433
Debt service			
Principal	223,690	223,690	-
Interest	80,925	78,688	2,237
Allocated expenses	103,914	88,948	14,966
Transfers out	900,000	753,248	146,752
Total expenses	5,620,012	4,807,801	812,211
Net income (loss)	\$ (4,247,122)	(2,876,762)	\$ 1,370,360
<u>Reconciliation to change in net position</u>			
Donated assets		57,779	
Add bond principal paid		223,690	
Capital outlay		2,822,147	
Less depreciation expense		(438,357)	
Change in net position		\$ (211,503)	

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

**OTHER SUPPLEMENTARY INFORMATION  
STATE COMPLIANCE**

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>		City or County: Town of Lyons
		YEAR ENDING : December 2014
This Information From The Records Of (example - City of _ or County of _) Town of Lyons	Prepared By: Phone: 303-823-6622 ext 17	Tony Cavalier, Finance Director

**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)	193,116
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	129,251
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	1,169
2. General fund appropriations	326,744	b. Snow and ice removal	14,753
3. Other local imposts (from page 2)	23,947	c. Other	12,263
4. Miscellaneous local receipts (from page 2)	0	d. Total (a. through c.)	28,185
5. Transfers from toll facilities		4. General administration & miscellaneous:	81,114
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	107,244
a. Bonds - Original Issues		6. Total (1 through 5)	538,910
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)	350,691	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	0
<b>C. Receipts from State government</b> (from page 2)	188,219	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>	538,910	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>	
			538,910

**IV. LOCAL HIGHWAY DEBT STATUS**

(Show all entries at par)

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

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

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		538,910	538,910		0

Notes and Comments:

<b>LOCAL HIGHWAY FINANCE REPORT</b>	STATE: Colorado
	YEAR ENDING (mm/yy): December 2014

**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	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	23,947	g. Other Misc. Receipts	
6. Total (1. through 5.)	23,947	h. Other	
c. Total (a. + b.)	23,947	i. Total (a. through h.)	0
	(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	65,192	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	123,027	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	123,027	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	188,219	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	163,256	635	163,891
c. Construction:			
(1). New Facilities		29,225	29,225
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	29,225	29,225
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	163,256	29,860	193,116
			(Carry forward to page 1)

**Notes and Comments:**

**ADDITIONAL INFORMATION**

TOWN OF LYONS, COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended December 31,	2014	
Federal Awarding Agencies	Federal CFDA Number	Federal Awards Expended
U.S. Department of Homeland Security: Passed through the State of Colorado Colorado Department of Public Safety Division of Homeland Security and Emergency Management: Disaster Grants – Public Assistance (Presidentially Declared Disasters)	97.036	\$ <u>4,370,593</u>
Total U.S. Department of Homeland Security		<u>4,370,593</u>
U.S. Department of Transportation: Passed through the State of Colorado Colorado Department of Transportation Highway Planning and Construction	20.205	<u>163,256</u>
Total U.S. Department of Transportation		<u>163,256</u>
U.S. Department of Housing and Urban Development: Passed through the State of Colorado Department of Local Affairs Hurricane Sandy Community Development Block Grant Disaster Recovery Grants	14.269	<u>242,958</u>
Total U.S. Department of Housing and Urban Development		<u>242,958</u>
U.S. Department of Agriculture: Rural Business Enterprise Grants	10.769	35,514
Passed through the State of Colorado Department of Homeland Security and Emergency Management Environmental Quality Incentives Program	10.912	<u>168,968</u>
Total U.S. Department of Agriculture		<u>204,482</u>
U.S. Department of Interior:  Distribution of Receipts to State and Local Governments	15.227	<u>750</u>
Total U.S. Department of Interior		<u>750</u>
Total Expenditures of Federal Awards		<u>\$ 4,982,039</u>

TOWN OF LYONS, COLORADO  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Town of Lyons, Colorado and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2 – 2013 EXPENDITURES TO BE REPORTED IN 2014

Disaster Grants – Public Assistance expenditures are to be reported only after FEMA has approved the Project Worksheet (PW). Amounts expended in 2013 which are reported as federal financial assistance in 2014 totaled \$1,407,581. At December 31, 2014, there are no expenditures for unapproved PWs.



INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT  
AUDITING STANDARDS*

To the Board of Trustees  
Town of Lyons, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Lyons, Colorado (Town), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements, and have issued our report thereon dated September 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Town of Lyons, Colorado's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Lyons, Colorado's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Lyons, Colorado's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as 2014-A to be a material weakness.

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A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompany schedule of findings and questioned costs, as 2014-B and 2014-C, to be significant deficiencies.

### **Compliance and Other Matters**

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

### **Town of Lyons Colorado's Response to Findings**

The Town of Lyons, Colorado's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The Town's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **Purpose of this Report**

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

September 15, 2015  
Denver, Colorado

*Payette & Adams, LLC*



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
REQUIRED BY OMB CIRCULAR A-133

To the Board of Trustees  
Town of Lyons, Colorado

**Report on Compliance for Each Major Federal Program**

We have audited the Town of Lyons, Colorado's (Town) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on the Town of Lyons, Colorado's major federal program for the year ended December 31, 2014. The Town of Lyons, Colorado's major federal program for the year ended December 31, 2014 is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for the Town of Lyons, Colorado's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Town's compliance.

**Opinion on Each Major Federal Program**

In our opinion the Town of Lyons, Colorado complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2014.

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### **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 2014-001 and 2014-002. Our opinion on the major federal program is not modified with respect to these matters.

The Town's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The Town's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control Over Compliance**

Management of the Town of Lyons, Colorado is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town of Lyons, Colorado's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town of Lyons, Colorado's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

September 15, 2015  
Denver, Colorado

*Payette & Adams, LLC*

TOWN OF LYONS, COLORADO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended December 31, 2014

**Section I - Summary of Auditors' Results**

*Financial Statements*

Type of auditor's report issued: *unmodified opinion*

Internal control over financial reporting:

- Material weakness(es) identified?   X   Yes        No
- Significant deficiencies identified that are not considered to be material weaknesses?   X   Yes        No

Noncompliance material to financial statements noted?        Yes   X   No

*Federal Awards*

Internal control over major programs:

- Material weakness(es) identified?        Yes   X   No
- Significant deficiencies identified that are not considered to be material weakness(es)?   X   Yes        No

Type of auditor's report issued on compliance for major programs: *unmodified opinion*

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?   X   Yes        No

Identification of major programs: CFDA Number 97.036  
U.S. Department of Homeland Security:  
Disaster Grants – Public Assistance  
(Presidentially Declared Disasters)

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee?        Yes   X   No

TOWN OF LYONS, COLORADO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended December 31, 2014

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**Section II Findings - Financial Statement Findings**

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Reference Number	Finding
2014-A	
Criteria:	The Town of Lyons (Town) is responsible for establishing and implementing a system of internal accounting control that will prevent, detect and correct errors in a timely manner and to safeguard its assets.
Condition:	Based on the audit procedures performed we found proposed adjustments totaling approximately \$2.6 million to the Town's general ledger.
Cause:	The Town was flooded in September, 2013. As a result of this flood, the Town's governmental expenditures increased from approximately \$1.8 million in 2012 to \$8.3 million this fiscal year. Due to the timing and volume of transactions the Town was not able to record all of the required entries.
Effect:	The unadjusted general ledger was not materially correct at December 31, 2014.
Recommendation:	We recommend the Town continue to add temporary staff as necessary to ensure the accounting records are properly stated.
Auditee response:	The Town was able to hire and fill two finance positions in December 2014 after receiving a grant for flood recovery staffing from the Colorado Department of Local Affairs. Due to the effective date of the grant being October 22, 2014, the town could not hire personnel for those positions until the grant was executed. The Town was not able to afford hiring positions until this funding source was available. The Town is funded to staff an additional six finance/grant personnel. This will be an ongoing hiring process until all positions are filled. The Town will also review the capacity of staff needed to address the financial portion of the 2013 Flood rebuilding and recovery process. Additional funding sources will be sought out if further positions are required to ensure accounting of all records is properly recorded and stated by year-end.

TOWN OF LYONS, COLORADO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended December 31, 2014

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**Section II Findings - Financial Statement Findings**

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Reference Number	Finding
2014-B	
Criteria:	The Town of Lyons (Town) is responsible for establishing and implementing a system of internal accounting control that will prevent, detect and correct errors in a timely manner and to safeguard its assets.
Condition:	Based on the audit procedures performed we found that certain cash accounts had not been properly reconciled. These reconciliations were not performed in a timely manner.
Cause:	Due to security concerns, the Town closed its main bank account and opened a new bank account. Although the Town hired its financial software vendor in order to properly record transactions, not all deposits and checks were recorded properly. In addition, as noted above the Town is in a transition period and additional personnel maybe required to ensure that amounts are reconciled on a timely basis. Finally, the State of Colorado occasionally deposits funds belonging to one fund in another fund's accounts.
Effect:	The cash balances as reported in general ledger at December 31, 2014 required significant adjustments.
Recommendation:	We recommend the Town prioritize the cash reconciliation process and add temporary staff as necessary to ensure critical processes are completed.
Auditee response:	The Town had to open up a new account after incurring a cyber attack in March of 2014. The Town's financial process was massively interrupted with no online capability for eight months. The Town requested assistance from our financial software vendor - Caselle, to help transition financial modules to the new bank account. After three months of incomplete transfers, the Town financial system modules were reporting correctly. This three month process however, caused numerous duplicate entries as well as incorrect General Ledger postings. The Town is continuing to hire additional finance personnel to ensure critical processes, such as

cash reconciliation, remain a priority and are completed on a timely basis.

TOWN OF LYONS, COLORADO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended December 31, 2014

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**Section II Findings - Financial Statement Findings**

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Reference Number	Finding
2014-C	
Criteria:	The Town of Lyons (Town) is responsible for establishing and implementing a system of internal accounting control that will prevent, detect and correct errors in a timely manner and to safeguard its assets.
Condition:	Amounts of expenditures related to the FEMA grants are tracked on spreadsheets. These spreadsheets are not reconciled to the total amounts expended in the Town's general ledger. As a result, the spreadsheets include expenditures which are recorded in other Town funds on the general ledger and the general ledger, related to FEMA expenditures, includes amounts for which there will not be a request for reimbursement from FEMA.
Cause:	The FEMA spreadsheets continue to be adequate documentation to request funds from FEMA. Concerns regarding the general ledger only emerge when closing the accounting records at the end of the fiscal year.
Effect:	The general ledger showed less in costs than the spreadsheets. As a result, amounts maybe reported to FEMA which are not supported by FEMA-specific transactions in the general ledger.
Recommendation:	We recommend that on a periodic basis, the Town reconcile the expenditures shown in the spreadsheets to the expenditures reported in the general ledger.
Auditee response:	The Town will implement a periodic reconciliation process between grants and the General Ledger. As additional staff is hired, the town will be able to routinely accomplish critical tasks that it was unable to do in the months immediately following the disaster.

TOWN OF LYONS, COLORADO  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 For the Year Ended December 31, 2014

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**Section III Findings – Federal Award Findings and Questioned Costs**

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Reference Number	Finding	Questioned Costs
U.S. Depart U.S. Department of Homeland Security:		
2014-001	<p>Passed through the Colorado Department of Public Safety:            CFDA No. 97.036            Disaster Grants – Public Assistance (Presidentially Declared Disasters)</p> <p>Allowable Costs</p> <p>Criteria: OMB Circular A-87 requires that the Town maintain an internal control system to provide reasonable assurance that the federal awards are expended only for allowable activities and that the costs of goods and services charged to federal awards are allowable and in accordance with applicable cost principles.</p> <p>Condition: 60 invoices were selected for testing to determine if the invoices were appropriately reviewed and approved and if the costs were deemed allowable under the requirements of the grant. It was noted in 7 instances that there was no written evidence documenting the review and approval of the invoice in accordance with the Town’s policy.</p> <p>Cause: The Town, as a result of the flood, was required to hire additional staff to help with the cleanup effort as well as the accounting functions of the Town. With the influx of additional staff, the Town failed to adequately instruct the new personnel of the internal control requirements of the Town as it related to the grants as well as the Town in general. As a result in the first quarter of 2014 several invoices were processed without indications of review and approval by appropriate supervisors.</p> <p>Effect: The payment of invoices which may not have been appropriately reviewed and approved by someone with knowledge of the grant requirements and allowable costs could result in the payment of unauthorized and or unallowable cost related to a grant. This could result in requiring the Town to possible return funds back to the program even though costs were incurred.</p>	None

Recommendation: We recommend the Town of Lyons provide its staff adequate training as well as written process requirements related to purchase and payment for services to the Town.

Auditee response: The Town will implement a written procedure which will address payment of invoices only after being fully authorized. As new personnel are hired, the Town will implement sufficient training to address the financial procedures and processes.

TOWN OF LYONS, COLORADO  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 For the Year Ended December 31, 2014

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**Section III Findings – Federal Award Findings and Questioned Costs**

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Reference Number	Finding	Questioned Costs
U.S. Department of Homeland Security: 2014-002	<p>Passed through the Colorado Department of Public Safety:            CFDA No. 97.036            Disaster Grants – Public Assistance (Presidentially Declared Disasters)</p> <p>Procurement &amp; Suspension and Debarment</p>	None
Criteria:	<p>A-102 Common Rule requires that adequate controls are in place to provide assurance that the procurement of goods and services are made in compliance with requirements of the rule and that covered transactions (as defined in the suspension and debarment common rule) are not made with a debarred or suspended party.</p>	
Condition:	<p>A sample of 4 contracts issued in 2014 were reviewed and no documentation could be provided in 2 of the 4 contracts selected that a search of the SAMS site had been performed to insure that the contractor selected was not suspended or debarred.</p>	
Cause:	<p>The Town’s staff was acting under emergency rules until early 2014 and were not originally aware of the search requirement. When informed of the requirement they began performing the required search but failed to maintain any documentation to show that the search had been performed. Late in 2014, they began to maintain the documentation of the required search.</p>	
Effect:	<p>The use of suspended or debarred contractors could result in the Town incurring costs which would be disallowed. Nothing was found in a subsequent search of the SAMS site which would indicate that contractors used in 2014 were suspended or debarred.</p>	
Recommendation:	<p>We recommend the Town of Lyons continue to work with FEMA and State personnel to understand the requirements of the grants received. They should perform a search of the SAMS site for all new contracts and should maintain documentation to support that such a</p>	

Auditee response: In the latter part of 2014, the Town implemented a contracting process/procedure wherein contractors would be reviewed through the SAM.gov website to see if they are suspended or debarred. To be in compliance the Town will document any and all findings.

TOWN OF LYONS, COLORADO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended December 31, 2014

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**Section IV Prior Year Federal Award Findings and Questioned Costs**

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U.S. Department of Homeland Security:

2013-001                      Passed through the Colorado Department of  
Public Safety:  
CFDA No. 97.036  
Disaster Grants – Public Assistance (Presidentially  
Declared Disasters)

Allowable Costs  
Matching

Condition:                      All of the expenditures incurred during 2013  
were matched with in-kind donations. The  
computation of match amounts is not  
consistent. At times a vendor's standard rate  
was allowed, and at other times, a vendor's  
rate was reduced to the Bureau of Labor  
Statistics' value. This occurred when a vendor  
was performing services in his or her  
specialty. In addition, math errors were noted  
in computation of hours worked times rate  
allowed.

Status:                              The Town has been working with FEMA and  
State officials to determine the proper rates  
allowable for the in-kind portions of the grant.  
As of December 31, 2014, they have not  
requested any additional funding for these  
costs as they have not come to agreement with  
FEMA and the State as to the rates to be used  
and the allowable conditions for which  
volunteers may reimbursed.

Auditors Response:      Fully implemented.



**AMENDING THE BUDGET**  
**Statutory Budget Changes, Transfers and Supplemental Appropriations**  
**(CRS 29-1-109)**

Local governments subject to the local government budget law (CRS 29-1-101) must follow statutory procedures to authorize any spending in excess of the “appropriation” or spending authority of the budget. The appropriation must be made by fund (CRS 29-1-102(10)) within the budget and may be made by spending agency (a department, unit, commission, etc., see CRS 29-1-102(17)) within a fund) and the amounts appropriated shall not exceed the expenditures specified in the budget (29-1-108(2)). *The appropriation determines whether the budget must be amended in the statutory manner.*

**TYPES OF BUDGETARY CHANGES**

**Transfer Appropriated Moneys:** If the appropriation is by fund, that is, for the total amount of all the listed expenditures as originally budgeted regardless of department or other subunit, then moneys may be transferred from one line item to another within the fund without having to do a statutory budgetary amendment. If the appropriation is by spending agency within the fund, moneys may be transferred from one line item to another within the spending agency without having to do a statutory budgetary amendment. However, if moneys are to be transferred between appropriated funds or between appropriated spending agencies within a fund, the budget must be amended in the statutory manner because the appropriation of the fund or spending agency receiving the transfer must be increased above the initially appropriated amount by the amount transferred.

**Supplemental Budget and Appropriation:** If the local government receives revenues unanticipated or not assured at the time of the adoption of the budget from any source other than its property tax mill levy, the expenditure of such revenues requires the adoption of a supplemental budget and appropriation to authorize spending the “new” money above the initially appropriated amount. Any additional property tax revenue goes into fund balance and will be available for the next year’s budget.

**Revised Appropriation:** If revenues are lower than anticipated in the adopted budget, the governing board may adopt a revised (downward) appropriation ordinance or resolution and so reduce spending to less than what was originally budgeted.

**Budget Contingency :** In a situation where the local government has had an unforeseen emergency (not necessarily the same as the definition of a TABOR emergency in Article X, Sec. 20(2)(c)), the local government may adopt a budget contingency at a public meeting. The facts concerning the emergency should be detailed within the minutes of the public meeting at which the contingency is adopted, and afterward a copy of the resolution/ordinance adopting the contingency should be sent to the Division.



## STEPS TO AMEND THE BUDGET

The steps to amend the budget for a budgetary transfer or a supplemental budget and appropriation are: publish, or if total expenditures of the local government are less than \$50,000 post, the notice of meeting to

amend the budget; conduct the hearing; adopt the budget amendment by formal action; and file a copy of the adopted resolution or ordinance amending the budget with the Division of Local Government.

The notice required for amendments of the budget must indicate the same information contained in the notice of budget for the regular adoption of the budget. That information includes the date and time of the budget amendment meeting, information about the availability for inspection of the proposed amendment resolution or ordinance, and a statement that electors may file objections to the proposed budget at any time prior to the adoption of the budget (CRS 29-1-106).

**Timing:** Spending in excess of the appropriation is not permitted (CRS 29-1-110). Therefore, the statutory amendment of the budget or contingency must occur before spending in excess of the original appropriation. Local governments may wish to consult with legal counsel and their auditor on this matter.

Sample forms for budgetary transfers and for supplemental budget and appropriation resolutions or ordinances are available on our website and in the *Financial Management Manual* that can be found at the state auditor's website by linking to it from the Division of Local Government's Technical Assistance website:

[www.dola.colorado.gov/budgets](http://www.dola.colorado.gov/budgets)

For assistance, contact Technical Assistance staff at the Division of Local Government, (303)-866-2156.



**COLORADO**

Department of  
Local Affairs

## LOCAL GOVERNMENT BUDGET CALENDAR

The budget calendar is a general listing of the deadlines for the budget, for an audit and for the property tax certification process. Some deadlines are not statutory, but reflect good budgeting practices. For details on the applicable statutes listed below, please refer to the most current Colorado Revised Statutes (“C.R.S.”)

DATE	EVENT / ACTIVITY
1-Jan	Start of Fiscal Year; begin planning for the budget of the next year.
10-Jan	Deadline for assessor to deliver tax warrant to county treasurer (C.R.S 39-5-129.)
31-Jan	A certified copy of the adopted budget must be filed with the Division. (C.R.S 29-1-113(1)). - <b>If a budget is not filed, the county treasurer may be authorized to withhold the local government’s tax revenues.</b> -
10-Feb	The Division sends notification to local governments whose budgets have not been filed with the Division.
1-Mar	The U.S. Bureau of Labor Statistics releases the Consumer Price Index (the “CPI”) for the Denver/Boulder area. This annual percent change is used with “local growth” to calculate “fiscal year spending” and property tax revenue limitations of TABOR. (Article X, Sec. 20, Colo. Const.)
15-Mar	The Division will authorize the county treasurer to withhold tax revenues until a certified copy of the budget is filed with the Division.
31-Mar	Deadline to request exemption from audit. (C.R.S 29-1-604(3)) Contact the Local Government Audit Division, Office of the State Auditor, (303) 869-2800. The Division notifies local governments of its determination that the entity has exceeded the statutory property tax revenue limit (the “5.5%” limit).
30-Jun	Deadline for auditor to submit audit report to local government governing body. (C.R.S 29-1-606(a)(1))
31-Jul	Deadline for submitting annual audit report to the Office of the State Auditor. (C.R.S 29-1-606(3)) Deadline for request for extension of audit. (C.R.S 29-1-606(4)) - <b>If an audit is required but has not been filed, the county treasurer may be authorized to withhold the local government’s tax revenue</b> -
25-Aug	Assessors certify to all taxing entities and to the Division of Local Government the total new assessed and actual values (for real and personal property) used to compute the statutory and TABOR property tax revenue limits. (C.R.S 39-5-121 (2)(b) and 39-5-128,.) <b>If applicable, upon receipt of the Certification of Valuation, submit to the Division certifications of service impact from increased mining production and/or from increased valuation due to previously exempt federal property which has become taxable. Certifications of impact are required if the value is to be excluded from the tax revenue limit.</b> If applicable, apply to the Division for authorization to exclude from the limit the assessed valuation attributed to new primary oil or gas production from any producing land or leaseholds.
15-Oct	Budget officer must submit proposed budget to the governing body. (C.R.S. 29-1-105) Governing body must publish “Notice of Budget” upon receiving proposed budget. (C.R.S. 29-1-106(1))
1-Nov	Deadline for submitting applications to the Division for an increased levy pursuant to 29-1-302, C.R.S. and applications for exclusion of assessed valuation attributable to new primary oil or gas production from the 5.5% limit pursuant to (C.R.S. 29-1-301 (1)(b))
10-Dec	Assessors’ changes in assessed valuation will be made only once by a single notification (re-certification) to the county commissioners or other body authorized by law to levy property tax, and to the DLG. (C.R.S. 39-1-111(5))
15-Dec	Deadline for certification of mill levy to county commissioners (C.R.S 39-5-128(1)). Local governments levying property tax must adopt their budgets before certifying the levy to the county. If the budget is not adopted by certification deadline, then <b>90 percent</b> of the amounts appropriated in the current year for operations and maintenance expenses shall be deemed re-appropriated for the purposes specified in such last appropriation. (C.R.S. 29-1-108(2) and (3))
22-Dec	Deadline for county commissioners to levy taxes and to certify the levies to the assessor. (C.R.S. 39-1-111(1))
31-Dec	Local governments not levying a property tax must adopt the budget on or before this date; governing body must enact a resolution or ordinance to appropriate funds for the ensuing fiscal year. If the budget is not adopted by certification deadline, then <b>90 percent</b> of the amounts appropriated in the current year for operations and maintenance expenses shall be deemed re-appropriated for the budget year. (C.R.S 29-1-108(4))

More information is available on our website – [www.dola.colorado.gov/budgets](http://www.dola.colorado.gov/budgets)

Use our  system by visiting [www.dola.colorado.gov/e-filing](http://www.dola.colorado.gov/e-filing)



## Five Legal Limits on Local Government Budgets

### The Taxpayer's Bill of Rights (TABOR, Article X, Section 20, Colo. Const.) And the "5.5%" Annual Levy Law (29-1-301, C.R.S.)

There are three limitations on each local government's property tax, two of which are in TABOR:

1. **Mill Levy:** Voter approval in advance is required for any **mill levy increase**. [TABOR (4)(a)]
  - < A refund and abatement levy is not an increase in tax revenue, and therefore can be imposed outside of this limit. *Bolt v. Arapahoe County School District Number Six, a/k/a Littleton Public Schools*, 898 P.2d 525, 534 (Colo. 1995)
  - < Elections, which authorized unlimited mill levy increases, (i.e., Pre-TABOR general obligation debt), continue to authorize such increases without further voter approval. *Bolt* (supra)
  - < The most common interpretation of this limit is that a declining assessed valuation may mean less property tax revenue. An alternative interpretation, supported by language in the Bolt and Havens cases, is that only increases in tax rates, *which result in increases in revenue* need to be voted upon. (See the DLG research paper "TABOR, Gallagher and Mill Levies" for a lengthy discussion of this.)
  - < A technique, which many local governments have adopted to deal strategically with this limit, is to use a Temporary Property Tax Credit (39-1-111.5, C.R.S.) to prevent permanently lowering the mill levy when other limits (below) may require the mill levy to be lowered.
  
2. **TABOR Property Tax Revenue Limit:** The maximum allowable percentage increase in any district's **property tax revenue** is "inflation in the prior calendar year" plus "annual local growth." [TABOR (7)(c)]
  - Inflation [TABOR (2)(f)]:
    - < Annual percentage change in the Denver-Boulder Consumer Price Index (CPI).
    - < CPI is not released until about March 1 of the following year. Projections for the current year from reliable sources will be available from DLG in late March, June, September and December.
    - < CPI for 2005 was **2.1%**. OSPB & Legislative Council projections for 2006 are **3.4 %** and 3.5%, respectively, as of the 3<sup>rd</sup> quarter 2006. The Bureau of Labor Statistics actual Mid-Year CPI of July 05 to June 06 is 3.8%.
  - Local Growth [TABOR (2)(g)]:
    - < The net percentage change in actual value of all real property from construction of taxable real property improvements, minus destruction of similar improvements, and additions to, minus deletions from, taxable real property.
    - < The County Assessor provides the data needed to perform these calculations by August 25 of each year. **NOTE:** "all real property" does not include government-owned property.
    - < For school districts, "local growth" is the percentage change in student enrollment.
  
3. **The "5.5%" Property Tax Revenue Limit:** this is another limitation on the property tax line item in each local government budget. It is called the "Annual Levy Law" [29-1-301, C.R.S.], and requires that levies be lowered to prevent levying more revenue than a
  - < 5.5% increase from the prior year, and
  - < an additional amount for new construction, annexations/inclusions and other new property.
  - < It is possible to increase this limit for "**capital expenditures**" by governing board action without an election, by publishing a notice of a public hearing [29-1-301(1.2), C.R.S.]
  
  - < If the capital expenditures are for County Road & Bridge purposes, it is possible to secure a waiver from the Division of Local Government of the mandatory municipal share back requirement [29-1-



301(1.2)(b), C.R.S.]

- < If an increase in “oil & gas production” is experienced, it is possible to treat this as “new property” under this limit by initiating an application process through the Division of Local Government, which, if successful, will allow an additional increase in the “5.5%” limit [29-1-301(1)(b), C.R.S.]
- < This limitation on levy and revenue reflects the pre-TABOR property tax system, in which levies could be raised in any year to assure property tax as a regular source of revenue.

**NOTE:** these three limitations must operate in conjunction with each other. They are commonly harmonized by considering the limit, which produces the lowest revenue to be the limiting factor, precluding levying any revenue that may be allowed under the other two limits. DLG has developed a Property Tax Revenue Calculation Worksheet [DLG 53a] to assist in reconciling these three limitations.

**4. Fiscal Year Spending** This fourth budget limitation is on all annual TABOR non-exempt revenue.

- < The maximum percentage increase allowed in a district's "**fiscal year spending**" (FYS) is “inflation in the prior calendar year” plus “annual local growth,” adjusted for revenue changes approved by the voters. [TABOR (7)(b)]
  - "FYS" is defined [TABOR (2)(e)] as all expenditures and reserve increases except
    - a. Refunds made in the current or next fiscal year
    - b. Gifts
    - c. Federal funds
    - d. Collections for another government
    - e. Pension contributions by employees and pension fund earnings
    - f. Reserve transfers or expenditures
    - g. Damage awards
    - h. Property sales, and
    - i. Conservation Trust Fund distributions and other Great Outdoors Colorado Funds. *Submission of Interrogatories on SB 93-74*, 852 P.2d 1, 11-12 (Colo. 1993)
- < A “reserve” in its simplest form is any carry-forward or beginning balance
- < FYS operates as an overall revenue limitation for three reasons:
  - ❑ FYS includes all expenditures and reserve increases.
  - ❑ The exemptions (a through i, above) are mostly revenue sources.
  - ❑ TABOR (7)(d), which requires a refund of excess FYS, includes a number of references to revenues

**5. Debt limitation** (this TABOR limit on debt may not arise in each annual budget):

- < requires voter approval in advance for the “creation of any multiple fiscal year direct or indirect district debt or other financial obligation whatsoever...” [TABOR(4)(b)]
- < Exceptions are
- < refinancing district bonded debt at a lower interest rate
- < adding new employees to the district's pension plan
- < pledging adequate present cash reserves irrevocably, to be held for payment in all future fiscal years
- < "Debt" and "financial obligation" retain pre-TABOR case law definitions.
- < Does not include leases with annual appropriation requirements. *Board of County Commissioners of Boulder County v. Dougherty, Dawkins, Strand & Bigelow Inc.*, 890 p.2d 199, 207 (Colo. App. 1994)
  - ❑ Applies to Revenue Bonds (except enterprises - see below). *Nicholl v. E-470 Public Highway Authority*, 896 P.2d 859, 870 (Colo. 1995)

**Key Terms and Issues to understand when managing within these limits:**



**Enterprises** The provisions of TABOR apply to each "district," which is defined as "the state or any local government excluding enterprises." [TABOR (2)(d)]

- < There is not a definition in TABOR of "local government."
- < The definition of "enterprise" is not the same as that which is used under Generally Accepted Accounting Principles. Therefore, a TABOR enterprise is not simply a separate fund in a governmental accounting system; it has to meet three tests [(2)(d)]:
  1. A government-owned business:
    - I. an activity conducted in the pursuit of a benefit, gain, or livelihood. *Nicholl v. E-470 Public Highway Authority*, 896 P.2d 859, 868 (Colo. 1995)
    - II. the power to unilaterally impose taxes is inconsistent with the characteristics of a business, whether taxes are actually imposed or not. *Nicholl v. E-470 Public Highway Authority*, 896 P.2d 859, 869 (Colo. 1995)
    - III. the *district* and the *enterprise* which it "owns" must be separate entities.
  2. Authorized to issue its own revenue bonds.
    - IV. A "water activity enterprise" (water, sewer or drainage) can satisfy this test by being able to issue bonds through its governing body. *37-45.1-104(1), C.R.S.*
  3. Receives less than 10% of annual revenue in grants from all Colorado state and local governments combined.
    - V. Definition of "grant" has not been completely resolved for local governments. There are two contemporaneous interpretations:
      - For "Water Activity Enterprises" a grant does not have to be repaid, and does not apply to payments for provision of services, and [37-45.1-102(2), C.R.S.]
      - In State fiscal policy, a grant is a "direct cash subsidy." [24-77-102(7),C.R.S.]

**NOTE:** the Colorado Court of Appeals has stated that an enterprise can be created by a governing board's "implied powers ... reasonably necessary to the execution of expressly delegated or conferred powers." *Board of Eagle County Commissioners v. Fixed Base Operators, 96CA1042, April 3, 1997* This appears to authorize the establishment of local enterprises for purposes such as golf courses and other fee-based services, in the absence of specific statutory authority.

**Reserves** There are two types of reserves provided for in TABOR:

- < Emergency Reserves are to be used "for declared emergencies only," and are defined as 3% of Fiscal Year Spending (excluding bonded debt service). TABOR(5)
- < "Emergency" excludes: economic conditions, revenue shortfalls, or salary or fringe benefit increases. TABOR (2)(c)
- < General reserves, used in the definition of FYS. [TABOR(2)(e)]
- < These reserves are sometimes viewed as being the equivalent of "fund balances" in the Local Government Budget Law.
- < Reserves are usually designated as such by an action of the governing board or council. (**NOTE:** this is not the same term as "reserve" under Generally Accepted Accounting Principles.)

### Penalties

Under TABOR, if revenue is collected which causes the district to exceed the limits on FYS or TABOR property tax revenues, the excess must be refunded in the next fiscal year unless the voters approve a "revenue change." TABOR (7)(d)

- < Revenue collected, kept, or spent illegally since four full fiscal years before a suit is filed must be refunded with 10% annual simple interest. TABOR (1)
- < Governments may use any reasonable method for refunds, including temporary tax credits



and rate reductions. TABOR (1)

- < Refunds need not be proportional when the excess revenues are impracticable to identify or return. TABOR (1)

Under the “5.5%” limitation, if revenue is levied in excess of the limit, the Division of Local Government must order a reduction in the subsequent year’s mill levy as an offset. [29-1-301(6), C.R.S.]

## Elections

TABOR-related ballot issues can be held at an election in any November or on a district’s regular “biennial local election.” TABOR (3)(a)

- Elections are coordinated by the County Clerk & Recorder every November.
  - Coordinated elections require specific deadlines to be met, some of which are as early as July
  - All local governments except school districts may opt-out of coordinated elections by conducting their own “mail ballot” elections
- Districts may consolidate elections. TABOR (3)(a)
  
- < Voters can approve a delay of up to four years in voting on ballot issues. TABOR (3)(a)
- < Actions taken during that delay shall not extend beyond that period
- < It is not clear to what level the revenue base returns when such a period lapses
- < A number of “debrucing” elections have secured voter approval for specific actions for an open-ended period of time
- < Specific notice must be mailed to each address in the district where a registered voter resides, 30 days before the election. TABOR (3)(b)
- < Must be mailed as a package in coordinated elections (3)(b)
- < Must include:
  - VI. Election date, poll hours, ballot title, and local election office & phone number. (3)(b)(i)
  - VII. Fiscal Year Spending for the current year and each of the past four years, the overall percentage and dollar change. (3)(b)(ii)
  - VIII. Estimates of the maximum dollar amount of the tax and spending increase proposed, and of spending without the increase. (3)(b)(iii)
  - IX. For proposed bonded debt, the principal amount and maximum annual and total repayment cost, as well as the principal balance of the total current debt and its maximum annual and remaining total repayment cost. (3)(b)(iv)
  - X. Summaries of up to 500 words for and against the proposal. (3)(b)(v)

The “5.5%” limitation also allows an election to be held to increase the mill levy for revenue in excess of the limit. **Care must be taken to specifically address the limitations of the five listed above in the wording of a ballot issue.** “Debrucing” elections usually deal with “fiscal year spending” limits, gaining approval to keep and spend either certain revenues or all revenues. Often more than one issue will be combined into one question (i.e., a bond issue, property tax increase to redeem the bonds, and a fiscal year spending increase to accommodate the increased revenue. The Attorney General has interpreted the law to mean that such elections can “debruce” the “5.5%” property tax limitation, and permanently remove that limit from application to the local government [Attorney General’s Opinion #99-5]. Thus, the “5.5%” limit can be changed by the voters similar to the way that “Debrucing” elections have treated the TABOR limitations.