

TOWN OF BOW MAR, COLORADO

FINANCIAL STATEMENTS

December 31, 2015



Logan and Associates, LLC
CERTIFIED PUBLIC ACCOUNTANTS

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TOWN OF BOW MAR, COLORADO

Roster of Town Officials

December 31, 2015

Mayor

Rick Pilgrim

Board of Trustees

Gary Guilford, Mayor Pro-Tem
Merle McKittrick
Carrie McLaughlin
Anne Justen
Jane Carlson
Marsha Dennis

Administrative Staff

Karen Reutzel, Town Clerk/Treasurer

Town Attorney

Jack E. Reutzel, Esquire



INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the Board of Trustees
Town of Bow Mar
Bow Mar, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Bow Mar as of and for the year ended December 31, 2015, 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 the 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.

Auditor's Responsibility

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

An audit involves performing procedures to obtain 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 Town'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 Town'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 reasonable basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Town of Bow Mar as of December 31, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 the Town adopted the standard of Governmental Accounting Standards Board (GASB) No. 68 *Accounting and Financial Reporting for Pensions* for the year ended December 31, 2015. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the schedule of proportionate share of the net pension liability and the schedule of town contributions on pages 21 – 22 and the budgetary comparison schedule - general fund on pages 24 – 25 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the GASB who considers it to be an essential part of the 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 evidence sufficient to express an opinion or provide any assurance.

Management has omitted the management's discussion and analysis that GASB requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by GASB who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Bow Mar's basic financial statements. The accompanying local highway finance report is presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

Logan and Associates, LLC

Aurora, Colorado
June 28, 2016

BASIC FINANCIAL STATEMENTS

TOWN OF BOW MAR, COLORADO

STATEMENT OF NET POSITION

December 31, 2015

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
ASSETS			
Cash and Investments	\$ 530,310	\$ 61,006	\$ 591,316
Accounts Receivable	9,725	-	9,725
Property Taxes Receivable	621,900	-	621,900
Internal Balances	(1,500)	1,500	-
Net Pension Asset	27,346	-	27,346
Capital Assets, Not Being Depreciated	944,284	-	944,284
Capital Assets, Net of Accumulated Depreciation	277,663	-	277,663
TOTAL ASSETS	2,409,728	62,506	2,472,234
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows of Resources Related to Pensions	417	-	417
LIABILITIES			
Accounts Payable	9,696	-	9,696
TOTAL LIABILITIES	9,696	-	9,696
DEFERRED INFLOWS OF RESOURCES			
Deferred Property Taxes	621,900	-	621,900
NET POSITION			
Investment in Capital Assets Restricted for Emergencies	1,221,947	-	1,221,947
Parks, Recreation and Open Space	23,300	-	23,300
Unrestricted	55,922	-	55,922
	477,380	62,506	539,886
TOTAL NET POSITION	\$ 1,778,549	\$ 62,506	\$ 1,841,055

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

TOWN OF BOW MAR, COLORADO

STATEMENT OF ACTIVITIES
Year Ended December 31, 2015

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES	
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS
PRIMARY GOVERNMENT			
Governmental Activities			
General Government	\$ 177,514	\$ -	\$ 1,295
Public Safety	251,374	-	-
Public Works	35,332	142,202	49,071
Parks, Recreation and Open Space	47,042	-	5,744
Total Governmental Activities	511,262	142,202	56,110
Business-Type Activities			
The Bow Mar Foundation	9,236	-	2,650
TOTAL PRIMARY GOVERNMENT	<u>\$ 520,498</u>	<u>\$ 142,202</u>	<u>\$ 58,760</u>

GENERAL REVENUES

Property Taxes
Property Taxes - Roads
Specific Ownership Taxes
Franchise Taxes
Investment Income
Other

TOTAL GENERAL REVENUES

CHANGE IN NET POSITION

NET POSITION, Beginning, As Restated

NET POSITION, Ending

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

NET (EXPENSE) REVENUE
AND CHANGE IN NET POSITION

GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
\$ (176,219)	\$ -	\$ (176,219)
(251,374)	-	(251,374)
155,941	-	155,941
(41,298)	-	(41,298)
<u>(312,950)</u>	<u>-</u>	<u>(312,950)</u>
-	(6,586)	(6,586)
<u>(312,950)</u>	<u>(6,586)</u>	<u>(319,536)</u>
344,848	-	344,848
224,433	-	224,433
44,172	-	44,172
44,586	-	44,586
572	56	628
1,616	-	1,616
<u>660,227</u>	<u>56</u>	<u>660,283</u>
347,277	(6,530)	340,747
<u>1,431,272</u>	<u>69,036</u>	<u>1,500,308</u>
<u>\$ 1,778,549</u>	<u>\$ 62,506</u>	<u>\$ 1,841,055</u>

TOWN OF BOW MAR, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2015

	GENERAL	DEBT SERVICE	TOTALS
ASSETS			
Cash and Investments	\$ 530,310	\$ -	\$ 530,310
Accounts Receivable	9,725	-	9,725
Property Taxes Receivable	621,900	-	621,900
TOTAL ASSETS	\$ 1,161,935	\$ -	\$ 1,161,935
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 9,696	\$ -	\$ 9,696
Due from Foundation	1,500	-	1,500
TOTAL LIABILITIES	11,196	-	11,196
DEFERRED INFLOWS OF RESOURCES			
Deferred Property Taxes	621,900	-	621,900
FUND BALANCES			
Restricted for Emergencies	23,300	-	23,300
Restricted for Parks, Recreation and Open Space	55,922	-	55,922
Restricted for Debt Service	-	-	-
Committed for Road Improvements	132,879	-	132,879
Unassigned	316,738	-	316,738
TOTAL FUND BALANCES	528,839	-	528,839
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 1,161,935	\$ -	\$ 1,161,935

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:

Total Fund Balances of Governmental Funds	\$ 528,839
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	1,221,947
Net pension asset and deferred outflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds. These included net pension asset of \$27,346 and deferred outflows of resources related to pensions of \$417.	27,763
Total Net Position of Governmental Activities	\$ 1,778,549

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

TOWN OF BOW MAR, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
 December 31, 2015

	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>TOTALS</u>
ASSETS			
Cash and Investments	\$ 530,310	\$ -	\$ 530,310
Accounts Receivable	9,725	-	9,725
Property Taxes Receivable	621,900	-	621,900
	<hr/>	<hr/>	<hr/>
TOTAL ASSETS	<u>\$ 1,161,935</u>	<u>\$ -</u>	<u>\$ 1,161,935</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 9,696	\$ -	\$ 9,696
Due from Foundation	1,500	-	1,500
	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES	<u>11,196</u>	<u>-</u>	<u>11,196</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Property Taxes	621,900	-	621,900
	<hr/>	<hr/>	<hr/>
FUND BALANCES			
Restricted for Emergencies	23,300	-	23,300
Restricted for Parks, Recreation and Open Space	55,922	-	55,922
Restricted for Debt Service	-	-	-
Committed for Road Improvements	132,879	-	132,879
Unassigned	316,738	-	316,738
	<hr/>	<hr/>	<hr/>
TOTAL FUND BALANCES	<u>528,839</u>	<u>-</u>	<u>528,839</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
	<u>\$ 1,161,935</u>	<u>\$ -</u>	<u>\$ 1,161,935</u>

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:

Total Fund Balances of Governmental Funds	\$ 528,839
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	1,221,947
Net pension asset and deferred outflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds. These included net pension asset of \$27,346 and deferred outflows of resources related to pensions of \$417.	<u>27,763</u>
Total Net Position of Governmental Activities	<u>\$ 1,778,549</u>

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

TOWN OF BOW MAR, COLORADO

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
 Year Ended December 31, 2015

	GENERAL	DEBT SERVICE	TOTALS
REVENUES			
Taxes	\$ 658,039	\$ -	\$ 658,039
Licenses and Permits	142,202	-	142,202
Intergovernmental	56,110	-	56,110
Investment Income	572	-	572
Other	1,616	-	1,616
	<hr/>	<hr/>	<hr/>
TOTAL REVENUES	858,539	-	858,539
EXPENDITURES			
General Government	177,514	-	177,514
Public Safety	255,795	-	255,795
Public Works	298,569	-	298,569
Parks, Recreation and Open Space	44,533	-	44,533
	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURES	776,411	-	776,411
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<hr/>	<hr/>	<hr/>
	82,128	-	82,128
OTHER FINANCING SOURCES (USES)			
Transfers In	7,929	-	7,929
Transfers (Out)	-	(7,929)	(7,929)
	<hr/>	<hr/>	<hr/>
TOTAL OTHER FINANCING SOURCES (USES)	7,929	(7,929)	-
NET CHANGE IN FUND BALANCES	<hr/>	<hr/>	<hr/>
	90,057	(7,929)	82,128
FUND BALANCES, Beginning	<hr/>	<hr/>	<hr/>
	438,782	7,929	446,711
FUND BALANCES, Ending	<hr/>	<hr/>	<hr/>
	\$ 528,839	\$ -	\$ 528,839

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

TOWN OF BOW MAR, COLORADO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2015

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:

Net Change in Fund Balances of Governmental Funds	\$ 82,128
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 allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount of capital outlay \$266,569 exceed depreciation expense (\$5,841) in the current year.	260,728
Governmental funds report pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which costs of benefits earned exceeded pension contributions from the measurement date to the fiscal year end.	<u>4,421</u>
Change in Net Position of Governmental Activities	<u><u>\$ 347,277</u></u>

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

TOWN OF BOW MAR, COLORADO

STATEMENT OF NET POSITION
PROPRIETARY FUND
December 31, 2015

	<u>FOUNDATION</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 61,006
Due to Town	<u>1,500</u>
TOTAL ASSETS	<u>62,506</u>
NET POSITION	
Unrestricted	<u>62,506</u>
TOTAL NET POSITION	<u><u>\$ 62,506</u></u>

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

TOWN OF BOW MAR, COLORADO

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION

PROPRIETARY FUND

Year Ended December 31, 2015

	<u>FOUNDATION</u>
OPERATING REVENUES	
Donations	<u>\$ 2,650</u>
OPERATING EXPENSES	
Scholarships	6,000
Landscape Improvements	<u>3,236</u>
TOTAL OPERATING EXPENSES	<u>9,236</u>
OPERATING INCOME	(6,586)
NONOPERATING REVENUES	
Investment Income	<u>56</u>
CHANGE IN NET POSITION	(6,530)
NET POSITION, Beginning	<u>69,036</u>
NET POSITION, Ending	<u>\$ 62,506</u>

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

TOWN OF BOW MAR, COLORADO

STATEMENT OF CASH FLOWS

PROPRIETARY FUND

Increase (Decrease) in Cash and Cash Equivalents
Year Ended December 31, 2015

	<u>FOUNDATION</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Donors	\$ 2,650
Cash Paid to Scholarships and Suppliers	<u>(9,236)</u>
Net Cash Used by Operating Activities	<u>(6,586)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Payments to the Town	<u>(1,500)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest Received	<u>56</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(8,030)
CASH AND CASH EQUIVALENTS, Beginning	<u>69,036</u>
CASH AND CASH EQUIVALENTS, Ending	<u>\$ 61,006</u>

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

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Bow Mar (the "Town") is a Colorado statutory town (a municipal corporation), incorporated in 1958 and is governed by a Mayor and six-member Board of Trustees elected by the residents. The Town provides public safety, public improvements, planning and zoning, municipal court, parks and recreation and general administrative services to its residents.

The accounting policies of the Town conform to generally accepted accounting principles as applicable to government entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Town adopted GASB statement No. 68 *Accounting and Financial Reporting for Pensions* (Statement No. 68), for the year ended December 31, 2015. Adoption of this statement revised and established new reporting requirements for pension benefits provided by the Town to its employees (See NOTE 6). Following is a summary of the more significant policies:

Reporting Entity

In accordance with governmental accounting standards, the Town has considered the possibility of including additional entities in its financial statements.

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 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 to 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 Town includes the following entity in its financial statements.

The Bow Mar Foundation (Foundation) provides improvement and beautification activities within the Town limits to enhance the quality of life of the residents. The Town Board of Trustees act as the governing board of the Foundation. The Foundation is reliant upon the Town to approve projects and receive funding. The Foundation does not issue separate financial statements and is blended into in the Town's financial statements as an enterprise fund.

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 activities of the Town and its component unit. 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, donations and charges for support.

The statement of net position reports all financial, capital and debt resources of the Town. The difference between the assets, deferred outflows of resources and liabilities and deferred inflows of resources of the Town is net position.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment 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 the proprietary fund. Major individual funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants 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 year or soon enough thereafter to pay liabilities of the current year. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current year.

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. 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 nonoperating revenues and expenses.

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

The Town reports the following major governmental fund:

General Fund – is the Town's primary operating fund that accounts for all financial resources of the Town, except those required to be accounted for in another fund.

The Town reports the following major proprietary fund:

The Bow Mar Foundation provides for the improvement and beautification of the Town and for scholarships to Town residents.

Assets, Liabilities and Net Position/Fund Balances

Cash and Investments - Cash equivalents include investments with original maturities of three months or less. Investments are stated at fair value.

Receivables - All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Capital Assets - Capital assets, which include land and land improvements, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary fund in the fund financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Infrastructure assets acquired or constructed after 2003 are capitalized. 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 donation.

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

Capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives.

Land Improvements	15 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 classification represents a consumption of net position that applies to a future period(s) and therefore will not be recognized as an outflow of resources (expense/expenditures) until then. The Town has items related to pensions that are reported as deferred outflows of resources at December 31, 2015.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement classification represents an acquisition of net position that applies to a future period(s) and therefore will not be recognized as an inflow of resources (revenue) until then. The Town has an item related to property tax revenue that is reported as deferred inflows of resources at December 31, 2015.

Net Position - In the government-wide financial statements and the proprietary fund on the fund financial statements, net position are restricted when constraints placed on the net position are externally imposed.

- Investment in Capital Assets - This classification is intended to report the portion of net position which is associated with non-liquid, capital assets.
- Restricted Net Position - This classification includes liquid assets which have third party limitation on their use.

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

- Unrestricted Net Position – This classification includes the residual net position that does not meet the classification of “investment in capital assets” or “restricted.”

Fund Balance Classification – The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form (such as prepaid items) or (b) are legally or contractually required to be maintained intact.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Town’s highest level of decision-making authority, the Board of Trustees. The constraint may be removed or changed only through formal action of the Board of Trustees.
- Assigned – This classification includes amounts that are constrained by the Town’s intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Board of Trustees to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or changed than those imposed on committed amounts.
- Unassigned – This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

The Town has not established a formal policy for its use of restricted and unrestricted fund balance. However, if both the restricted and unrestricted fund balances are available the Town uses restricted fund balance first.

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pensions

The Town has the Town of Bow Mar Old Hire Police Pension Fund, which is an affiliated local – agent employer pension plan (the “Plan”). The net pension asset, deferred outflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1 and are levied the following January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer’s Office collects property taxes and remits to the Town on a monthly basis.

Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; or acts of God. The Town maintains commercial insurance for these risks of loss.

Subsequent Events

The Town has evaluated events subsequent to the year ended December 31, 2015 through June 28, 2016, the date of these financial statements were issued, and has incorporated any required recognition into these financial statements.

NOTE 2: CASH AND INVESTMENTS

A summary of cash and investments at December 31, 2015, follows:

Cash Deposits	\$ 521,539
Investments	<u>69,777</u>
Total	<u>\$ 591,316</u>

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of Federal Deposit Insurance Corporation (FDIC) levels must be collateralized by eligible collateral as determined by the PDPA.

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 2: CASH AND INVESTMENTS (Continued)

Cash Deposits (Continued)

The FDIC insures depositors' accounts up to \$250,000 for each financial institution. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another approved institution, or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2015 the Town had cash deposits with a carrying amount of \$521,539. The bank balances with the financial institutions were \$529,206 of which \$218,200 were collateralized with securities held by financial institutions' agents but not in the Town's name.

Investments

The Town is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest, which include the following. State statutes do not address custodial risk. State statutes generally limit investments to an original maturity of five years, unless the governing board authorizes the investment for a period in excess of five years.

- Obligations of the United States and certain U.S. agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Banker's 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

Local Government Investment Pools - At December 31, 2015, the Town had \$13,855 and \$55,922 invested in the Colorado Surplus Asset Fund Trust (CSAFE) and the Colorado Local Government Liquid Asset Trust (Colotrust), respectively, investment vehicles established by State statute for local government entities in Colorado to pool surplus funds. The Pools operate in conformity with the Securities and Exchange Commission's Rule 2a7 as promulgated under the Investment Company Act of 1940, as amended. The Pools are rated AAAM by Standard and Poor's. Investments of the Pools are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 3: CAPITAL ASSETS

Capital assets activity for the year ended December 31, 2015, is summarized below:

	Balances 12/31/2014	Additions	Deletions	Balances 12/31/2015
Governmental Activities				
Capital Assets, not being depreciated				
Land	\$ 944,284	\$ -	\$ -	\$ 944,284
Capital Assets, being depreciated				
Land Improvements	37,634	-	-	37,634
Infrastructure	-	266,569		266,569
Total Capital Assets, being depreciated	<u>37,634</u>	<u>266,569</u>	<u>-</u>	<u>304,203</u>
Less accumulated depreciation				
Land Improvements	(20,699)	(2,509)	-	(23,208)
Infrastructure	-	(3,332)		(3,332)
Total accumulated depreciation	<u>(20,699)</u>	<u>(5,841)</u>	<u>-</u>	<u>(26,540)</u>
Total Capital Assets, being depreciated, net	<u>16,935</u>	<u>260,728</u>	<u>-</u>	<u>277,663</u>
Total Capital Assets, net	<u><u>\$ 961,219</u></u>	<u><u>\$ 260,728</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,221,947</u></u>

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

Governmental Activities	
Public Works	\$ 3,332
Parks, Recreation and Open Space	<u>2,509</u>
Total	<u><u>\$ 5,841</u></u>

NOTE 4: RETIREMENT COMMITMENTS

Old Hire Police Pension Plan

Effective December 6, 2004, the Town contracted with the Town of Columbine Valley to provide all police and municipal court services for the Town. As such, the Town no longer employs police officers. However, individuals who have previously served the Town as police officers may be eligible to participate in the following pension plan.

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 4: RETIREMENT COMMITMENTS (Continued)

Old Hire Police Pension Plan (Continued)

Plan Description - The Town's police hired prior to April 8, 1978, are covered by an agent multiple-employer defined benefit pension plan. The Plan provides retirement benefits to plan members and beneficiaries as specified in Colorado Revised Statutes (C.R.S.) Title 31, Article 30.5. State statutes establish basic benefit provisions for the Plan and assign the authority to establish and amend benefit provisions of the Plan to the Town's Pension Board of Trustees. Assets of the plan are commingled for investment purposes in the Fire and Police Member's Benefit Fund. The Plan is affiliated with and administered by the Fire and Police Pension Association of Colorado (FPPA). FPPA issues publicly available comprehensive annual financial report that can be obtained at www.fppaco.org/PDF/annual-reports/14.annual.report.pdf.

Benefits Provided - Any police officer who attained the earlier, of fifty-five and twenty years of active service, or twenty-five years of active service, is eligible for a monthly pension payment equivalent to one-half of their average monthly salary one year before retirement. If a police officer dies, the surviving spouse receives, until death or remarriage, a monthly pension equal to one-half of the amount the officer was entitled to receive prior to death.

Contributions - The Plan receives contributions from the Town based on an actuarially determined amount, as required by State statute. The actuarial study as of January 1, 2014, indicated that the current level of contributions to the Plan are adequate to support on an actuarially sound basis the prospective benefits, including administrative costs, of the present Plan. There were no contributions made to the Plan for the year ended December 31, 2015.

Administrative costs of the plan are paid from the pension fund. There are no investments in, loans to or leases with parties related to the Plan.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources Related to Pensions - At December 31, 2015, the Town reported a net pension asset of \$27,346. The net pension asset was measured as of December 31, 2014, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date.

For the year ended December 31, 2015, the Town recognized pension expense of \$169. At December 31, 2015, the Town reported deferred outflows of resources from the following sources:

	<u>Deferred Outflows of Resources</u>
Net difference between projected and actual Earnings on pension plan investments	<u>\$ 417</u>

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE 4: RETIREMENT COMMITMENTS (Continued)

Old Hire Police Pension Plan (Continued)

This amount of deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31:

2016	\$	104
2017		104
2018		104
2019		<u>105</u>
Total	\$	<u>417</u>

Actuarial Assumptions

The January 1, 2014 actuarial valuation was used to determine the actuarially determined contribution for the fiscal year ending December 31, 2014. The valuation used the following actuarial assumption and other inputs:

Long-term investment rate of return	7.50%
Municipal bond rate	3.65%

Long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2014 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Rate of Return</u>
Global equity	40.0%	8.9%
Equity Long/Short	10.0%	7.5%
Illiquid Alternatives	18.0%	10.5%
Fixed Income	15.0%	4.6%
Absolute Return	12.0%	6.5%
Managed Futures	4.0%	5.5%
Cash	<u>1.0%</u>	2.5%
Total	<u>100.0%</u>	

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 4: RETIREMENT COMMITMENTS (Continued)

Old Hire Police Pension Plan (Continued)

Single Discount Rate – The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Board’s funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the plan fiduciary net pension was projected to be available to make all the projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Town’s Net Pension Asset to Changes in the Single Discount Rate

The following presents the Town’s net pension liability/(asset) calculated using the single discount rate of 7.5%, as well as what the Town’s net pension liability/(asset) would be if it were calculated using a single discount rate that is 1% lower or 1% higher than the current rate:

	1% Decrease 6.5%	Current Single Discount Rate 7.5%	1% Increase 8.5%
Town’s Net Pension (Asset)	<u>\$ (26,358)</u>	<u>\$ (27,346)</u>	<u>\$ (28,262)</u>

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in FPPA’s comprehensive annual financial report at www.fppaco.org/PDF/annual-reports/14.annual.report.pdf.

NOTE 5: COMMITMENTS AND CONTINGENCIES

Tabor Amendment

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

In November 1997, the Town’s voters authorized the Town to collect and retain all revenues generated from all sources of the Town without any limitation contained in the Amendment. In addition, the Town’s voters authorized the Town to increase the property tax mill levy without exceeding the annual property tax increase of 5.5% set forth in State statutes.

TOWN OF BOW MAR, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 5: COMMITMENTS AND CONTINGENCIES (Continued)

Tabor Amendment (Continued)

The Town has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2015, the emergency reserve of \$23,300 was reported as a restriction of fund balance and net position in the General Fund and Governmental Activities, respectively.

Intergovernmental Agreement

The Town has approved an intergovernmental agreement with the Town of Columbine Valley ("Columbine Valley") to provide police and municipal court services January 1, 2014 through December 31, 2018. The agreement requires the Town to pay Columbine Valley \$250,780, \$255,795 and \$260,910 for these services for the years ended December 31, 2014, 2015 and 2016, respectively. For the years ending December 31, 2017 and 2018, the Town will pay Columbine Valley the previous year's amount increased by the Denver/Boulder/Greely "projected" CPI increase available in October of the previous year.

In addition, if the actual hours for police services are less than 12,480 in any year, Columbine Valley agrees to rebate a portion of the payment to the Town. If the actual hours are greater than 12,480, then the Town will pay the excess at a rate determined by the agreement.

NOTE 6: CHANGE IN ACCOUNTING PRINCIPLE

The Town participates in an agent multi-employer defined benefit pension plan administered by FPPA (NOTE 4). As discussed in NOTE 1, the Town adopted Statement No. 68 for the year ended December 31, 2015. Statement No. 68 requires the Town to record the net pension asset. The Town restated beginning assets and net position of the Governmental Activities in the government-wide financial statements, by increasing the amounts as of January 1, 2015 by \$23,342.

Beginning Governmental Activities Net Position, as previously reported at January 1, 2015	\$ 1,407,930
Net Pension Asset, (GASB Statement No. 68 Implementation)	<u>23,342</u>
Governmental Activities Net Position, January 1, 2015, as Restated	<u>\$ 1,431,272</u>

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF BOW MAR, COLORADO

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE TOWN'S
NET PENSION ASSET AND RELATED RATIOS

Last Ten Fiscal Years*

	<u>2014</u>
Total Pension Liability	
Interest on the Total Pension Liability	\$ 2,044
Benefit Payments	<u>(6,089)</u>
Net Change in Total Pension Liability	(4,045)
Total Pension Liability - Beginning	<u>30,241</u>
Total Pension Liability - Ending	<u><u>\$ 26,196</u></u>
Plan Fiduciary Net Position	
Employer Contributions	4,590
Pension Plan Net Investment Income	3,372
Benefit Payments	(6,089)
Pension Plan Administrative Expense	<u>(1,914)</u>
Net Change in Plan Fiduciary Net Position	(41)
Plan Fiduciary Net Position - Beginning	<u>53,583</u>
Plan Fiduciary Net Position - Ending	<u><u>\$ 53,542</u></u>
Net Pension Liability (Asset)	
Total Pension Liability - Ending	26,196
Plan Fiduciary Net Position - Ending	<u>53,542</u>
Net Pension Liability (Asset)	<u><u>\$ (27,346)</u></u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	204.4%
Covered Employee Payroll	N/A
Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll	N/A

* - The amounts presented for each fiscal year were determined as of the Plan measurement date, 12/31.

NOTE: Information for the prior nine years was not available to report.

See the accompanying Independent Auditor's Report.

TOWN OF BOW MAR, COLORADO

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF TOWN CONTRIBUTIONS

Last Ten Fiscal Years

<u>Fiscal Year Ending December 31,</u>	<u>Actuarially Determined Contribution*</u> (a)	<u>Actual Contribution*</u> (b)	<u>Contribution Deficiency (Excess)</u> (a) - (b)	<u>Covered Payroll</u>	<u>Actual Contribution as a Percentage of Covered Payroll</u>
2014	\$ 4,590	\$ 4,590	\$ -	NA	NA

* - Actuarially Determined Contribution is net of employee contributions. Actual contribution is from the employer only and does not include employee amounts.

NOTES:

Actuarial Valuation Date: 1/1/2014

Actuarially determined contribution rates are calculated as of January 1 of even numbered years.

Actuarial Cost Method: Entry Age Normal

Amortization Method: Level Dollar, Open

Remaining Amortization Period: 5 years

Asset Valuation Method: 5-Year Smoothed Market

Inflation: 3%

Salary Increases: N/A

Investment Rate of Return: 7.5%

Retirement Age: Any remaining actives are assumed to retire immediately

Mortality: Post-retirement: RP-2000 Combined Mortality Table, with Blue Collare Adjustment
Disabled: RP-2000 Disabled Mortality Table
All tables projected with Scale AA.

NOTE: Information for the prior nine years was not available to report.

See the accompanying Independent Auditor's Report.

TOWN OF BOW MAR, COLORADO

BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

Year Ended December 31, 2015

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES			
Taxes			
Property Taxes	\$ 345,358	\$ 344,848	\$ (510)
Property Taxes - Roads	224,414	224,433	19
Specific Ownership Taxes	23,000	44,172	21,172
Franchise Taxes	43,500	44,586	1,086
Licenses and Permits	90,333	142,202	51,869
Intergovernmental	51,856	56,110	4,254
Investment Income	400	572	172
Other	400	1,616	1,216
	<u>779,261</u>	<u>858,539</u>	<u>79,278</u>
TOTAL REVENUES			
EXPENDITURES			
General Government	173,497	177,514	(4,017)
Public Safety	258,495	255,795	2,700
Public Works	319,169	298,569	20,600
Parks, Recreation and Open Space	28,100	44,533	(16,433)
	<u>779,261</u>	<u>776,411</u>	<u>2,850</u>
TOTAL EXPENDITURES			
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	82,128	82,128
OTHER FINANCING SOURCES (USES)			
Transfers In	-	7,929	7,929
	<u>-</u>	<u>7,929</u>	<u>7,929</u>
NET CHANGE IN FUND BALANCE	-	90,057	90,057
FUND BALANCE, Beginning	<u>365,000</u>	<u>438,782</u>	<u>73,782</u>
FUND BALANCE, Ending	<u>\$ 365,000</u>	<u>\$ 528,839</u>	<u>\$ 163,839</u>

See the accompanying Independent Auditor's Report.

TOWN OF BOW MAR, COLORADO

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2015

NOTE 1: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgets and Budgetary Accounting

The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

- In October, management submits to the Board of Trustees a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31, the budget is legally enacted through passage of an ordinance.
- Management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Board of Trustees.
- Budgets are legally adopted for all funds of the Town on a basis consistent with generally accepted accounting principles (GAAP).
- All appropriations lapse at year end. Colorado governments may not exceed budgeted appropriations at the fund level.

SUPPLEMENTARY INFORMATION

STATE COMPLIANCE

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Town of Bow Mar YEAR ENDING : December 2015
This Information From The Records Of (example - City of _ or County of	Prepared By: John Penaligon CPA Phone: 303-795-6858

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	228,609
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	61,202
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations	462,271	b. Snow and ice removal	8,758
3. Other local imposts (from page 2)	55,087	c. Other	
4. Miscellaneous local receipts (from page 2)	0	d. Total (a. through c.)	8,758
5. Transfers from toll facilities		4. General administration & miscellaneous	
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	256,945
a. Bonds - Original Issues		6. Total (1 through 5)	555,514
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	517,358	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	38,156	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	555,514	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	555,514

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	555,514	555,514		0

Notes and Comments:

See the accompanying Independent Auditor's Report.

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2015	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & 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	55,087	g. Other Misc. Receipts	
6. Total (1. through 5.)	55,087	h. Other	
c. Total (a. + b.)	55,087	i. Total (a. through h.)	0
	(Carry forward to page 1)		(Carry forward to page 1)
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	34,361	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	3,795	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.)	3,795	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	38,156	3. Total (1. + 2.g)	
			(Carry forward to page 1)
		ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)
		TOTAL (c)	
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation		228,609	228,609
(5). Total Construction (1) + (2) + (3) + (4)		0	228,609
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)		0	228,609
			(Carry forward to page 1)
Notes and Comments:			

See the accompanying Independent Auditor's Report.