



Comprehensive Annual Financial Report

City of Englewood, Colorado

Year ended December 31, 2015

City of Englewood

1000 Englewood Parkway
Englewood, CO 80110
www.engagewoodgov.org

2015 CAFR



CITY OF ENGLEWOOD, COLORADO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For Fiscal Year Ended
December 31, 2015

Prepared by the Department of Finance and

Administrative Services:

Kathleen Rinkel, Director, CPA, CMA
Kevin Engels, Accounting Manager
Kathy Cassai, Accountant
Christine Hart, Accountant
Jennifer Nolan, Revenue and Budget Manager
Loucrishia Ellis, City Clerk
Carol Wescoat, Retirement Administrator



The City of Englewood's Mission, Vision, and Organizational Values:

Mission: To promote and ensure a high quality of life, economic vitality, and a uniquely desirable community identity.

Vision: To promote and ensure a high quality of life, economic vitality, and a uniquely desirable community identity through the delivery of reliable, affordable, and flexible services and by proactively collaborating with our citizens and businesses to develop an environment that fosters safety and opportunity.

Organizational Values:

- Integrity
- Trust
- Respect
- Excellence
- Accountability
- Teamwork

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended December 31, 2015

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May 16, 2016

The Honorable Mayor, City Council Members, and
Citizens of the City of Englewood, Colorado

State law requires that all local governments publish within seven months of the close of each year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by an independent certified public accountant. Pursuant to this requirement, the Department of Finance and Administrative Services is pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Englewood, Colorado (the City) for the year ended December 31, 2015.

This report is published to provide the City Council, City staff, our citizens, and other readers with detailed information concerning the financial position and activities of the City. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable rather than absolute, assurance that the financial statements are free of any material misstatements.

To the best of our knowledge and belief, the enclosed report is accurate in all material respects and is organized in a manner designed to fairly present the financial position and results of operations of the City as measured by the financial activity of its various funds. The accompanying disclosures are necessary to enable the reader to gain the maximum understanding of the City's financial affairs.

Holscher, Mayberry & Company LLC., Certified Public Accountants, have issued an unmodified ("clean") audit opinion on the City's financial statements for the year ended December 31, 2015. The independent auditor's report is located at the front of the financial section of this report.

The Report

The CAFR is presented in three sections: introductory, financial and statistical. The **introductory section** provides the reader with this transmittal letter, the City's organizational chart, a list of principal officials and last year's Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting.

The **financial section** contains the Management's Discussion and Analysis (MD&A), the basic financial statements, required supplementary information, the combining and individual fund statements and schedules, and other information, such as schedules of future debt requirements on all outstanding long-term obligations.

MD&A immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it. The basic financial statements include the government-wide financial statements that present the City's entire operations, while the fund level statements present the financial information on each of the City's major funds, as well as nonmajor funds.

Lastly, the **statistical section** includes selected financial and demographic information, generally presented on a multi-year basis.

City Profile

Located on the southern border of Denver, Colorado's capital city, Englewood is approximately seven square miles and home to approximately 32,000 residents and 2,400 businesses. Due to easy access to two light rail train stations and the state and US highway systems, Englewood's location offers short and convenient commutes to other areas within the Denver Metro Area and the Rocky Mountain range. The City's mixed housing and retail environment encourages a pedestrian community. The City's economy is comprised of retail, industrial, manufacturing, healthcare and service sectors.

Englewood is said to have "small town" feel with the conveniences of big city amenities. Recreational opportunities abound in Englewood, including eleven parks, nine athletic fields, an award-winning recreation center, a golf course, and one of the most successful senior centers in the region. The Pirates Cove aquatic center offers a variety of family aquatic activities.

In addition to the recreational opportunities, the City provides a full range of services, including police (1 Station) and fire protection (3 Stations), emergency medical services, the construction and maintenance of streets and other infrastructure, library services and general government services. The City operates its own water treatment plant and distribution system, maintains a wastewater collection system and manages a jointly held regional wastewater treatment plant with the City of Littleton, a neighboring city to the south.

The City of Englewood is a municipal corporation with a Council-Manager form of government. Members of the seven member council are elected to staggered four year terms with term limits of three consecutive terms. The Mayor and Mayor Pro-Tem are selected from among the Council members. The City Council is responsible, among other things, for passing ordinances and resolutions, adopting the budget, appointing committees, and hiring the City Manager and City Attorney. The City Manager is responsible for overseeing the day-to-day operations of the City, and for appointing heads of the various departments.

The City of Englewood has several boards and commissions made up of council members, residents, local businesspeople, and others who are interested in their community. Members are interviewed and appointed by City Council, and provide guidance for many of Englewood's programs and projects.

The Englewood School District operates several educational facilities throughout the City - Early Childhood (2), Elementary (4), Middle Schools (2), High School (1) and Alternative High School (1).

Englewood residents have direct light rail access to two college campuses. To the south, Arapahoe Community College offers comprehensive courses leading to both the Associate of Arts and the Associates of Science degrees. To the north, the 37,000-student Auraria campus is home to three colleges: the University of Colorado at Denver, the Community College of Denver and Metropolitan State University of Denver. Other four year colleges/universities in the Denver Metro area include: University of Colorado-Boulder, Colorado State University (Fort Collins), University of Northern Colorado (Greeley), Colorado School of Mines (Golden), Regis University (Denver) and University of Denver.

As required by generally accepted accounting principles (GAAP), these financial statements present the City of Englewood (the primary government) and its component units. The component units, the Englewood Urban Renewal Authority (EURA), the Englewood Environmental Foundation, Inc. (EEF) and the Englewood McLellan Reservoir Foundation, Inc. (EMRF) are discretely reported in separate columns of the government-wide financial statements to emphasize that they are legally separate from the City. Each discretely presented component unit has a December 31 year-end. Separate financial statements are not prepared for EURA, EEF or the EMRF. Additional information on all three entities can be found throughout the notes to the financial statements.

The annual budget serves as the foundation for the City's financial planning and control. The City Manager must submit the proposed budget to City Council for review by September 15 of each year. The council must hold public hearings within three weeks after the proposed budget is submitted and a final budget must be prepared and adopted by December 1 of each year. The budget is prepared by fund (e.g., General Fund) and department (e.g., Public Works). Approval of the City Council is required for budget revisions, except that the City Manager may transfer any unencumbered appropriation from one expenditure classification to another for the same fund. In the General Fund, the City Manager may transfer the unencumbered appropriation balance from one expenditure classification to another only within departments.

State and Local Economy

Colorado The 2016 forecast is taken from the 2016 Colorado Business Economic Outlook report prepared by the Business Research Division of the University of Colorado, Leeds School of Business. The 2016 Colorado Business Economic Outlook predicts that the Colorado unemployment rate is expected to drop below 3.8% in 2016 as job creation will continue to outpace the growth in the potential labor force. Colorado's unemployment rate is expected to continue to be well below the national level.

Of the eleven major employment activities reported on, all sectors except Natural Resources and Mining are projected to show increases in employment in 2016. Nonfarm employment is expected to increase 2.6% for a net gain of 65,100 jobs during 2016. New businesses accounted for the majority of the expected net job gains averaging 57,600 new jobs per year since 1990. This trend is expected to continue in Colorado.

Colorado's population forecast is for a net increase of 50,778 in 2016. Colorado continues to have one of the fastest growing populations in the country. The 12 counties that make up the Front Range accounted for approximately 83% of Colorado's total population in 2015.

Colorado continues to enjoy a stronger recovery compared to most of the nation. Per capita personal income in Colorado grew 4.5% in 2014. Colorado continues to be an attractive destination for businesses and citizens for a number of reasons including:

- ▶ Above average wages, unemployment rates below national averages and abundant recreational opportunities will continue to attract businesses and a skilled labor force.
- ▶ Colorado continues to attract new start-up businesses with the fifth highest ranking among all states for the period from 1990-2013.
- ▶ Advanced technology will continue to play an integral and evolving role in the state. Financial services and scientific related employment continue to rank Colorado among the nation's leaders in those sectors as well.

Metro Denver Metro Denver The 2015-2016 economic update for the Denver Metro Area is from the September 2015 Focus Colorado: Economic and Revenue Forecast report prepared by the Colorado Legislative Council (CLC). The CLC provides non-partisan economic research to the Colorado General Assembly. The Denver Metro region represents over half (56 percent) of the employment and consumer spending in the state. Through July 2015, the economy continues to show signs of improvement though growth is slowing. The Denver metro job market appears to be flattening as indicated by modest employment growth of 3.1% or 12,000 jobs for the first seven months of 2015 and by a reduced unemployment rate from 4.7% in 2014 to 4.1% year-to-date in 2015.

Consumer confidence has been favorably shaped by the continued employment growth in the metro area, and a strengthening housing market. The housing market is one of the strongest in the nation. Demand for housing exceeds the supply resulting in home prices at or near record highs and the addition of new housing units that exceed pre-recession peak levels. The nonresidential construction market has been helped by the strong economy, low vacancy rates and the high demand for office space. Gains were also seen in real estate. Construction in the region was strong in the areas of housing permits and nonresidential building as measured

by the number, size, and value of projects. Denver's housing market has recovered from the recession better than any other large city in the country.

Long-term Financial Planning

At the end of the year, *assigned and unassigned* fund balances for the general fund totaled \$6,858,825, or 15.47% of total General Fund revenues. The 2016 General Fund budget is calling for a \$1,972,220 deficit that will lower the percentage to an estimated 10.08% of 2016 budgeted revenues. Total 2016 general fund revenues, before transfers, are estimated at \$43,883,771 or \$1,230,000 less than 2015 actual revenues. Total 2016 general fund expenditures are budgeted at \$43,876,656 or \$2,001,000 more than the 2015 actual expenditures, a 4.9% increase.

The City is mature and landlocked; however, several development and redevelopment opportunities exist. These opportunities will influence the local economy and are a potential source of revenue for the City of Englewood.

Property owned by the Englewood/McLellan Reservoir Foundation (EMRF) is located adjacent to the four corners of the intersection of C470 and Lucent Boulevard. Any development of the site must protect the McLellan Reservoir water resources and quality. Development is underway in and around the site. The Regional Transportation District has negotiated to locate a light rail station on the site as part of FasTracks. Douglas County supports a transit-oriented development at this location. Several tracts of land have been leased and are producing revenue for the City.

The Parks and Recreation Master Plan for the City of Englewood guides the future of the City as it relates to parks, trails, and recreation within the City.

The Plan defines Level of Service based on population and geography. Ideally, each citizen should be within one-half mile of a neighborhood park and 1.5 miles of a community park. A critical component of this plan is the identification of potential residential growth and development areas, and ensuring there are adequate neighborhood parks to serve them in the future. Neighborhood parks are the backbone of the community, while community parks are invaluable, citywide resources. The plan further defines the need for access, sizes, and amenities important to achieving desirable results from parks.

Recommendations of the Plan were formulated to address specific needs that arose from the planning process. Recommendations take shape in six essential forms: new parkland and amenities, major park redesigns, facility additions and enhancements, street crossing enhancements, new off-street trails, and key new on-street trail connections. Duncan Park has recently undergone a major redesign and the Plan recommends enhancements to Cushing Park, Miller Field, Hosanna Athletic Complex, Centennial Park, and Belleview Park. Lastly, the Plan recommends phasing in a comprehensive irrigation system upgrade for all parks.

As with any plan, the effectiveness and success will be measured by the community's ability and willingness to implement the Plan. This Plan provides recommendations and directs actions for the near and more distant future. This Plan also offers specific considerations to help prioritize which projects should be implemented first. The Plan is intended to be flexible and fluid, so that as opportunities for land acquisition and park development become available, the City can immediately capitalize on these opportunities without being committed to a pre-determined project identified in a concrete prioritization system. This long-range planning proposed to establish a perpetual fund or "land bank" to strategically acquire parcels for park development that may become available in the future.

In addition to initial construction costs of any project that may be undertaken, the City would likely incur additional operating costs to staff, operate and maintain the new facilities.

Relevant Financial Policies

General Fund Balance

The unassigned fund balance target for the General Fund is between 10% and 16% of total General Fund revenues or approximately one to two months of General Fund budgeted expenditures. If the unassigned fund balance falls below the minimum target balance, additional sources of funds and/or reductions of uses of funds are identified to bring the balance to the desired level.

Long Term Asset Reserve (LTAR)

This General Fund balance accumulates funds from the sale, lease, or earnings from long-term assets. It was also determined that these funds should be used in a careful, judicious and strategic manner. The funds committed in this account may only be expended if appropriated in the annual budget or by supplemental appropriation by City Council.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Englewood for its comprehensive annual financial report for the fiscal year ended December 31, 2014. This was the 32nd consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

This report would not have been possible without the efficient and dedicated service of the entire staff of the Department of Finance and Administrative Services. We wish to express our appreciation to all members of the Department who assisted and contributed to the preparation of this report. We would also like to thank the City's staff and members of City Council for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

Eric A. Keck

City Manager

Kathleen Rinkel

Director of Finance and Administrative Services

City of Englewood, Colorado

Principal Officials

Elected Officials

City Council

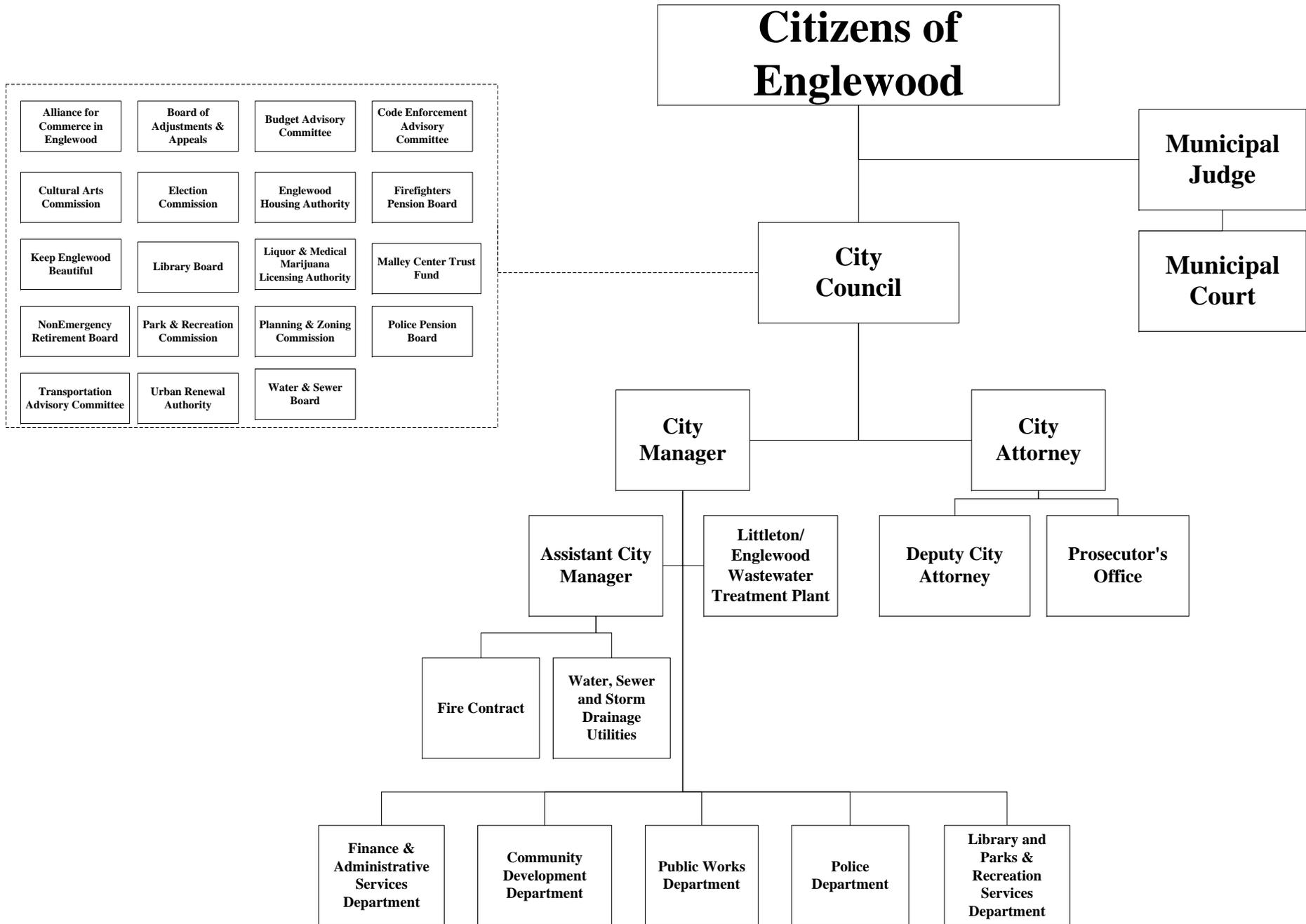
Mayor..... Joe Jefferson, District 1
Mayor Pro-Tem..... Rick Gillit, District 4
Council Member..... Linda Olson, District 2
Council Member..... Laurrett Barrentine, District 3
Council Member..... Amy Martinez, At-Large
Council Member..... Rita Russell, At-Large
Council Member..... Steven Yates, At-Large

Municipal Judge Vincent Atencio

City Officials

City Manager Eric Keck
Deputy City Manager Michael Flaherty
City Attorney Dan Brotzman
Director of Finance and Administrative Services..... Kathleen Rinkel
Parks, Recreation and Library Director Dorothy Hargrove
Municipal Court Administrator..... Tamara Wolfe
Police Chief John Collins
Public Works Director Rick Kahm
Utilities Director Tom Brennan

City of Englewood, Colorado ~ 2016 Organizational Chart





Government Finance Officers
Association

**Certificate of
Achievement
for
Excellence in
Financial
Reporting**

Presented to

**City of Englewood
Colorado**

For its Comprehensive
Annual Financial Report
For the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

Holscher, Mayberry & Company, LLC

Certified Public Accountants

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

City Council
City of Englewood
Englewood, Colorado

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information and the budgetary comparison statement of the general fund of the City of Englewood, Colorado, as of and for the year ended December 31, 2015, and the related notes to the financial statements which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Englewood, Colorado, as of December 31, 2015, and the respective changes in financial position, and, where applicable, cash flows, thereof, and the budgetary comparison of the general fund, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the City of Englewood's 2014 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated April 23, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2014 is consistent, in all material respects, with the audited financial statements from which it has been derived.

City of Englewood
Independent Auditors' Report

Emphasis of Matters

As discussed in Note 6 to the financial statements, the 2014 financial statements have been restated to reflect the adoption of GASB Statement Number 68 – Accounting and Financial Reporting for Pensions. For additional information see note 4D. The adoption of the standard required restatement of the beginning December 31, 2015 fiscal year net position. The City also transferred the fire services to the City of Denver as of June 1, 2016 as described in Note 7. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information – Management Discussion and Analysis, and Pension Schedules

Accounting principles generally accepted in the United States of America require that the management, discussion and analysis on pages 13-28, the pension schedules on pages 101-109 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 Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The combining and individual fund statements and schedules on pages 112-158 and listed as other supplementary information are presented for purposes of additional analysis and are not a required part of the financial statements. The information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The letter of transmittal on pages 5-9 and the statistical information presented on pages 166-190 are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of future debt service requirements and *Local Highway Finance Report* on pages 159-163 are presented for purposes of debt and legal and compliance and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



Englewood, Colorado
May 16, 2016

Management's Discussion and Analysis

As management of the City of Englewood, Colorado (the "City"), we offer readers of the City's Comprehensive Annual Financial Report (CAFR), this narrative overview and analysis of the financial activities of the City for the year ended December 31, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of 2015 by \$155.5 million (\$66.4 million in governmental activity net position and \$89.1 million in business-type activity net position). Of the governmental activities net position total, \$16.2 million, or 24.4%, is unrestricted and may be used to meet the City's obligations to the public and creditors. Similarly, \$3.8 million, or 4.3%, of business-type activity net position is unrestricted.
- The City's total net position decreased by \$1.75 million, or 1.1% compared to 2014. Net position of the City's governmental activities decreased \$1.4 million, or 2.0%. Net position of the business-type activities decreased \$350,000, or 0.4%, from 2014.
- The total cost of the City's programs increased \$148,000, or 0.2%, compared to 2014. The cost of governmental activities program expenses increased \$155,000 to \$47.9 million, and the cost of business-type activities remained flat at \$27.8 million.
- Total revenues, excluding special items and transfers, increased \$3.1 million or 3.9%, compared to 2014. Governmental activities revenues increased \$1.9 million, or 3.8%, to \$52.5 million while revenues of business-type activities increased \$1.2 million or 4%, to \$29.8 million compared to 2014.
- The City's governmental funds reported combined ending fund balances of \$21.6 million, an increase of \$1.9 million when compared to 2014. Of the combined ending governmental fund balances, approximately 75%, or \$16.3 million is available for spending at the City's discretion subject to the City Council's approved policies (*committed, assigned and unassigned fund balances*).
- The General Fund reported a fund balance of \$10.7 million as of December 31, 2015, of which \$1.5 million is *restricted* for TABOR emergencies, \$2.7 million is *committed* to Long Term Asset Reserve, \$2.0 million is *assigned* to subsequent year budget requirements and \$4.6 million is *unassigned*.
- 2015 was the first year that the City reported pension related liabilities as required by the Governmental Accounting Standards Board Statement 68. The net pension liability reported in the City's government-wide statements is \$9.9 million.

Overview of the Financial Statements

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

Government-wide financial statements

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

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

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, which consists of the City Council and the various Boards and Commissions, the City

Attorney's Office, Municipal Court, the City Manager's Office, Community Development, Human Resources, Finance and Administrative Services and Information Technology. Governmental activities also include Police, Fire, Public Works and Culture and Recreation (including Library Services). The business-type activities of the City include the water, sewer, golf course, storm drainage, concrete utility and housing rehabilitation operations.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also the Englewood Urban Renewal Authority (EURA), the Englewood Environmental Foundation, Inc. (EEF) and the Englewood McLellan Reservoir Foundation, Inc. (EMRF). All three (known as *component units*) are legally separate entities for which the City is financially accountable. Financial information for these component units are reported separately from the financial information presented for the primary government itself.

Fund financial statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains eleven individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, which is considered to be a major fund. Data from the other ten governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with the budget.

Proprietary funds. The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for six separate operations: Water, Sewer, Golf Course, Storm Drainage, Concrete Utility and Housing Rehabilitation. Internal service funds are an accounting device to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for in-house printing, vehicle replacement and maintenance, and insurance costs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each of the six enterprise operations, all of which are considered major funds of the City. Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* later in this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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 (RSI)* concerning the City's progress in funding its obligation to provide pension and other post-employment benefits to employees.

The combining statements referred to earlier in connection with non-major governmental and proprietary funds as well as budget to actual schedules for all funds are presented immediately following the RSI.

Government-wide Financial Analysis

A. Analysis of Net position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The analysis below focuses on the net position and changes in net position of the City's governmental and business-type activities. At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position, both for the governmental and business-type activities. The same is true for the prior year.

Table 1 presents an analysis of the City's net position as of December 31. The City's assets exceeded liabilities by \$155.5 million at the close of 2015. Governmental activities make up \$66.4 million or (43%) of these assets, with business-type activities making up the remaining \$89.1 million or (57%). Total net position decreased by \$1.7 million in 2015. The increase is comprised of the following:

- Total assets decreased by \$500,000 when compared to 2014
- Total liabilities increased by \$3.6 million, or 3.6%, to \$102.5 million. The increase in liabilities is due primarily to the Governmental Accounting Standards Board Statement 68 which required the recognition of certain pension related liabilities, the net effect of which was to record a pension liability of \$9.9 million. The new pension liability was partially offset by normal debt payments.

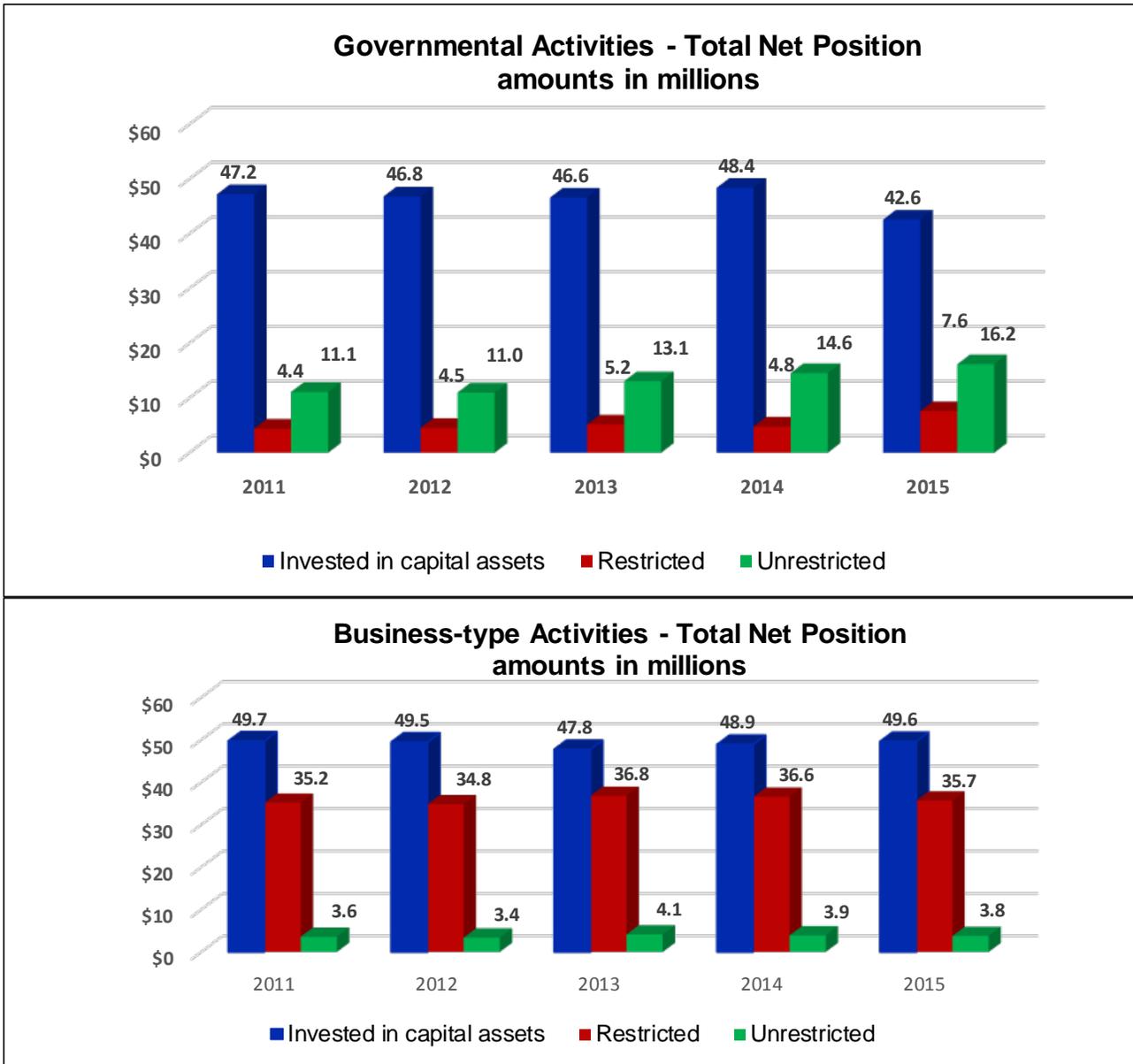
Table 1
City of Englewood
Summary of Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Assets						
Current and other assets	\$ 35,813,824	\$ 32,186,695	\$ 89,454,716	\$ 91,124,619	\$ 125,268,540	\$ 123,311,314
Capital assets	68,002,673	69,756,470	66,294,035	66,998,616	134,296,708	136,755,086
Total assets	103,816,497	101,943,165	155,748,751	158,123,235	259,565,248	260,066,400
Total deferred outflows of resources	2,421,889	-	677,879	116,729	3,099,768	116,729
Liabilities						
Long-term liabilities	21,478,634	24,380,007	52,804,740	57,036,976	74,283,374	81,416,983
Other liabilities	13,839,199	5,783,618	14,408,534	11,741,060	28,247,733	17,524,678
Total liabilities	35,317,833	30,163,625	67,213,274	68,778,036	102,531,107	98,941,661
Total deferred inflows of resources	4,546,652	4,023,000	103,792	-	4,650,444	4,023,000
Net Position						
Net investment in capital assets	42,609,765	48,412,354	49,621,866	48,931,544	92,231,631	97,343,898
Restricted	7,589,585	4,791,173	35,697,254	36,607,283	43,286,839	41,398,456
Unrestricted	16,174,551	14,553,013	3,790,444	3,923,101	19,964,995	18,476,114
Total net position	\$ 66,373,901	\$ 67,756,540	\$ 89,109,564	\$ 89,461,928	\$ 155,483,465	\$ 157,218,468

The largest portion of the City's assets (52.0%) reflects its investment of \$134.3 million in capital assets (e.g., land, buildings, machinery and equipment). Net Capital assets are reported less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay the debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position, \$43.3 million (27.4%) represents resources that are subject to external restrictions on how they may be used. The net position of the utility funds: Water, Sewer, Storm Drainage and Concrete, are restricted by City Charter as to their use based on the purpose of their respective service fees. The remaining balance

of unrestricted net position, \$19.9 million (12.8%) may be used to meet the government's ongoing obligations to citizens and creditors. Of the \$16.2 million of unrestricted net position attributed to governmental activities, \$4.5 million represents the unrestricted net position of the City's internal service funds.



B. Analysis of Changes in Net position

As presented in Table 2, the City of Englewood's overall net position decreased by \$1.7 million during 2015. This change is explained in the governmental and business-type activities discussion below.

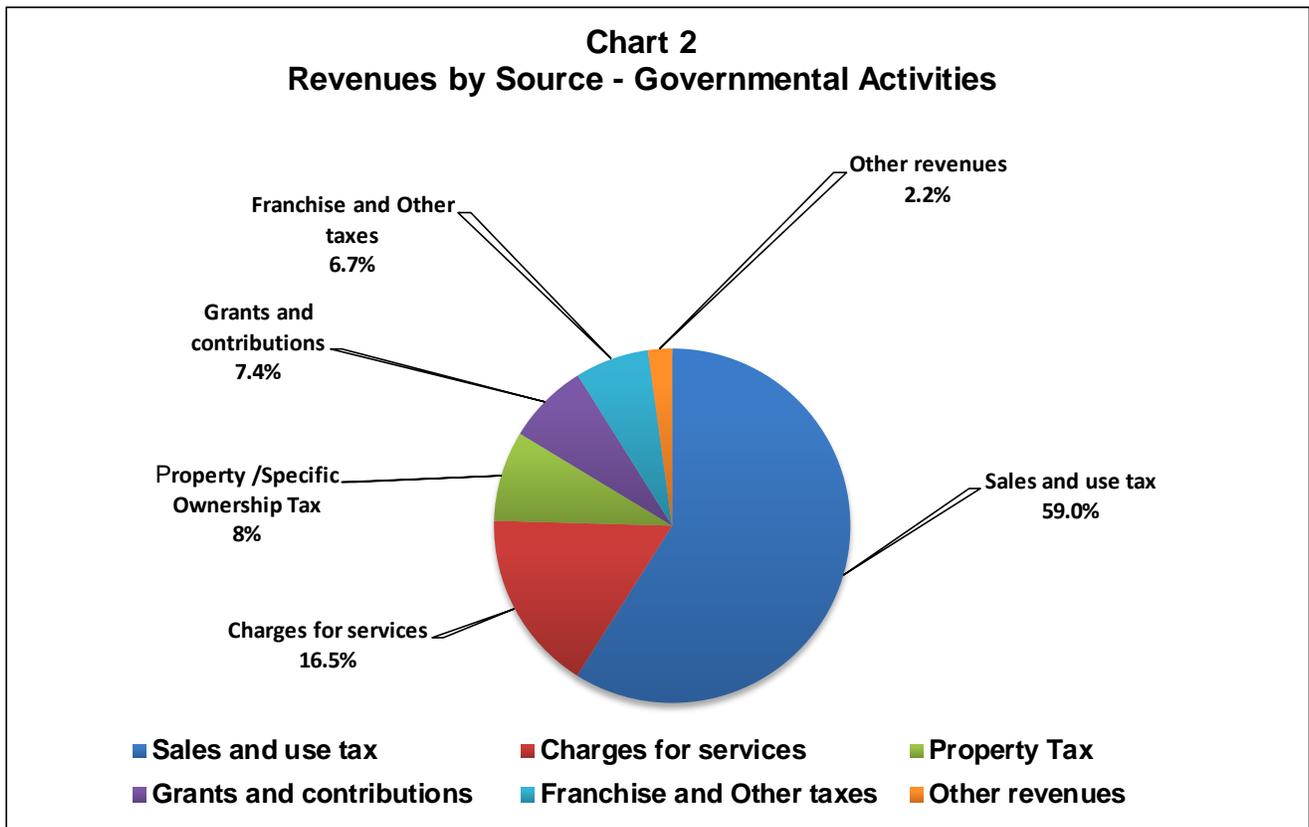
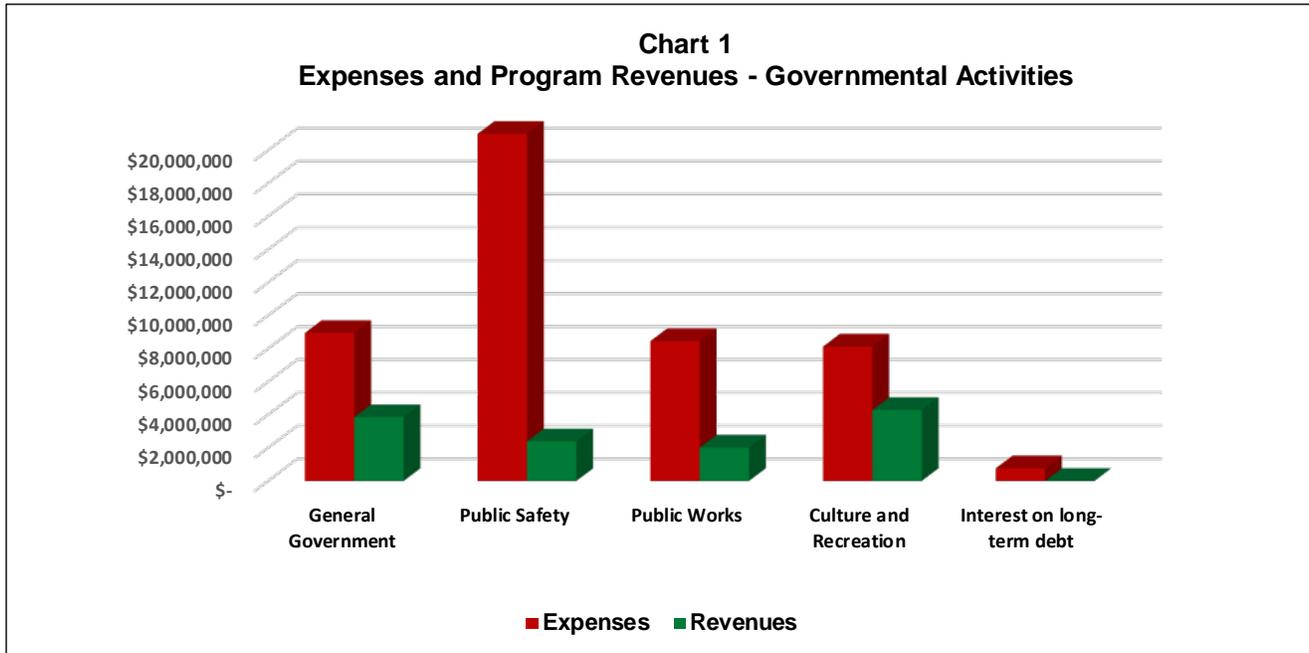
Governmental Activities

- Net position of governmental activities decreased by \$1.4 million during 2015.
- Governmental revenues increased approximately \$1.9 million or 3.8% compared to 2014. This increase is due primarily to increases in tax collections.
- Governmental expenses increased by approximately \$155,000 or 1.0% from 2014. This is due primarily to small wage and commodity price increases.

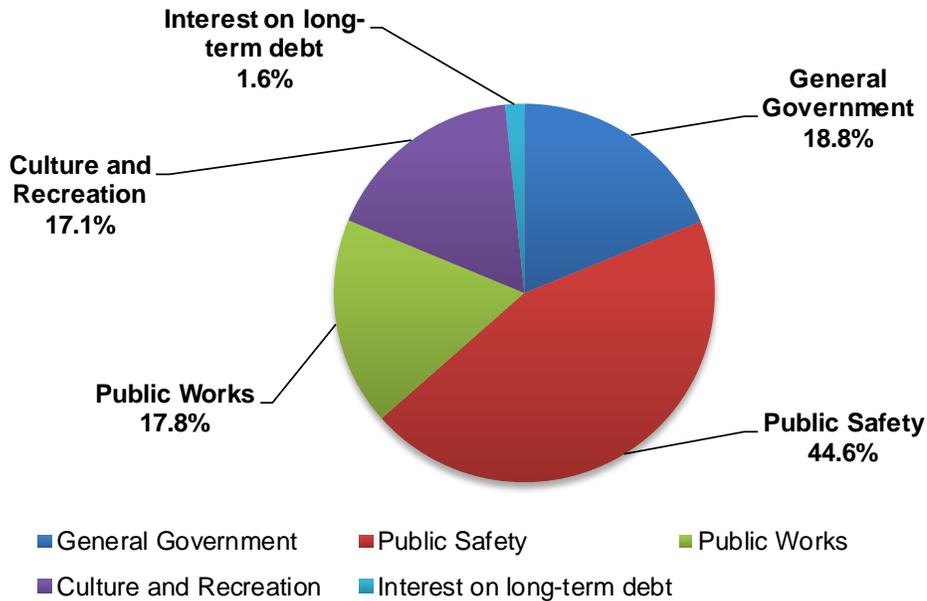
Table 2
City of Englewood
Summary of Changes in Net Position
For Years Stated

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Revenues						
Program revenues						
Permits, fees, fines and charges for services	\$ 8,661,715	\$ 8,713,888	\$ 28,946,518	\$ 28,069,117	\$ 37,608,233	\$ 36,783,005
Operating grants and contributions	2,816,423	3,797,027	127,500	127,500	2,943,923	3,924,527
Capital grants and contributions	1,078,104	54,415	724,930	446,987	1,803,034	501,402
General Revenues						
Taxes	38,827,710	36,127,239	-	-	38,827,710	36,127,239
Grants and contributions not restricted to specific programs	30,201	439,867	-	-	30,201	439,867
Investment earnings	77,005	133,051	-	-	77,005	133,051
Other	1,041,323	1,355,506	-	-	1,041,323	1,355,506
Total revenues	<u>52,532,481</u>	<u>50,620,993</u>	<u>29,798,948</u>	<u>28,643,604</u>	<u>82,331,429</u>	<u>79,264,597</u>
Expenses						
General government	8,951,181	8,967,186	-	-	8,951,181	8,967,186
Public Safety	21,203,844	21,147,318	-	-	21,203,844	21,147,318
Public works	8,457,980	8,236,421	-	-	8,457,980	8,236,421
Culture and recreation	8,130,022	8,153,680	-	-	8,130,022	8,153,680
Interest on long-term debt	767,480	851,294	-	-	767,480	851,294
Unallocated depreciation	437,384	436,974	-	-	437,384	436,974
Water	-	-	8,348,510	8,237,535	8,348,510	8,237,535
Sewer	-	-	15,333,260	16,203,741	15,333,260	16,203,741
Golf Course	-	-	2,178,213	2,154,219	2,178,213	2,154,219
Storm	-	-	188,247	206,179	188,247	206,179
Concrete	-	-	676,394	665,613	676,394	665,613
Housing rehabilitation	-	-	1,094,253	358,185	1,094,253	358,185
Total expenses	<u>47,947,891</u>	<u>47,792,873</u>	<u>27,818,877</u>	<u>27,825,472</u>	<u>75,766,768</u>	<u>75,618,345</u>
Increase (decrease) in Net Position before special items and transfers	<u>4,584,590</u>	<u>2,828,120</u>	<u>1,980,071</u>	<u>818,132</u>	<u>6,564,661</u>	<u>3,646,252</u>
Transfers	-	63,000	-	(63,000)	-	-
Change in Net Position	<u>4,584,590</u>	<u>2,891,120</u>	<u>1,980,071</u>	<u>755,132</u>	<u>6,564,661</u>	<u>3,646,252</u>
Net Position - beginning	67,756,540	64,865,420	89,461,928	88,706,796	157,218,468	153,572,216
Restatement of beginning net position	(5,967,229)	-	(2,332,435)	-	(8,299,664)	-
Restated December 31, 2014 net position	<u>61,789,311</u>	<u>64,865,420</u>	<u>87,129,493</u>	<u>88,706,796</u>	<u>148,918,804</u>	<u>153,572,216</u>
Net Position - ending	<u>\$ 66,373,901</u>	<u>\$ 67,756,540</u>	<u>\$ 89,109,564</u>	<u>\$ 89,461,928</u>	<u>\$ 155,483,465</u>	<u>\$ 157,218,468</u>

The following graphs provide visual representations of the expenses and revenues for governmental activities for 2015.



**Chart 3
Expenses by Function - Governmental Activities**



Business-type Activities

Overall the Business-type activities decreased the total net position of the City by \$352,000.

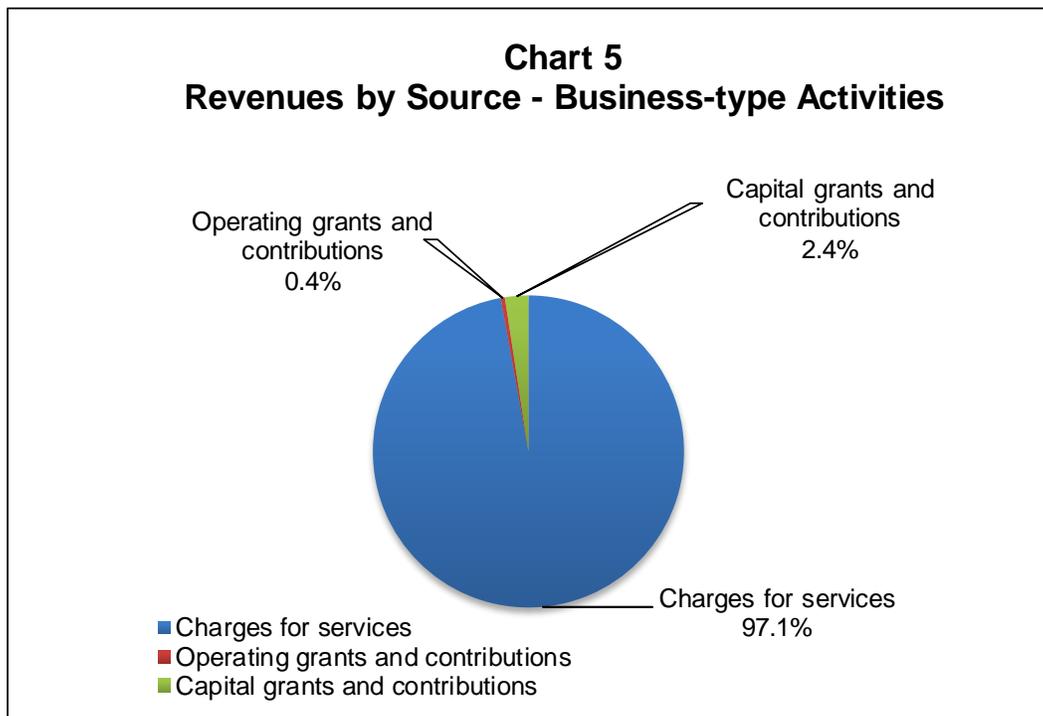
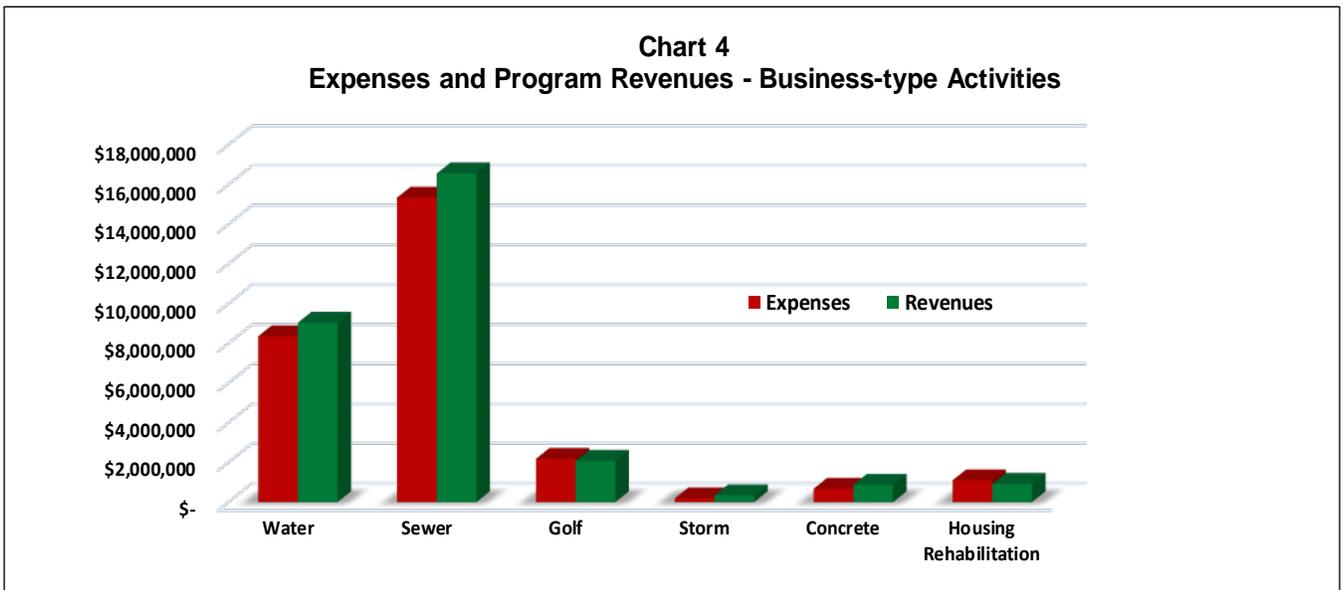
The *water fund* experienced an increase in net position of \$607,000 compared to an increase of \$1.0 million in 2014. Water rates were last increased 7% on January 1, 2011. An increase in charges for services and a modest increase in operating expenses left the fund with a net operating income of \$585,000. This, along with earnings on investments and other income covered the interest on long-term debt of \$528,000.

The *sewer fund* saw an increase in net position of \$1,040,000 compared to a decrease of \$390,000 in 2014. The fund experienced net income from operations of \$1.7 million in 2015 compared to an operating income of \$496,000 in 2014. A sewer rate increase of 4% was implemented in 2015. The rate increase is designed to provide additional resources to meet debt service requirements, capital improvements, and to fund ongoing operations and maintenance requirements. The 2004 sewer fund loans issued by the Colorado Water Resource and Power Development Agency were refinanced in 2014 and will save the fund approximately \$2.1 million in financing fees over the remaining life of the loans which have a final payment date of 2025.

The *golf course fund* experienced a decrease in net position of \$119,000 compared to a decrease of \$208,000 in 2014. Inflationary pressures on costs and weather conditions in 2015 were the main reasons for the decrease in 2015.

The *storm drainage*, and *concrete utility* funds had modest increases in net position compared to 2014 and the *housing rehabilitation fund* did not have any significant change in net position when compared to 2014.

The following graphs provide visual representations of the expenses and revenues for business-type activities for 2015.



Financial Analysis of the Government's Funds

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

A. Governmental funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. This information is necessary to assess the City's financing requirements. Types of governmental funds reported by the City include the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the year.

At December 31, 2015, the City's governmental funds reported combined ending fund balances of \$21.6 million, an increase of \$1.9 million, or 9.8%, compared to 2014. \$16.3 million (75.2%) constitutes *committed, assigned and unassigned balances*, which are available for spending at the City's discretion. Of the *committed* fund balance, \$2.7 million is for the Long Term Asset Reserve (LTAR) fund. The remainder of fund balance is *restricted* for the following purposes:

Restricted for parks and recreation	\$3,692,000
Restricted for law enforcement	80,000
Restricted for debt service	51,000
Restricted for TABOR emergency	1,510,000

The General Fund is the primary operating fund of the City. At the end of 2015, *unassigned* fund balance of the General Fund was \$4.6 million while total fund balance was \$10.7 million. As a measure of the General Fund's liquidity, it may be useful to compare both assigned and unassigned fund balance and total fund balance to total fund expenditures. *Assigned* and *unassigned* fund balances represent 14.8% of total General Fund expenditures, down from 19.2% in 2014, while total fund balance represents 24.2% of that same amount (down from 28.8% in 2014).

The total fund balance of the City's General Fund decreased by \$1.5 million during 2015. Revenues increased by approximately 3.6% and expenditures increased 4.7%. Key factors are as follows:

- Sales and use tax collections increased 7.5% or \$1.8 million compared to 2014 due to continued improvement in economic conditions.
- Expenditure increases were due mainly to inflationary pressures on wages and commodities.
- The General Fund had excess expenditures over revenues amounting to \$2,264 prior to transfers.
- Net transfers amounting to \$1.5 million were made out of the General Fund in 2015. The primary purpose of the transfers out of the General Fund in 2015 were to fund capital projects.

The following schedule summarizes General Fund operations for the last five years:

Revenues	2011	2012	2013	2014	2015	5 year change
Taxes						
Property	\$ 2,994,213	\$ 2,874,816	\$ 2,900,715	\$ 2,892,433	\$ 2,917,413	\$ (76,800)
Specific ownership	246,062	243,293	266,881	291,670	305,166	59,104
Sales and use	21,737,110	22,363,618	23,433,775	24,839,296	26,603,384	4,866,274
Franchise	2,631,393	2,930,888	3,101,310	3,207,978	3,320,046	688,653
Cigarette	190,762	189,618	195,088	188,652	188,285	(2,477)
Hotel/motel	9,820	10,395	12,039	11,949	12,060	2,240
Subtotal taxes	27,809,360	28,612,628	29,909,808	31,431,978	33,346,354	5,536,994
Intergovernmental	1,724,807	1,865,722	1,488,204	1,869,045	1,766,019	41,212
Charges for Services	3,384,317	3,441,525	3,470,894	3,215,032	2,964,142	(420,175)
Recreation	2,635,221	2,615,642	2,420,443	2,466,421	2,464,613	(170,608)
Net Investment Income	91,034	84,046	(10,223)	68,341	43,866	(47,168)
Licenses and Permits	778,536	983,359	1,446,578	1,576,298	1,612,118	833,582
Fines and Forfeitures	1,284,759	1,381,453	1,317,707	1,350,164	1,047,268	(237,491)
Contributions from component units	425,159	551,295	573,526	684,683	873,347	448,188
Other	173,382	354,130	284,882	210,531	217,198	43,816
Total Revenues	38,306,575	39,889,800	40,901,819	42,872,493	44,334,925	6,028,350
Expenditures						
General Government	7,215,089	7,286,228	7,079,062	7,368,401	8,096,689	881,600
Fire Services	7,666,842	8,100,554	8,002,677	9,176,241	9,610,372	1,943,530
Police Services	10,395,238	10,788,935	11,226,157	11,872,226	12,448,235	2,052,997
Public Works	5,259,876	5,202,903	5,234,383	5,440,975	5,707,695	447,819
Culture & Recreation	6,862,760	6,830,017	6,577,255	6,739,874	6,780,438	(82,322)
Debt Service	2,096,463	2,056,951	2,005,830	1,869,903	1,693,760	(402,703)
Total Expenditures	39,496,268	40,265,588	40,125,364	42,467,620	44,337,189	4,840,921
Excess Revenues Over (Under) Expenditures	(1,189,693)	(375,788)	776,455	404,873	(2,264)	
Other Financing Sources (Uses)						
Transfers In	1,813,945	1,968,242	1,139,574	892,544	395,776	
Transfers Out	(301,246)	(1,339,329)	(73,006)	-	(1,875,516)	
Total Other Financing Sources (Uses)	1,512,699	628,913	1,066,568	892,544	(1,479,740)	
Total Revenues and Other Financing Sources Over (Under) Total Expenditures and Other Financing Uses	323,006	253,125	1,843,023	1,297,417	(1,482,004)	
Fund Balances - Beginning	8,494,679	8,817,685	9,070,810	10,913,833	12,211,250	
Fund Balances - Ending	\$ 8,817,685	\$ 9,070,810	\$ 10,913,833	\$ 12,211,250	\$ 10,729,246	
Restricted Fund Balance	\$ 1,150,000	\$ 1,200,000	\$ 1,340,000	\$ 1,400,000	\$ 1,510,000	
Committed Fund Balance	2,705,161	2,917,887	2,698,128	2,663,099	2,663,099	
Assigned Fund Balance						
Subsequent year appropriation of fund balance	523,053	920,353	1,207,787	2,646,685	1,972,220	
Unassigned Fund Balance	4,439,471	4,032,570	5,667,918	5,501,466	4,583,927	
Total Fund Balance	\$ 8,817,685	\$ 9,070,810	\$ 10,913,833	\$ 12,211,250	\$ 10,729,246	
Assigned/Unassigned Fund Balance as a Percentage of Revenues	12.95%	12.42%	16.81%	19.01%	14.79%	
Assigned/Unassigned Fund Balance a Percentage of Expenditures	12.56%	12.30%	17.14%	19.19%	14.79%	
Total Fund Balance as a Percentage of Revenues	23.02%	22.74%	26.68%	28.48%	24.20%	
Total Fund Balance as a Percentage of Expenditures	22.33%	22.53%	27.20%	28.75%	24.20%	

The original 2015 expenditure budget adopted in October of 2014 for the General Fund was \$44,566,000. Supplemental appropriations of \$3,301,000 were made during 2015 and consisted primarily of the following:

- \$1,826,000 for capital expenditures for repairs to the Recreation Center and infrastructure
- \$279,000 for expenditures relating to various police department grants-fully offset by grant revenues

Actual expenditures were \$1.9 million less than the final amended budget amount, a 4.4% variance. This is primarily due to cost cutting measures implemented throughout the City during 2015.

Actual revenues were \$2.3 million more than the final amended budget amount, a 5.5% variance. Variances were seen in the following areas:

- Collected \$2.4 million more in sales and use tax revenues than was budgeted due mainly to improving economic conditions

Charts 6 and 7 illustrate the Budget and Actual Revenue and Expenditures for the General Fund.

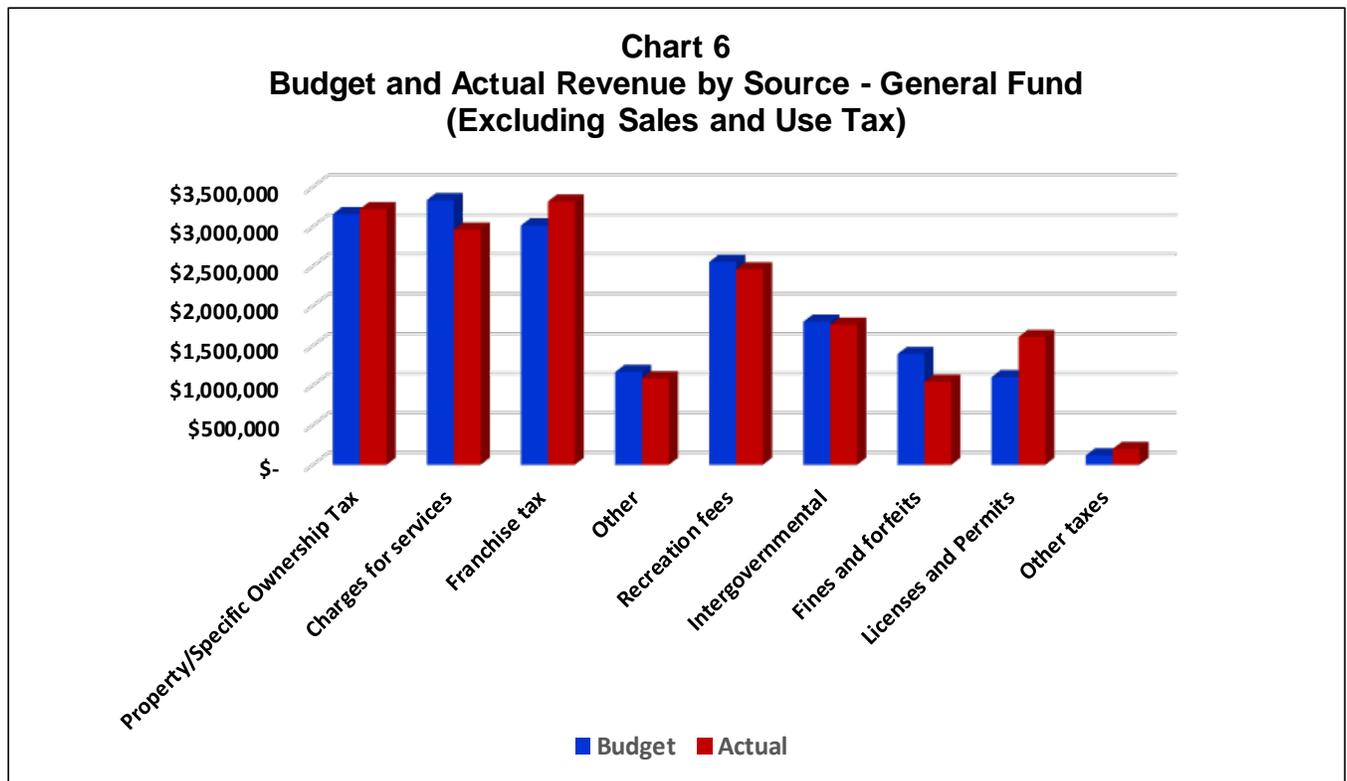


Chart 7
Budget and Actual Expenditures by Department, less Transfers - General Fund

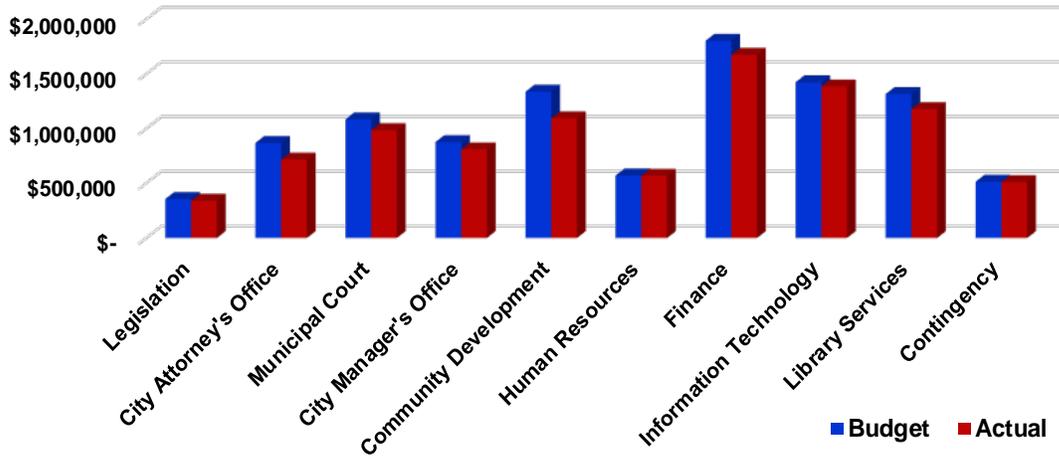
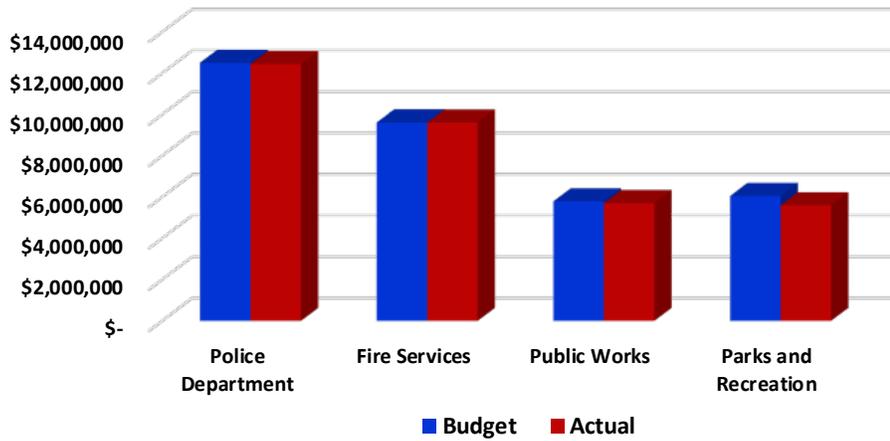
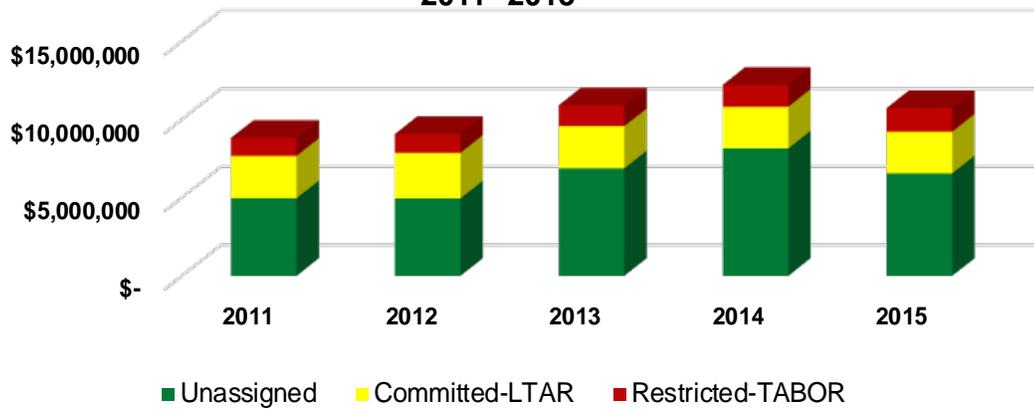


Chart 7
(Continued)



**Chart 8
Components of General Fund Balance
2011- 2015**



Fund Balance represents the accumulated excess of Revenues and Other Financing Sources over Expenditures and Other Financing Uses, and therefore reflects cumulative results over time. Total Fund Balance consists of *restricted*, *committed* and *unassigned* portions. Only the *committed* and *unassigned* portions are available to finance future operations.

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

Net position of the enterprise operations at December 31, 2015 follow:

	Net Position	Change in Net Position
Water	\$ 32,571,906	\$ 607,885
Sewer	24,657,968	1,040,038
Golf	12,925,988	(119,293)
Storm drainage	2,399,928	148,914
Concrete utility	12,279,382	196,608
Housing rehabilitation	3,487,623	(173,316)
Total net position	\$ 88,322,795	\$ 1,700,836

Other factors concerning the finances of the enterprise funds have already been addressed in the discussion of the City’s business-type activities.

Capital Assets and Debt Administration

A. Capital assets

As can be seen from the table below, the City's investment in capital assets for its governmental and business-type activities as of December 31, 2015 amounts to \$134 million (net of accumulated depreciation). This investment in capital assets includes land, plant, buildings, improvements, machinery and equipment, roads and bridges. The total decrease in capital assets for the current year was \$2.5 million, or 1.8%. Net capital assets of governmental activities decreased approximately \$1.8 million while business-type activities decreased by \$700,000.

Major capital asset activity during 2015 included the following:

Governmental Activities:

- \$2.0 million in new equipment and machinery was offset by \$3.3 million of depreciation on existing assets

Business-type Activities

- \$470,000 in new concrete sidewalks and alley pans were installed in the City
- \$500,000 was spent on building improvements and \$156,000 in new water mains were added by the Water Department
- These additions were offset by \$2.1 million of depreciation on existing assets

The following tables provide comparative information on the City's capital assets for 2015 and 2014:

Capital Assets at Year-end (Net of Depreciation)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Land and improvements	\$ 16,384,969	\$ 16,131,641	\$ 11,522,825	\$ 11,522,825	\$ 27,907,794	\$ 27,654,466
Raw water	-	-	6,451,002	6,451,002	6,451,002	6,451,002
Works of art	233,750	203,750	-	-	233,750	203,750
Buildings	24,973,540	25,454,370	19,753,351	19,921,508	44,726,891	45,375,878
Infrastructure	14,398,375	15,851,826	11,752,529	11,673,773	26,150,904	27,525,599
Distribution and collection systems	-	-	11,204,082	11,574,086	11,204,082	11,574,086
Machinery and equipment	5,742,919	5,746,076	1,028,830	867,278	6,771,749	6,613,354
Improvements other than buildings	4,007,123	3,696,947	4,581,416	4,945,377	8,588,539	8,642,324
Construction in process	2,261,997	2,671,860	-	42,767	2,261,997	2,714,627
Total capital assets	<u>\$ 68,002,673</u>	<u>\$ 69,756,470</u>	<u>\$ 66,294,035</u>	<u>\$ 66,998,616</u>	<u>\$ 134,296,708</u>	<u>\$ 136,755,086</u>

Additional information on capital assets can be found in the notes to the financial statements (Note 3C).

B. Debt Administration

The City's bond ratings carry investment grade ratings as follows:

Bond Issue	Standard & Poors	Moody's
General Obligation	AA+	A2
COPs *	AA	A3
General Obligation Water *	AA	Aa3
Golf Course Enterprise	Not requested	Not requested
Storm Water Enterprise	Not requested	Not requested

* Ratings were upgraded by Standard and Poors in 2014

City Charter limits the amount of general obligation debt the City may issue to 3% of its *actual* total valuation. The current debt limitation for the City is \$119,868,000, which is significantly in excess of the City's actual outstanding general obligation debt that is subject to this limitation of \$7,403,000.

At the end of 2015, the City had total long-term debt of \$74.2 million as follows:

	Outstanding Debt, at Year-end					
	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
General obligation bonds	\$ 7,165,000	\$ 8,020,000	\$ 11,015,000	\$ 11,180,000	\$ 18,180,000	\$ 19,200,000
Revenue bonds	-	-	2,980,000	3,165,000	2,980,000	3,165,000
Capital leases	11,970,063	13,057,872	-	-	11,970,063	13,057,872
Premiums	237,860	266,245	565,545	648,189	803,405	914,434
Notes payable	-	-	37,690,179	41,596,784	37,690,179	41,596,784
Net OPEB Obligation	475,472	420,169	167,321	149,480	642,793	569,649
Compensated absences	1,630,239	2,615,721	386,695	377,407	2,016,934	2,993,128
Total outstanding debt	<u>\$ 21,478,634</u>	<u>\$ 24,380,007</u>	<u>\$ 52,804,740</u>	<u>\$ 57,116,860</u>	<u>\$ 74,283,374</u>	<u>\$ 81,496,867</u>

Additional information on the City's long-term obligations can be found in the notes to the financial statements (Note 3E and 3F).

Next Year's Budget

The **2016 Budget** is essentially "status quo." In other words, staffing and service levels are maintained as close to 2015 levels as possible while allowing for slight salary increases and inflationary adjustments commodities.

The following were the general guidelines for the 2016 Budget:

- Salary increases are based on union contracts, market surveys and performance reviews.
- Health, dental, and other insurance premiums were negotiated and provided by Human Resources. Increasing health care and insurance costs continue to play a major role in budgeting decisions.
- Required pension contributions were determined by applicable actuarial studies (defined benefit) or pre-determined contribution levels (defined contribution).
- The increase for commodities, contractual, and capital expenditures was held as close as possible to 2015 levels.
- Capital items were submitted separately, ranked by relative importance and included in the Multiple Year Capital Plan (MYCP).

The 2016 Budget identifies on-going challenges for the City. The 2016 Budget projects an imbalance between revenues and expenditures that negatively influences the fund balance. This is a concern for future years as forecasts project deficits due to expenditures growing faster than revenues. The proposed General Fund unassigned fund balance for 2016 is projected at 10.08% of projected revenues.

Estimated Revenues

Before interfund transfers, total General Fund revenues are projected at \$43,884,000 for 2016; this is a 5.4% increase from the 2015 revenue budget of \$41,626,000. Sales and use tax revenues, which comprised approximately 59% of General Fund revenues in 2015, are estimated at \$26,863,000 for 2016, an 11% increase. The sales and use tax estimate is based on historical collections and projected economic conditions.

Expenditure Appropriations

With 2016 revenues projected at \$43,884,000 and proposed expenditures of \$43,877,000, the favorable variance between revenues and expenditures is projected to be \$7,000.

Net Transfers

Transfers-Out from the General Fund are anticipated to be \$2,330,000 in 2016. The Transfer-In to the General Fund is estimated at \$350,665. After taking into account these net transfers to the General Fund, the projected operating deficit for 2016 is \$1.97 million.

Salary and wages for all City department budgets are based on the City's performance and market pay philosophy along with negotiations between the City and its three employee unions. The City's cost to provide healthcare insurance coverage to eligible employees is expected to remain flat in 2016. Excluding personnel, fuel and energy costs, minimal increases are proposed for all other operating and maintenance costs for 2016.

In the event of General Fund shortfalls in revenues or unanticipated expenditures over the next year and for the next several years, City management and City Council will need to closely monitor expenditures and revenues to maintain the goal of a 10% unassigned fund balance compared to total revenue. Looking to 2016 and beyond, the City will be actively looking for ways to reduce operating expenditures and identify new sources of revenues. While this will not be an easy task, it does provide the City with opportunities to develop and utilize new long-term revenue sources and, perhaps, find new ways to deliver services to our citizens. Collectively, it is believed that the City will be able to meet the financial challenges of the future.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. This report and additional financial information is also available on the City's website at www.englewoodgov.org. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Department of Finance and Administrative Services, 1000 Englewood Parkway, Englewood, Colorado, 80110-2373.

BASIC FINANCIAL STATEMENTS

CITY OF ENGLEWOOD, COLORADO
Statement of Net Position
December 31, 2015

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
Assets			
Cash and investments	\$ 24,436,307	\$ 24,320,388	\$ 48,756,695
Receivables:			
Property taxes	4,472,000	-	4,472,000
Sales and use taxes	3,805,242	-	3,805,242
Interest	57,128	58,638	115,766
Accounts	240,662	4,514,345	4,755,007
Assessments	6,526	-	6,526
Intergovernmental	1,126,782	-	1,126,782
Other	-	303,398	303,398
Internal balances	(786,769)	786,769	-
Inventories	144,836	543,625	688,461
Other assets	55,938	-	55,938
Equity in joint venture	-	51,847,925	51,847,925
Restricted assets - cash and investments	-	4,381,230	4,381,230
Noncurrent receivables	-	2,698,398	2,698,398
Net pension asset	2,255,172	-	2,255,172
Lease receivable	-	-	-
Capital assets not being depreciated	18,880,716	17,973,827	36,854,543
Capital assets, net of accumulated depreciation	49,121,957	48,320,208	97,442,165
Total assets	<u>103,816,497</u>	<u>155,748,751</u>	<u>259,565,248</u>
Deferred Outflows of Resources			
Pension related deferred outflows:			
Contribution timing	906,770	-	906,770
Difference of actual to expected earnings	1,317,861	470,122	1,787,983
Proportion change	197,258	20,149	217,407
Deferred charge on refunding	-	187,608	187,608
Total deferred outflows of resources	<u>2,421,889</u>	<u>677,879</u>	<u>3,099,768</u>
Liabilities			
Accounts payable	1,434,959	411,796	1,846,755
Accrued payroll and related liabilities	553,208	60,900	614,108
Unearned revenue	1,250,000	8,308,017	9,558,017
Other liabilities	80,538	2,862,384	2,942,922
Accrued interest payable	50,255	779,931	830,186
Liabilities payable from restricted assets	335,943	-	335,943
Noncurrent liabilities:			
Due within one year	3,253,355	4,514,157	7,767,512
Due in more than one year	28,359,575	50,276,089	78,635,664
Total liabilities	<u>35,317,833</u>	<u>67,213,274</u>	<u>102,531,107</u>
Deferred Inflows of Resources			
Deferred revenue-property tax	4,502,145	-	4,502,145
Pension related deferred inflows:			
Difference of actual to expected experience	44,507	1,070	45,577
Proportion change	-	102,722	102,722
Total deferred inflows of resources	<u>4,546,652</u>	<u>103,792</u>	<u>4,650,444</u>
Net Position			
Net investment in capital assets	42,609,765	49,621,968	92,231,733
Restricted for:			
Capital projects	-	562,957	562,957
Debt service	51,639	318,273	369,912
Parks and recreation	3,691,949	-	3,691,949
Law enforcement	80,825	-	80,825
TABOR emergencies	1,510,000	-	1,510,000
Water system	-	9,838,242	9,838,242
Sewer system	-	23,346,490	23,346,490
Storm drainage system	-	1,113,157	1,113,157
Concrete system	-	518,096	518,096
Pensions	2,255,172	-	2,255,172
Unrestricted	16,174,551	3,790,381	19,964,932
Total net position	<u>\$ 66,373,901</u>	<u>\$ 89,109,564</u>	<u>\$ 155,483,465</u>

The notes to the financial statements are an integral part of this statement.

Component Units

EURA	EEF	EMRF
\$ 3,529	\$ 698,138	\$ 2,165
-	-	-
-	-	-
13	86,791	11
-	-	-
-	-	-
-	-	-
-	-	-
-	77,711	12,471
-	-	-
-	-	-
-	-	-
-	10,527,476	-
516,995	8,496,257	5,706,166
-	5,242,097	-
520,537	25,128,470	5,720,813
-	-	-
-	-	-
-	122,524	-
-	122,524	-
-	118,838	10,000
-	-	-
-	-	-
-	18,815	-
-	-	-
-	1,302,000	-
-	9,348,000	-
-	10,787,653	10,000
-	-	-
-	-	-
-	-	-
516,995	13,738,354	5,706,166
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
3,542	724,987	4,647
\$ 520,537	\$ 14,463,341	\$ 5,710,813

CITY OF ENGLEWOOD, COLORADO

**Statement of Activities
For the Year Ended December 31, 2015**

Function/Program Activities	Expenses	Program Revenues		
		Permits, Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental Activities:				
General government	\$ 8,951,181	\$ 3,605,238	\$ 248,126	\$ -
Public safety	21,203,844	1,837,461	557,370	-
Public works	8,457,980	582,004	1,124,162	310,859
Culture and recreation	8,130,022	2,637,012	886,765	767,245
Interest and fiscal charges	767,480	-	-	-
Unallocated depreciation	437,384	-	-	-
Total governmental activities	<u>47,947,891</u>	<u>8,661,715</u>	<u>2,816,423</u>	<u>1,078,104</u>
Business-type Activities:				
Water	8,348,510	8,788,308	-	244,935
Sewer	15,333,260	16,073,727	-	479,995
Golf	2,178,213	2,077,038	-	-
Storm	188,247	338,375	-	-
Concrete	676,394	875,633	-	-
Housing Rehabilitation	1,094,253	793,437	127,500	-
Total business-type activities	<u>27,818,877</u>	<u>28,946,518</u>	<u>127,500</u>	<u>724,930</u>
Total primary government	<u>\$ 75,766,768</u>	<u>\$ 37,608,233</u>	<u>\$ 2,943,923</u>	<u>\$ 1,803,034</u>
Component Units:				
EURA	\$ 8,019	\$ -	\$ 2,000	\$ -
EEF	13,298,376	12,199,323	-	297,185
EMRF	928,975	926,955	-	-
Total component units	<u>\$ 14,235,370</u>	<u>\$ 13,126,278</u>	<u>\$ 2,000</u>	<u>\$ 297,185</u>

General revenues:
 Property taxes
 Sales and use taxes
 Franchise tax and other taxes
 Unrestricted investment earnings
 Unrestricted grants and contributions
 Miscellaneous
 Total general revenues
 Change in net position
 Net position - beginning
 Restatement of beginning net position
 Restated December 31, 2014 net position
 Net position - ending

The notes to the financial statements are an integral part of this statement.

Net (Expense) Revenues and Changes in Net Position

Primary Government			Component Units		
Governmental Activities	Business-Type Activities	Total	EURA	EEF	EMRF
\$ (5,097,817)		\$ (5,097,817)			
(18,809,013)		(18,809,013)			
(6,440,955)		(6,440,955)			
(3,839,000)		(3,839,000)			
(767,480)		(767,480)			
(437,384)		(437,384)			
<u>(35,391,649)</u>		<u>(35,391,649)</u>			
-	\$ 684,733	684,733			
-	1,220,462	1,220,462			
-	(101,175)	(101,175)			
-	150,128	150,128			
-	199,239	199,239			
-	(173,316)	(173,316)			
-	<u>1,980,071</u>	<u>1,980,071</u>			
(35,391,649)	1,980,071	(33,411,578)			
			\$ (6,019)	\$ -	\$ -
			-	(801,868)	-
			-	-	(2,020)
			<u>(6,019)</u>	<u>(801,868)</u>	<u>(2,020)</u>
4,337,758	-	4,337,758	-	-	-
30,969,561	-	30,969,561	-	-	-
3,520,391	-	3,520,391	-	-	-
77,005	-	77,005	39	2,665	21
30,201	-	30,201	-	-	-
1,041,323	-	1,041,323	-	-	-
<u>39,976,239</u>	<u>-</u>	<u>39,976,239</u>	<u>39</u>	<u>2,665</u>	<u>21</u>
4,584,590	1,980,071	6,564,661	(5,980)	(799,203)	(1,999)
67,756,540	89,461,928	157,218,468	526,517	15,262,544	5,712,812
(5,967,229)	(2,332,435)	(8,299,664)	-	-	-
<u>61,789,311</u>	<u>87,129,493</u>	<u>148,918,804</u>	<u>526,517</u>	<u>15,262,544</u>	<u>5,712,812</u>
<u>\$ 66,373,901</u>	<u>\$ 89,109,564</u>	<u>\$ 155,483,465</u>	<u>\$ 520,537</u>	<u>\$ 14,463,341</u>	<u>\$ 5,710,813</u>

CITY OF ENGLEWOOD, COLORADO

**Balance Sheet
Governmental Funds
December 31, 2015**

	General	Other Governmental Funds	Total Governmental Funds
Assets			
Cash and investments	\$ 9,135,720	\$ 10,492,160	\$ 19,627,880
Receivables:			
Property taxes	3,370,000	1,102,000	4,472,000
Sales and use taxes	3,607,390	197,852	3,805,242
Interest	21,525	25,484	47,009
Accounts	217,701	-	217,701
Assessments	6,526	-	6,526
Intergovernmental	196,485	930,297	1,126,782
Other assets	10,938	-	10,938
Total assets	<u>\$ 16,566,285</u>	<u>\$ 12,747,793</u>	<u>\$ 29,314,078</u>
Liabilities			
Accounts payable	\$ 594,414	\$ 753,720	\$ 1,348,134
Accrued payroll and related liabilities	538,430	-	538,430
Unearned revenue	1,250,000	-	1,250,000
Other liabilities	54,050	10,917	64,967
Total liabilities	<u>2,436,894</u>	<u>764,637</u>	<u>3,201,531</u>
Deferred Inflows of Resources			
Deferred revenue-property tax	<u>3,400,145</u>	<u>1,102,000</u>	<u>4,502,145</u>
Fund Balances			
Restricted for:			
Parks and recreation	-	3,691,949	3,691,949
Law enforcement	-	80,825	80,825
Debt service	-	70,248	70,248
Labor emergencies	1,510,000	-	1,510,000
Committed to:			
Capital projects	-	6,092,254	6,092,254
Parks and recreation	-	457,750	457,750
Long term asset reserve	2,663,099	-	2,663,099
Assigned to:			
Parks and recreation	-	330,123	330,123
Law enforcement	-	21,336	21,336
Other purposes	-	136,671	136,671
Subsequent year appropriation of fund balance	1,972,220	-	1,972,220
Unassigned	4,583,927	-	4,583,927
Total fund balances	<u>10,729,246</u>	<u>10,881,156</u>	<u>21,610,402</u>
Total liabilities deferred inflows and fund balances	<u>\$ 16,566,285</u>	<u>\$ 12,747,793</u>	<u>\$ 29,314,078</u>

The notes to the financial statements are an integral part of this statement.

CITY OF ENGLEWOOD, COLORADO

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

Total fund balances for governmental funds \$ 21,610,402

Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of:

Land	16,044,872	
Works of art	233,750	
Construction in process	2,255,197	
Infrastructure, net of \$18,298,243 accumulated depreciation	15,016,515	
Buildings and improvements, net of \$15,523,687 accumulated depreciation	24,763,283	
Equipment, net of \$10,191,329 accumulated depreciation	2,754,558	
Other improvements, net of \$2,773,433 accumulated depreciation	<u>3,363,668</u>	64,431,843

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net position.

Balances at December 31, 2015 are:

Bonds payable	(7,165,000)	
Issuance premiums	(237,860)	
Capital leases	(11,970,063)	
Compensated absences	(1,524,730)	
Postemployment benefits	<u>(475,472)</u>	(21,373,125)

Other long-term liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. 465,487

Interest on long-term debt is not accrued in the funds, but rather is recognized as an expenditure when due. (50,255)

Internal Service Funds are used by management to charge the costs of fleet management, print management, and insurance to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net position. Internal service funds net position are: 7,256,778

Restatement of December 31, 2014 beginning net position (5,967,229)
 Net position of governmental activities \$ 66,373,901

The notes to the financial statements are an integral part of this statement.

CITY OF ENGLEWOOD, COLORADO

**Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds**

For the Year Ended December 31, 2015

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues			
Property taxes	\$ 3,222,579	\$ 1,115,179	\$ 4,337,758
Sales and use taxes	26,603,384	4,366,177	30,969,561
Franchise and other taxes	3,520,391	-	3,520,391
Licenses and permits	1,612,118	-	1,612,118
Intergovernmental revenue	1,766,019	2,158,709	3,924,728
Charges for services	5,428,755	460,857	5,889,612
Fines and forfeitures	1,047,268	-	1,047,268
Net investment income	43,866	21,986	65,852
Contributions from component unit	873,347	-	873,347
Other	217,198	321,245	538,443
Total revenue	<u>44,334,925</u>	<u>8,444,153</u>	<u>52,779,078</u>
Expenditures			
Current:			
General government	8,096,689	797,537	8,894,226
Public safety	22,058,607	100,961	22,159,568
Public works	5,707,695	1,253,266	6,960,961
Culture and recreation	6,780,438	888,250	7,668,688
Capital outlay	-	2,374,881	2,374,881
Debt service:			
Principal	1,070,000	855,000	1,925,000
Interest and other fiscal charges	623,760	240,413	864,173
Total expenditures	<u>44,337,189</u>	<u>6,510,308</u>	<u>50,847,497</u>
Excess revenues over (under) expenditures	<u>(2,264)</u>	<u>1,933,845</u>	<u>1,931,581</u>
Other financing sources (uses)			
Transfers in	395,776	2,521,516	2,917,292
Transfers out	(1,875,516)	(1,045,776)	(2,921,292)
Total other financing sources (uses)	<u>(1,479,740)</u>	<u>1,475,740</u>	<u>(4,000)</u>
Net change in fund balances	(1,482,004)	3,409,585	1,927,581
Fund balances - beginning	<u>12,211,250</u>	<u>7,471,571</u>	<u>19,682,821</u>
Fund balances - ending	<u>\$ 10,729,246</u>	<u>\$ 10,881,156</u>	<u>\$ 21,610,402</u>

The notes to the financial statements are an integral part of this statement.

CITY OF ENGLEWOOD, COLORADO

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2015**

Net Change in fund balances-total governmental funds		\$ 1,927,581
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$3,252,145) exceeded capital outlays \$2,235,827 in the current period.		(1,016,318)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Adjustment to compensated absences liability	993,440	
Net pension expense adjustment	465,487	
Adjustment to postemployment benefit obligation	<u>(75,765)</u>	1,383,162
The issuance of long-term debt and capital leases provides current financial resources to governmental funds, while the repayment of the principal of long-term debt and capital leases consume current financial resources of governmental funds. These transactions, however, have no effect on net position.		
Repayments:		
General Obligation Bonds	855,000	
Capital leases	<u>1,070,000</u>	1,925,000
Interest expense in the statement of activities differs from the amount reported in governmental funds because of additional accrued interest, amortization of bond premiums, and refunding gains or losses.		
Change in accrued interest on long-term debt	(30,039)	
Amortization of premium	28,384	
Amortization of deferred charge	<u>98,348</u>	96,693
Internal service funds are used by management to charge the costs of fleet management, printing management, and insurance to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.		<u>268,472</u>
Change in net position of governmental activities		<u>\$ 4,584,590</u>

The notes to the financial statements are an integral part of this statement.

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CITY OF ENGLEWOOD, COLORADO

General Fund
Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2015
With Comparative Totals for December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget -	2014 Actual
	Original	Final		Positive (Negative)	
Revenues					
Taxes					
Property	\$ 2,900,000	\$ 2,900,000	\$ 2,917,413	\$ 17,413	\$ 2,892,433
Specific ownership	260,000	260,000	305,166	45,166	291,670
Sales and use	24,200,000	24,200,000	26,603,384	2,403,384	24,839,296
Franchise	3,017,550	3,017,550	3,320,046	302,496	3,207,978
Cigarette	179,000	179,000	188,285	9,285	188,652
Hotel/motel	12,000	12,000	12,060	60	11,949
Total taxes	30,568,550	30,568,550	33,346,354	2,777,804	31,431,978
Licenses and Permits					
Business licenses and permits	187,179	187,179	238,905	51,726	233,209
Building licenses and permits	919,943	919,943	1,373,213	453,270	1,343,089
Total licenses and permits	1,107,122	1,107,122	1,612,118	504,996	1,576,298
Intergovernmental					
State shared revenue	1,166,229	1,166,229	1,229,378	63,149	1,207,172
Federal grants	69,310	96,798	53,434	(43,364)	79,721
State grants	127,197	405,923	367,799	(38,124)	285,148
Local grants	8,125	104,930	85,207	(19,723)	266,941
Payment in lieu of taxes	30,063	30,063	30,201	138	30,063
Total intergovernmental	1,400,924	1,803,943	1,766,019	(37,924)	1,869,045
Charges for Services					
Recreation programs	2,556,900	2,556,900	2,464,613	(92,287)	2,466,421
General government	1,892,239	1,892,239	1,804,937	(87,302)	1,806,663
Public safety	760,000	760,000	513,923	(246,077)	749,174
Administration of joint venture	400,000	400,000	411,735	11,735	392,941
Court costs	156,695	156,695	133,074	(23,621)	149,667
Highway and street	91,020	91,020	80,510	(10,510)	99,807
School District No. 1	36,558	36,558	19,963	(16,595)	16,780
Total charges for services	5,893,412	5,893,412	5,428,755	(464,657)	5,681,453
Fines and Forfeitures					
Court fines	1,376,844	1,376,844	1,030,227	(346,617)	1,332,006
Library fines	20,000	20,000	16,587	(3,413)	17,457
Property and liability fines	-	-	454	454	702
Total fines and forfeitures	1,396,844	1,396,844	1,047,268	(349,576)	1,350,165
Net Investment Income	88,164	88,164	43,866	(44,298)	68,340
Contributions from component units	858,882	858,882	873,347	14,465	684,683
Other	311,800	312,062	217,198	(94,864)	210,531
Total Revenues	41,625,698	42,028,979	44,334,925	2,305,946	42,872,493

(Continued)

CITY OF ENGLEWOOD, COLORADO

**General Fund
Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2015
With Comparative Totals for December 31, 2014
(Continued)**

Expenditures	Budgeted Amounts		Actual Amounts	Variance with Final Budget -	2014 Actual
	Original	Final		Positive (Negative)	
Current:					
General Government					
Legislation					
City Council	\$ 307,856	\$ 307,856	\$ 295,214	\$ 12,642	\$ 282,199
Board of Adjustments and Appeals	1,068	1,068	1,794	(726)	729
Planning and Zoning Commission	3,973	3,973	2,734	1,239	1,561
Library Board	3,050	3,050	2,182	868	2,199
Parks and Recreation Commission	3,700	3,700	4,069	(369)	5,824
Cultural Arts Commission	1,150	1,150	685	465	2,729
Code Enforcement Advisory Commission	500	500	-	500	-
Alliance for Commerce in Englewood	1,000	1,000	194	806	305
Transportation Advisory Commission	568	568	33	535	208
Keep Englewood Beautiful Comission	34,710	34,710	34,846	(136)	33,984
Total Legislation	<u>357,575</u>	<u>357,575</u>	<u>341,751</u>	<u>15,824</u>	<u>329,738</u>
City Attorney	869,106	869,106	717,683	151,423	726,377
Municipal Court	1,085,494	1,085,494	986,422	99,072	942,264
City Manager	731,307	877,464	810,429	67,035	673,402
Community Development	1,288,781	1,338,781	1,095,440	243,341	1,128,034
Human Resources					
Administration	206,293	295,293	410,902	(115,609)	277,281
Employee services	276,600	276,600	159,121	117,479	164,675
Total Human Resources	<u>482,893</u>	<u>571,893</u>	<u>570,023</u>	<u>1,870</u>	<u>441,956</u>
Finance and Administrative Services					
Administration	326,030	326,030	317,151	8,879	315,414
City Clerk	351,838	351,838	298,505	53,333	325,008
Accounting	440,375	440,375	414,127	26,248	384,507
Revenue and budget	555,197	555,197	560,440	(5,243)	460,978
Purchasing	131,612	131,612	85,785	45,827	80,826
Total Finance and Administrative Services	<u>1,805,052</u>	<u>1,805,052</u>	<u>1,676,008</u>	<u>129,044</u>	<u>1,566,733</u>
Information Technology	1,425,389	1,425,389	1,387,054	38,335	1,348,275
Contingency	200,000	515,000	511,879	3,121	211,622
Total General Government	<u>8,245,597</u>	<u>8,845,754</u>	<u>8,096,689</u>	<u>749,065</u>	<u>7,368,401</u>

(Continued)

CITY OF ENGLEWOOD, COLORADO

**General Fund
Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2015
With Comparative Totals for December 31, 2014
(Continued)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget -</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>	
Police Department					
Administration	\$ 724,009	\$ 1,008,325	\$ 989,558	\$ 18,767	\$ 901,000
Communications and records	1,338,528	1,338,528	1,358,548	(20,020)	1,283,063
Police operations	9,601,872	9,668,677	9,652,696	15,981	9,229,812
Neighborhood services	492,691	492,691	447,433	45,258	458,351
Total Police Department	<u>12,157,100</u>	<u>12,508,221</u>	<u>12,448,235</u>	<u>59,986</u>	<u>11,872,226</u>
Fire Department					
Fire operations	8,336,434	8,811,434	8,769,816	41,618	8,356,553
Building and safety	803,400	803,400	840,556	(37,156)	819,688
Total Fire Department	<u>9,139,834</u>	<u>9,614,834</u>	<u>9,610,372</u>	<u>4,462</u>	<u>9,176,241</u>
Public Works					
Administration	611,646	611,646	613,092	(1,446)	662,579
Engineering	460,683	460,683	473,633	(12,950)	404,881
Streets and drainage	2,025,191	2,025,191	1,954,890	70,301	1,881,395
Traffic maintenance	810,782	810,782	680,366	130,416	740,281
General operations and maintenance	1,881,789	1,881,789	1,985,714	(103,925)	1,751,839
Total Public Works	<u>5,790,091</u>	<u>5,790,091</u>	<u>5,707,695</u>	<u>82,396</u>	<u>5,440,975</u>
Parks and Recreation					
Administration	766,688	766,688	759,000	7,688	704,112
Recreation programs and operations	3,149,176	3,149,176	2,950,488	198,688	2,997,746
Parks	2,137,252	2,137,252	1,891,283	245,969	1,872,570
Total Parks and Recreation	<u>6,053,116</u>	<u>6,053,116</u>	<u>5,600,771</u>	<u>452,345</u>	<u>5,574,428</u>
Library Services					
	<u>1,317,657</u>	<u>1,317,657</u>	<u>1,179,667</u>	<u>137,990</u>	<u>1,165,446</u>
Debt Service					
Principal	1,070,000	1,070,000	1,070,000	-	1,252,689
Interest and other charges	793,314	793,314	623,760	169,554	617,214
Total debt service	<u>1,863,314</u>	<u>1,863,314</u>	<u>1,693,760</u>	<u>169,554</u>	<u>1,869,903</u>
Total expenditures	<u>44,566,709</u>	<u>45,992,987</u>	<u>44,337,189</u>	<u>1,655,798</u>	<u>42,467,620</u>
Excess revenues over (under) expenditures	<u>(2,941,011)</u>	<u>(3,964,008)</u>	<u>(2,264)</u>	<u>3,961,744</u>	<u>404,873</u>
Other financing sources (uses)					
Transfers in	294,326	395,776	395,776	-	892,544
Transfers out	-	(1,875,516)	(1,875,516)	-	-
Total other financing sources	<u>294,326</u>	<u>(1,479,740)</u>	<u>(1,479,740)</u>	<u>-</u>	<u>892,544</u>
Net change in fund balances	<u>(2,646,685)</u>	<u>(5,443,748)</u>	<u>(1,482,004)</u>	<u>3,961,744</u>	<u>1,297,417</u>
Fund Balance - beginning	<u>7,753,287</u>	<u>12,211,250</u>	<u>12,211,250</u>	<u>-</u>	<u>10,913,833</u>
Fund Balance - ending	<u>\$ 5,106,602</u>	<u>\$ 6,767,502</u>	<u>\$ 10,729,246</u>	<u>\$ 3,961,744</u>	<u>\$ 12,211,250</u>

The notes to the financial statements are an integral part of this statement.

CITY OF ENGLEWOOD, COLORADO

**Statement of Net Position
Proprietary Funds
December 31, 2015**

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Golf	Storm Drainage
Assets				
Current assets:				
Cash and investments - unrestricted	\$ 8,810,109	\$ 11,666,769	\$ 618,223	\$ 1,231,320
Cash and investments - restricted:				
Loan operations and maintenance account	1,250,000	1,250,000	-	-
Water quality research	562,957	-	-	-
Interest receivable	24,198	25,753	1,768	2,891
Accounts receivable	1,249,203	3,223,909	-	18,129
Other receivables	-	303,398	-	-
Inventory	263,468	3,871	78,049	-
Other assets	-	-	-	-
Total current assets	<u>12,159,935</u>	<u>16,473,700</u>	<u>698,040</u>	<u>1,252,340</u>
Noncurrent assets:				
Cash and investments - restricted:				
Revenue bond future debt service	-	-	215,773	102,500
Capital replacement	-	1,000,000	-	-
Equity in joint venture	-	51,847,925	-	-
Notes receivable	-	-	-	-
Capital assets not being depreciated	7,517,387	59,500	10,396,940	-
Capital assets, net of accumulated depreciation	<u>28,860,522</u>	<u>1,753,506</u>	<u>4,224,826</u>	<u>1,728,825</u>
Total noncurrent assets	<u>36,377,909</u>	<u>54,660,931</u>	<u>14,837,539</u>	<u>1,831,325</u>
Total assets	<u>48,537,844</u>	<u>71,134,631</u>	<u>15,535,579</u>	<u>3,083,665</u>
Deferred Outflows of Resources				
Pension related deferred outflows:				
Difference of actual to expected earnings	309,239	114,628	28,670	1,784
Proportion change	-	20,079	-	70
Deferred loss on refunding	<u>114,481</u>	<u>-</u>	<u>73,127</u>	<u>-</u>
Total deferred outflows of resources	<u>423,720</u>	<u>134,707</u>	<u>101,797</u>	<u>1,854</u>

Business-type Activities - Enterprise Funds			Governmental
Concrete	Housing		Activities
Utility	Rehabilitation	Total	Internal Service
			Funds
\$ 705,108	\$ 1,288,859	\$ 24,320,388	\$ 4,808,427
-	-	2,500,000	-
-	-	562,957	-
1,862	2,166	58,638	10,119
23,104	-	4,514,345	22,961
-	-	303,398	-
-	198,237	543,625	144,836
-	-	-	45,000
<u>730,074</u>	<u>1,489,262</u>	<u>32,803,351</u>	<u>5,031,343</u>
-	-	318,273	-
-	-	1,000,000	-
-	-	51,847,925	-
-	2,698,398	2,698,398	-
-	-	17,973,827	346,897
<u>11,752,529</u>	<u>-</u>	<u>48,320,208</u>	<u>3,223,933</u>
<u>11,752,529</u>	<u>2,698,398</u>	<u>122,158,631</u>	<u>3,570,830</u>
<u>12,482,603</u>	<u>4,187,660</u>	<u>154,961,982</u>	<u>8,602,173</u>
15,801	-	470,122	-
-	-	20,149	-
-	-	187,608	-
<u>15,801</u>	<u>-</u>	<u>677,879</u>	<u>-</u>

(Continued)

CITY OF ENGLEWOOD, COLORADO

**Statement of Net Position
Proprietary Funds
December 31, 2015
(Continued)**

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Golf	Storm Drainage
Liabilities				
Current liabilities:				
Accounts payable	\$ 303,245	\$ 21,658	\$ 17,492	\$ 1,585
Accrued wages and related liabilities	31,176	17,566	8,988	954
Compensated absences - current	93,095	51,269	32,684	6,773
Unearned revenue	46,207	8,194,605	-	25,053
Other current liabilities	-	2,787,150	75,234	-
Accrued interest payable	211,947	556,843	10,014	1,127
General Obligation bonds payable - current	170,982	-	-	-
Revenue bonds payable - current	-	-	90,000	100,242
Notes payable - current	938,299	2,985,286	-	-
Total current liabilities	<u>1,794,951</u>	<u>14,614,377</u>	<u>234,412</u>	<u>135,734</u>
Noncurrent liabilities:				
General Obligation bonds payable	11,203,918	-	-	-
Revenue bonds payable	-	-	2,255,000	536,298
Notes payable	1,806,639	31,504,233	-	-
Pension liability	1,320,230	405,234	147,814	6,781
Compensated absences	93,094	51,268	32,683	6,774
Other post employment benefits payable	108,572	35,997	22,752	-
Total noncurrent liabilities	<u>14,532,453</u>	<u>31,996,732</u>	<u>2,458,249</u>	<u>549,853</u>
Total liabilities	<u>16,327,404</u>	<u>46,611,109</u>	<u>2,692,661</u>	<u>685,587</u>
Deferred Inflows of Resources				
Pension related deferred inflows:				
Difference of actual to expected experience	704	261	65	4
Proportion change	61,550	-	18,662	-
Total deferred inflows of resources	<u>62,254</u>	<u>261</u>	<u>18,727</u>	<u>4</u>
Net position				
Net investment in capital assets	22,407,590	1,813,006	12,436,443	1,196,635
Restricted for:				
Debt service	-	-	215,773	102,500
Water quality research	562,957	-	-	-
Unrestricted	9,601,359	22,844,962	273,772	1,100,793
Total net position	<u>\$ 32,571,906</u>	<u>\$ 24,657,968</u>	<u>\$ 12,925,988</u>	<u>\$ 2,399,928</u>

The notes to the financial statements are an integral part of this statement.

Business-type Activities - Enterprise Funds			Governmental
Concrete	Housing		Activities
Utility	Rehabilitation	Total	Internal Service
			Funds
\$ 27,606	\$ 40,210	\$ 411,796	\$ 86,825
2,216	-	60,900	14,778
9,527	-	193,348	52,753
42,152	-	8,308,017	-
-	-	2,862,384	351,514
-	-	779,931	-
-	-	170,982	-
-	-	190,242	-
-	36,000	3,959,585	-
<u>81,501</u>	<u>76,210</u>	<u>16,937,185</u>	<u>505,870</u>
-	-	11,203,918	-
-	-	2,791,298	-
-	623,827	33,934,699	-
105,447	-	1,985,506	-
9,528	-	193,347	52,756
-	-	167,321	-
<u>114,975</u>	<u>623,827</u>	<u>50,276,089</u>	<u>52,756</u>
<u>196,476</u>	<u>700,037</u>	<u>67,213,274</u>	<u>558,626</u>
36	-	1,070	-
<u>22,510</u>	-	<u>102,722</u>	-
<u>22,546</u>	-	<u>103,792</u>	-
11,768,294	-	49,621,968	3,518,074
-	-	318,273	-
-	-	562,957	-
511,088	3,487,623	37,819,597	4,525,473
<u>\$ 12,279,382</u>	<u>\$ 3,487,623</u>	<u>88,322,795</u>	<u>\$ 8,043,547</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds		<u>786,769</u>	
Net position of business type activities		<u>\$ 89,109,564</u>	

CITY OF ENGLEWOOD, COLORADO

**Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2015**

	Business-type Activities-Enterprise Funds			
	Water	Sewer	Golf	Storm Drainage
Operating revenues				
Charges for sales and services:				
Service fees	\$ 6,010,585	\$ 15,910,191	\$ 1,728,354	\$ 316,729
Raw water sales	2,333,618	-	-	-
City ditch revenue	39,312	-	-	-
Concessions	-	-	204,788	-
Interest from notes	-	-	-	-
Property sales	-	-	-	-
Other	54,401	-	71,055	-
Total operating revenues	<u>8,437,916</u>	<u>15,910,191</u>	<u>2,004,197</u>	<u>316,729</u>
Operating expenses				
Direct system operating costs:				
Source of supply	1,783,725	-	-	-
Power and pumping	851,521	-	-	-
Purification	1,440,868	-	-	-
Transmission and distribution	893,193	-	-	-
Sanitary system	-	718,387	-	-
Storm drainage system	-	-	-	15,561
Concrete repair & maintenance program	-	-	-	-
Cost of sales	-	-	-	-
Total direct system operating costs	<u>4,969,307</u>	<u>718,387</u>	<u>-</u>	<u>15,561</u>
Littleton/Englewood WWTP operating expenses	-	10,651,477	-	-
Personnel services	567,107	758,907	972,317	56,902
Customer accounting and collection	461,585	1,168,747	-	-
Commodities and contractual services	515,785	315,476	636,950	22,567
Other	168,956	476,118	129,698	-
Depreciation	1,214,219	82,775	328,885	79,998
Total operating expenses	<u>7,896,959</u>	<u>14,171,887</u>	<u>2,067,850</u>	<u>175,028</u>
Operating income (loss)	<u>540,957</u>	<u>1,738,304</u>	<u>(63,653)</u>	<u>141,701</u>
Nonoperating revenues (expense)				
Net investment income	34,644	37,613	1,990	4,222
Grant income	-	-	-	-
Interest expense	(528,399)	(1,341,797)	(128,481)	(14,433)
Gain (loss) on disposition of assets	-	-	-	-
Other, net	315,748	125,923	70,851	17,424
Total nonoperating revenues (expenses)	<u>(178,007)</u>	<u>(1,178,261)</u>	<u>(55,640)</u>	<u>7,213</u>
Income (loss) before contributions and transfers	<u>362,950</u>	<u>560,043</u>	<u>(119,293)</u>	<u>148,914</u>
Capital contributions - tap fees	244,935	479,995	-	-
Capital contributions - other	-	-	-	-
Change in net position	<u>607,885</u>	<u>1,040,038</u>	<u>(119,293)</u>	<u>148,914</u>
Total net position - beginning	<u>32,992,719</u>	<u>24,705,231</u>	<u>13,166,067</u>	<u>2,256,113</u>
Restatement of beginning net position	<u>(1,028,698)</u>	<u>(1,087,301)</u>	<u>(120,786)</u>	<u>(5,099)</u>
Restated December 31, 2014 net position	<u>31,964,021</u>	<u>23,617,930</u>	<u>13,045,281</u>	<u>2,251,014</u>
Total net position - ending	<u>\$ 32,571,906</u>	<u>\$ 24,657,968</u>	<u>\$ 12,925,988</u>	<u>\$ 2,399,928</u>

The notes to the financial statements are an integral part of this statement.

Business-type Activities-Enterprise Funds			Governmental Activities - Internal Service Funds
Concrete Utility	Housing Rehabilitation	Total	
\$ 868,790	\$ -	\$ 24,834,649	\$ 10,906,874
-	-	2,333,618	-
-	-	39,312	-
-	-	204,788	-
-	212,854	212,854	-
-	576,000	576,000	-
-	1,894	127,350	159,508
<u>868,790</u>	<u>790,748</u>	<u>28,328,571</u>	<u>11,066,382</u>
-	-	1,783,725	-
-	-	851,521	-
-	-	1,440,868	-
-	-	893,193	-
-	-	718,387	-
-	-	15,561	-
123,008	-	123,008	-
-	618,348	618,348	-
<u>123,008</u>	<u>618,348</u>	<u>6,444,611</u>	<u>-</u>
-	-	10,651,477	-
163,078	-	2,518,311	1,225,606
-	14,090	1,644,422	-
1,559	223,012	1,715,349	8,049,670
-	212,409	987,181	-
<u>391,380</u>	<u>-</u>	<u>2,097,257</u>	<u>849,783</u>
<u>679,025</u>	<u>1,067,859</u>	<u>26,058,608</u>	<u>10,125,059</u>
<u>189,765</u>	<u>(277,111)</u>	<u>2,269,963</u>	<u>941,323</u>
2,837	2,689	83,995	11,153
-	127,500	127,500	-
-	(26,394)	(2,039,504)	-
-	-	-	(422,564)
<u>4,006</u>	<u>-</u>	<u>533,952</u>	<u>8,489</u>
<u>6,843</u>	<u>103,795</u>	<u>(1,294,057)</u>	<u>(402,922)</u>
196,608	(173,316)	975,906	538,401
-	-	724,930	-
-	-	-	5,306
<u>196,608</u>	<u>(173,316)</u>	<u>1,700,836</u>	<u>547,707</u>
12,173,325	3,660,939	-	7,495,840
(90,551)	-	-	-
<u>12,082,774</u>	<u>3,660,939</u>	<u>-</u>	<u>7,495,840</u>
<u>\$ 12,279,382</u>	<u>\$ 3,487,623</u>	<u>-</u>	<u>\$ 8,043,547</u>

Adjustment to reflect the consolidation of
internal service fund activities related to
enterprise funds

279,235

Change in net position of business-type activities

\$ 1,980,071

CITY OF ENGLEWOOD, COLORADO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2015**

	Business-type Activities-Enterprise Funds		
	Water	Sewer	Golf Course
Cash flows from operating activities			
Cash received from customers	\$ 8,259,593	\$ 16,385,860	\$ 2,014,949
Collections of program loan principal	-	-	-
Interest received from borrowers	-	-	-
Program loans issued	-	-	-
Cash payments to suppliers for goods and services	(4,064,159)	(9,450,653)	(773,730)
Cash payments to employees for services	(2,539,681)	(1,333,619)	(973,488)
Other cash received	315,748	125,923	70,851
Net cash provided (used) by operating activities	<u>1,971,501</u>	<u>5,727,511</u>	<u>338,582</u>
Cash flows from noncapital financing activities			
Operating grants received	-	-	-
Principal paid on debt obligation	-	-	-
Interest paid on debt obligation	-	-	-
Transfers from other funds	-	-	-
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities			
Contributed capital	244,935	479,995	-
Proceeds from sale of assets	-	-	-
Acquisition and construction of capital assets	(766,485)	(352,990)	(107,150)
Principal paid on long-term debt	(1,060,774)	(2,795,351)	(85,000)
Interest paid on long-term debt	(538,610)	(1,476,308)	(121,867)
Net cash (used) by capital related financing activities	<u>(2,120,934)</u>	<u>(4,144,654)</u>	<u>(314,017)</u>
Cash flows from investing activities			
Net investment income	30,148	31,468	1,454
Net cash provided by investing activities	<u>30,148</u>	<u>31,468</u>	<u>1,454</u>
Net increase (decrease) in cash and cash equivalents	(119,285)	1,614,325	26,019
Cash and cash equivalents - beginning	<u>10,742,351</u>	<u>12,302,444</u>	<u>807,977</u>
Cash and cash equivalents - ending	<u><u>\$ 10,623,066</u></u>	<u><u>\$ 13,916,769</u></u>	<u><u>\$ 833,996</u></u>

Business-type Activities-Enterprise Funds				Governmental Activities - Internal Service Funds
Storm Drainage	Concrete Utility	Housing Rehabilitation	Total	
\$ 314,516	\$ 844,737	\$ 115,108	\$ 27,934,763	\$ 11,054,540
-	-	41,716	41,716	-
-	-	212,854	212,854	-
-	-	(215,272)	(215,272)	-
(38,268)	(96,961)	365,865	(14,057,906)	(8,480,859)
(57,604)	(139,101)	-	(5,043,493)	(1,252,440)
17,424	4,005	1,894	535,845	8,489
<u>236,068</u>	<u>612,680</u>	<u>522,165</u>	<u>9,408,507</u>	<u>1,329,730</u>
-	-	127,500	127,500	-
-	-	(430,960)	(430,960)	-
-	-	(26,394)	(26,394)	-
-	-	-	-	4,000
-	-	<u>(329,854)</u>	<u>(329,854)</u>	<u>4,000</u>
-	-	-	724,930	-
-	-	-	-	60,244
(48,905)	(470,135)	-	(1,745,665)	(589,808)
(100,000)	-	-	(4,041,125)	-
(14,779)	-	-	(2,151,564)	-
<u>(163,684)</u>	<u>(470,135)</u>	<u>-</u>	<u>(7,213,424)</u>	<u>(529,564)</u>
3,502	1,693	(3,112)	65,153	8,076
<u>3,502</u>	<u>1,693</u>	<u>(3,112)</u>	<u>65,153</u>	<u>8,076</u>
75,886	144,238	189,199	1,930,382	812,242
<u>1,257,934</u>	<u>560,870</u>	<u>1,099,660</u>	<u>26,771,236</u>	<u>3,996,185</u>
<u>\$ 1,333,820</u>	<u>\$ 705,108</u>	<u>\$ 1,288,859</u>	<u>\$ 28,701,618</u>	<u>\$ 4,808,427</u>

(Continued)

CITY OF ENGLEWOOD, COLORADO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2015
(Continued)**

	Business-type Activities-Enterprise Funds		
	Water	Sewer	Golf Course
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 540,957	\$ 1,738,304	\$ (63,653)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	1,214,219	3,429,195	328,885
Miscellaneous nonoperating income	315,748	125,923	70,851
Effect of changes in operating assets and liabilities:			
Accounts receivable	(190,966)	(239,087)	-
Other receivables	16,765	197	-
Inventory	16,855	-	(19,818)
Other current assets	-	-	-
Accounts payable	77,443	16,428	(7,082)
Accrued payroll and related liabilities	(59,945)	(34,525)	(18,256)
Pension deferred outflows	(309,239)	(134,707)	(28,670)
Pension deferred inflows	62,254	108,065	27,028
Net Pension Liability	291,532	261	18,727
Deferred revenue	(4,122)	122,795	-
Other current liabilities	-	594,662	30,570
Total adjustments	<u>1,430,544</u>	<u>3,989,207</u>	<u>402,235</u>
Net cash provided (used) by operating activities	<u>\$ 1,971,501</u>	<u>\$ 5,727,511</u>	<u>\$ 338,582</u>

Noncash investing, capital and financing activities

The notes to the financial statements are an integral part of this statement.

Business-type Activities-Enterprise Funds				Governmental Activities - Internal Service Funds
Storm Drainage	Concrete Utility	Housing Rehabilitation	Total	
\$ 141,701	\$ 189,765	\$ (277,111)	\$ 2,269,963	\$ 941,323
79,998	391,380	-	5,443,677	849,783
17,424	4,005	1,894	535,845	8,489
(2,317)	(24,393)	(211,421)	(668,184)	(11,842)
-	-	(10,000)	6,962	-
-	-	(399,398)	(402,361)	45,079
-	-	1,164,488	1,164,488	-
(140)	27,606	38,233	152,488	(176,821)
(534)	2,336	-	(110,924)	(28,936)
(1,854)	(15,801)	-	(490,271)	-
1,682	14,896	-	213,925	-
4	22,546	-	333,070	-
104	340	-	119,117	-
-	-	215,480	840,712	(297,345)
94,367	422,915	799,276	7,138,544	388,407
<u>\$ 236,068</u>	<u>\$ 612,680</u>	<u>\$ 522,165</u>	<u>\$ 9,408,507</u>	<u>\$ 1,329,730</u>

CITY OF ENGLEWOOD, COLORADO

Statement of Fiduciary Net Position
 Fiduciary Funds
 December 31, 2015

	Nonemergency Pension	Agency
	<u> </u>	<u> </u>
Assets		
Cash and equivalents	\$ 20,617	\$ 5,079,522
Interest receivable	22,808	11,293
Investments		
Domestic Equities	27,947,623	-
Real Estate equities	<u>3,964,794</u>	<u>-</u>
Total investments	31,912,417	-
Accounts receivable	-	144,862
Assessment receivable	<u>-</u>	<u>14,470</u>
Total assets	<u>31,955,842</u>	<u>5,250,147</u>
Liabilities		
Accounts payable	<u>275</u>	<u>-</u>
Due to other governments	<u>-</u>	<u>5,250,147</u>
Total liabilities	<u>275</u>	<u>5,250,147</u>
Net Position	<u>\$ 31,955,567</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

CITY OF ENGLEWOOD, COLORADO

**Statement of Changes in Fiduciary Net Position
Nonemergency Pension Plan
For the Year Ended December 31, 2015**

	2015
Additions	
Contributions:	
City	\$ 1,265,441
Plan member	183,405
Total contributions	1,448,846
Investment income:	
Net appreciation in fair value of investments	(238,538)
Less investment expense	(66,799)
Net investment income	(305,337)
Total additions	1,143,509
Deductions	
Benefits	2,074,554
Administrative expenses	87,915
Total deductions	2,162,469
Net decrease in net position	(1,018,960)
Net position - beginning	32,974,527
Net position - ending	\$ 31,955,567

The notes to the financial statements are an integral part of this statement.

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CITY OF ENGLEWOOD, COLORADO

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December 31, 2015**

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CITY OF ENGLEWOOD, COLORADO

Notes to the Financial Statements December 31, 2015

The financial statements of the City of Englewood have been prepared in conformity with generally accepted accounting principles as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and reporting principles. The following notes to the financial statements are an integral part of the City's Comprehensive Annual Financial Report.

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The City of Englewood is a municipal corporation governed by an elected seven-member council. The accompanying financial statements present the government and its component units, entities for which the government is considered financially accountable. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the City.

The City follows GASB accounting pronouncements that provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

Discretely presented component units

The Englewood Urban Renewal Authority (EURA) was created by resolution passed September 18, 1972, by the Englewood City Council under authorization of State Statutes. The purpose of the EURA is to acquire and develop or redevelop certain blighted areas in the City to maintain the public welfare. The EURA is included in the City's financial statements because the City Council appoints all board members and its tax increment financing is prima facie evidence of financial accountability.

The Englewood Environmental Foundation, Inc. (EEF), a nonprofit corporation, was established on August 14, 1997 under authorization of the Colorado Nonprofit Corporation Act. The purpose of the EEF includes, but is not limited to, maintaining the common areas of CityCenter Englewood, a mixed-use, transit oriented development that includes retail shops, luxury apartment housing and office space. The EEF is included in the City's financial statements because the City Council appoints all board members and provides substantial financial support to the EEF.

The Englewood McLellan Reservoir Foundation, Inc. (EMRF), a nonprofit corporation, was established on June 1, 1999 under authorization of the Colorado Nonprofit Corporation Act. The purpose of the EMRF includes, but is not limited to, taking title to 165 acres of land, which was acquired by the City of Englewood in 1960 as part of the acquisition of the McLellan Reservoir, and overseeing the development of such property while continuing to protect the City's water supply. During 1999, the City contributed the land to the EMRF. The EMRF is included in the City's financial statements because the City Council appoints all board members and provides substantial financial support to the EMRF.

Each discretely presented component unit has a December 31 year-end. Separate financial statements are not prepared for the discretely presented component units.

B. 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 non-fiduciary activities of the primary government and its component units. For the most part, the effect of inter-fund 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. Likewise, the *primary*

government is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree, to which the direct expenses of a 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 charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by given function or segment; fines and forfeitures; and 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, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported in separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Agency funds, however, are custodial in nature and do not present results of operations or have a measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues 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 collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due. Property taxes, sales and use taxes, franchise taxes and interest are susceptible to accrual and so have been recognized as revenues in the current period. All other revenue items are considered to be measurable and available when cash is received by the City and are recognized as revenue at that time.

The City reports the following major governmental fund:

The *general fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The City reports the following major proprietary funds:

The *water fund* accounts for revenues and expenses associated with providing water services to City of Englewood residents.

The *sewer fund* accounts for revenues and expenses associated with providing wastewater services to the City of Englewood residents and some county residents.

The *golf course fund* accounts for revenues and expenses associated with the operations of the Englewood Municipal Golf Course.

The *storm drainage fund* accounts for revenues and expenses associated with maintaining the City's storm drainage system.

The *concrete utility fund* accounts for revenues and expenses associated with maintaining the City's sidewalks, curbs and gutters.

The *housing rehabilitation fund* accounts for revenues and expenses associated with the City's housing rehabilitation programs.

Additionally, the City reports the following fund types:

Internal service funds account for printing fees, vehicle use and maintenance fees, capital replacement fees, and insurance provided to other departments and employees of the City on a cost-reimbursement basis.

The pension trust fund accounts for the NonEmergency, Pension Fund administered by the City in a trustee capacity.

The *agency fund* accounts for assets held by the City in a custodial capacity, on behalf of other governmental entities, pursuant to the Big Dry Creek Basin Interceptor Agreement.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's water and sewer function and various other functions of government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicant for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all City levied taxes.

Proprietary funds distinguish between 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 principle ongoing operations. The principle operating revenues of the City's enterprise funds and internal service funds are charges to customers for sales and services, including water and sewer charges, printing fees, vehicle use and maintenance fees, capital replacement fees and insurance fees. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The City's water and sewer enterprise funds recognize as capital contributions the entire portion of tap fees, as they are intended to recover the cost of the capital investment in the water and sewer distribution system.

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

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity

Deposits and Investments

The City maintains an internal cash and investment pool that is available for use by all funds including its component units. Cash and investments are presented on the balance sheet in the basic financial statements at fair value.

All investment pool purchases and sales are part of the City's cash management activity and considered cash and cash equivalents. Activities undertaken by the pool on behalf of the proprietary funds are not part of operating, capital, investing, or financing activities of the proprietary funds, and details of these transactions are not reported in the Statement of Cash Flows. Net investment earnings from the combined investments are allocated monthly to each fund based on month-end average balances of cash and investments. Interest from non-pooled investments is recorded based on the specific investments held by the fund. Interest income is recorded in the fund that earned the interest.

The City's investment policy is approved by the City Council and covers all financial assets and funds of the City and it's discretely presented component units except for the pension trust funds. Changes to the policy are made on an as-needed basis. All investments are made in accordance with Colorado Revised Statutes. The policy authorizes the City and component units to invest primarily in the following:

- U.S. Treasury Obligations: Treasury Bills, Treasury Notes and Treasury Bonds with maturities not exceeding five years from the date of trade settlement.
- Treasury Strips (book-entry U.S. Treasury securities whose coupons have been removed) with maturities not exceeding five years from the date of trade settlement.
- Federal Instrumentalities - Debentures, Discount Notes, Medium-Term Notes, Callable Securities and Step-up Securities issued by the following only: Federal National Mortgage Association (FNMA), Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC) and Federal Farm Credit Banks (FFCB), with maturities not exceeding five years from the date of trade settlement. Federal Instrumentality Securities shall be

rated in the highest rating category by at least two Nationally Recognized Statistical Rating Organizations (NRSROs) that rate them, and shall be rated not less by any NRSRO that rates the debt.

- Repurchase Agreements with a termination date of 90 days or less utilizing U.S. Treasury and Federal Instrumentality securities listed above, collateralized at a minimum market value of 102 percent of the dollar value of the transaction with the accrued interest accumulated on the collateral included in the calculation. Repurchase agreements shall be entered into only with dealers who: are recognized as Primary Dealers by the Federal Reserve Bank of New York, or with firms that have a primary dealer within their holding company structure; and have executed a City approved Master Repurchase Agreement. Primary Dealers approved as Repurchase Agreement counterparties, if rated, shall have a short-term credit rating of at least A-1 or the equivalent and a long-term credit rating of at least A or the equivalent. Collateral (purchased securities) shall be held by the City's custodian bank as safekeeping agent, and the market value of the collateral securities shall be marked-to-the-market daily. In no case will the maturity of the collateral exceed 10 years.
- Reverse Repurchase Agreements with a maturity of 90 days or less executed only against securities owned by the City and collateralized by the same type of security reversed.
- Flexible Repurchase Agreements with a final maturity of 10 years or less entered into by the City with approved counterparties.
- Time Certificates of Deposit with a maximum maturity of five years or savings accounts in state or national banks or state or federally chartered savings banks operating in Colorado that are state approved depositories (as evidenced by a certificate issued by the State Banking Board) and are insured by the FDIC. Certificates of deposit that exceed the FDIC insured amount shall be collateralized in accordance with the Colorado Public Deposit Protection Act. The collateral shall have a market value equal to or exceeding 102 percent of the difference between the insured amount and the City's total deposits for all funds within the institution.
- Money Market Mutual Funds registered under the Investment Company Act of 1940 that: 1) are "no-load" (i.e.: no commission or fee shall be charged on purchases or sales of shares); 2) have a constant net asset value per share of \$1.00; 3) limit assets of the fund to securities authorized by state statute; 4) have a maximum stated maturity and weighted average maturity in accordance with Rule 2a-7 of the Investment Company Act of 1940; and 5) have a rating of AAA by Standard and Poor's, Aaa by Moody's or AAA/V1+ by Fitch.
- Colorado Local Government Liquid Asset Trust (COLOTRUST) as authorized under CRS 24-75-702.
- Prime Bankers Acceptances, rated at least A-1 by Standard & Poor's, P-1 by Moody's and F1 by Fitch at the time of purchase by at least two services that rate them and shall be rated not less by any service that rates them, with a maturity of six months or less issued on domestic banks or branches of foreign banks domiciled in the U.S. and operating under U.S. banking laws. Accepting banks must have a senior debt rating of A2 by Moody's and A by Standard & Poor's.
- Prime Commercial Paper with a maturity of 270 days or less which, at the time of purchase, is rated at least A-1 by Standard & Poor's, P-1 by Moody's and F1 by Fitch. At the time of purchase, the commercial paper must be rated by at least two of the above stated rating agencies at the stated minimum rating. If more than two of the above stated agencies rate an issuer, all of those rating agencies must rate the issuer in accordance with above stated minimum credit criteria. If the commercial paper issuer has senior debt outstanding, the senior debt must be rated by each service that publishes a rating on the issuer as at least A2 by Moody's, A by Standard and Poor's and A by Fitch.
- Corporate Bonds issued by a corporation or bank with a final maturity not exceeding three years from the date of trade settlement, rated at least AA- by Standard & Poor's, Aa3 by Moody's, or AA by Fitch at the time of purchase by each service that rates the debt. Authorized corporate bonds shall be U.S. dollar denominated, and limited to corporations organized and operated within the United States with a net worth in excess of \$250 million.

Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Property taxes are levied by December 15 of each year and are due in full the following year. The lien date is January 1 following the levy. Taxes may be paid in two equal installments, on or before February 28 and June 15; or in full, on or before April 30. Delinquent taxpayers are notified in August and generally, sales of the tax liens on delinquent properties are held in November or December. Property taxes are collected by Arapahoe County and then remitted, net of a 1% collection fee, to the City. Taxes are recorded as a receivable and a deferred inflow of resources when levied, and subsequently recorded as revenue in the year they are available or collected.

Inventories and Property Held for Resale

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when purchased. Property held for resale is recorded at lower of cost or estimated market value.

Restricted Assets and Liabilities

Certain assets and their related liabilities whose use is restricted for construction, bonded debt service and other purposes by contractual agreement and/or debt indentures are segregated on the government-wide statement of net position and the fund balance sheets. The "construction" account is used to report those proceeds of revenue bonds and loans that are restricted for use in construction. The "loan operations and maintenance account" is used to report resources set aside to subsidize potential deficiencies from the City's operation that could adversely affect debt service payments. The "insurance claims" account is used to report resources set aside for the payment of current and future long-term disability claims. The "revenue bond future debt service" account is used to report resources set aside to make up potential future deficiencies in the revenue bond debt service account. The "capital replacement" account is used to report resources set aside to fund major capital repairs and replacements at the Littleton/Englewood Wastewater Treatment Plant.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City currently capitalizes expenditures that cost more than \$5,000 and have a life of one year or more. Such capital assets are recorded at historical cost or at estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed and depreciated over their remaining useful lives.

Capital assets of the primary government, as well as the component units, are depreciated, using the straight-line method over their estimated useful lives:

Infrastructure:	
Bridges	50 years
Streets	25 years
Storm drainage system	35 years
Concrete, curb and gutter	50 years
Buildings and improvements	15-50 years
Water distribution and sewage collection systems	50 years
Water and sewage treatment plants	25 years
Raw water service and treated water storage facilities	15-50 years
Vehicles, machinery and equipment	3-25 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. The government has one deferred charge on debt refunding and three deferred outflows related to pension actuarial activity and the change in proportion of pension participation in relation to the pension plans as a whole.

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. The government has only two types of items that qualify for reporting in this category. Deferred revenue for the sources shown, represent unavailable revenues that are deferred and recognized in the period that the amounts become available. The other type of deferred inflow is related to pension actuarial activity and the change in proportion of pension participation in relation to the pension plans as a whole.

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and personal leave benefits. All leave is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, because of employee resignations and retirements.

Leases

Leases that meet certain criteria established by the Financial Accounting Standards Board (FASB) Statement No. 13 are classified as capital lease obligations and recorded at the lesser of the present value of minimum lease

payments or the fair value of the leased property at inception. Leases that do not meet the criteria of a capital lease are classified as operating leases. The City's operating leases are not significant.

Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bonds payable are reported net of the applicable bond premium and discount. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method and charged to interest expense.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Issuance costs, even if withheld from the actual new proceeds received, are reported as debt service expenditures.

Net Position and Fund Equity

The government-wide and business-type fund financial statements utilize a net position presentation. Net position is categorized as invested in capital assets (net of related debt), restricted or unrestricted.

Net investment in capital assets is intended to reflect the portion of net position that is associated with non-liquid, capital assets less outstanding capital asset related debt. The net related debt is the debt less the outstanding liquid assets and any associated unamortized cost.

Restricted net position is subject to restrictions by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provision or enabling legislation. Pursuant to the City Charter, the net position of the City's utilities: water, sewer, storm drainage and concrete, are entirely restricted to their own purpose.

Unrestricted net position represent assets that do not have any third party limitations on their use. While City management may have categorized and segmented portions for various purposes, the City Council has the unrestricted authority to revisit or alter these managerial decisions.

Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for a specific purpose.

Restricted Fund Balances

Restricted fund balances carry provisions that are externally imposed by creditors or by law. Common examples of restricted fund balances are grant proceeds and debt restrictions.

Committed Fund Balances

Committed fund balances can only be created and modified by the highest formal action available to the highest decision-making authority of the government. For the City this is through the adoption of an Ordinance by City Council.

Assigned Fund Balances

Assigned fund balances are intended for a specific purpose but are neither restricted nor committed. City management may have categorized portions for various purposes. City Council has the unrestricted authority to revisit or alter these managerial decisions through the adoption of an Ordinance or the passing of a Resolution.

Unassigned Fund Balance

Unassigned fund balance is only reported in the General Fund for balances that are not restricted, committed or assigned. City Council has the unrestricted authority to appropriate these funds.

There are times when the government will fund outlays for a particular purpose from both restricted and unrestricted resources. It is the government's policy that restricted resources are considered to have been spent before any unrestricted resources are applied. In the instance where any unrestricted fund balance is available, committed fund balance is considered to have been spent before any assigned or unassigned fund balance is used.

Use of Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. An example of such an estimate that has been made by management is depreciation expense.

Note 2. Stewardship, Compliance and Accountability

A. Budgetary Information

The governmental fund type annual budgets are adopted on a basis consistent with generally accepted accounting principles for all funds except the capital projects funds and certain special revenue funds (Conservation Trust and Open Space Funds), which adopt project-length budgets. The proprietary fund type annual budgets are adopted on a non-GAAP modified accrual budgetary basis. All annual appropriations lapse at year-end. Budgets are not adopted for the pension trust funds.

The appropriated budget is prepared by fund, department, division, and object. The legal level of budgetary control is at the department level for the General Fund and at the fund level for all other legally adopted funds. Supplemental appropriations and transfers of appropriations between departments and/or funds require the approval of the City Council. The City Manager may transfer any unencumbered appropriation from one expenditure classification to another within the same department.

Encumbrance accounting is used as a management tool during the year; at year-end, encumbrances are canceled. During the year, sixteen supplemental appropriation resolutions were approved by City Council.

Note 3. Detailed Notes on All Funds

A. Deposits and Investments

	Primary Government			Component Units			Reporting Entity Total
	Governmental and Business-Type Activities	Fiduciary Funds	Total	EURA	EEF	EMRF	
Unrestricted:							
Deposits and investments with City internal investment pool	\$ 48,624,419	\$ 37,012,556	\$ 85,636,975	\$ 3,529	\$ 613,409	\$ 355	\$ 86,254,268
Deposits and investments outside City internal investment pool	132,276	22,808	155,084	-	84,730	1,809	241,623
Subtotal unrestricted deposits and investments	48,756,695	37,035,364	85,792,059	3,529	698,139	2,164	86,495,891
Restricted:							
Deposits and investments with City internal investment pool	4,381,230	-	4,381,230	-	-	-	4,381,230
Total deposits and investments	<u>\$ 53,137,925</u>	<u>\$ 37,035,364</u>	<u>\$ 90,173,289</u>	<u>\$ 3,529</u>	<u>\$ 698,139</u>	<u>\$ 2,164</u>	<u>\$ 90,877,121</u>
Cash and deposits	\$ 3,354,062	\$ -	\$ 3,354,062	\$ -	\$ 84,730	\$ 1,809	\$ 3,440,601
Investments	49,783,863	37,035,364	86,819,227	3,529	613,409	355	87,436,520
	<u>\$ 53,137,925</u>	<u>\$ 37,035,364</u>	<u>\$ 90,173,289</u>	<u>\$ 3,529</u>	<u>\$ 698,139</u>	<u>\$ 2,164</u>	<u>\$ 90,877,121</u>

Deposits

Custodial credit risk – deposits:

Custodial risk for deposits is the risk that, in the event of a failure of a depository financial institution, the City will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The City's deposit policy is in accordance with CRS 11-10.5-101, The Colorado Public Deposit Protection Act (PDPA), which governs investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. State regulators determine eligibility. Amounts on deposit in excess of federal insurance levels (\$250,000) must be collateralized. The eligible collateral is

determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to 102% of the aggregate uninsured deposits. The institution's internal records identify the collateral by depositor and as such, these deposits are considered to be 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, 2015, the City's deposits amounting to \$382,276 were insured by federal depository insurance and consequently were not exposed to custodial credit risk.

The EEF and the EMRF are not eligible public entities and are not covered by the provisions of the PDPA. At year-end, the component units' cash deposits had a bank balance as follows:

	EEF	EMRF
Insured-FDIC	\$ 90,428	\$ 1,995

Investments

The table below identifies the investment types that are authorized for the City, along with the related interest rate risk and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Obligations	5 years	None	None
U.S. Instrumentalities	5 years	None	None
Repurchase Agreements	90 days	None	None
Reverse Repurchase Agreements	90 days	None	None
Flexible Repurchase Agreements	10 years	None	None
Certificates of Deposit	5 years	50%	None
Bankers Acceptances	180 days	20%	None
Commercial Paper	270 days	40%	None
Corporate Bonds	3 years	30%	5%

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Debt securities of the U.S. government and obligations of U.S. government agencies that are explicitly guaranteed by the U.S. government are not considered to have credit risk.

The City's investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Presented below is the minimum rating required by the City's investment policy and the actual rating as of December 31, 2015 for each investment type.

Investment Type	Minimum Rating Required	Standard & Poor's Rating	Moody's Rating	Total Investment Portfolio
U.S. Treasury Notes	N/A	N/A	N/A	17%
Federal Farm Credit Banks (FFCB)	N/A	AAA	Aaa	10%
Federal Home Loan Banks (FHLB)	N/A	AAA	Aaa	9%
Federal Home Loan Mortgage Corporation (FHLMC)	N/A	AAA	Aaa	2%
Federal National Mortgage Association (FNMA)	N/A	AAA	Aaa	5%
Corporate bonds	AA-/Aa3	AA	Aa2	5%
Corporate bonds	AA-/Aa3	AA-	Aa3	7%
COLOTRUST (b)	N/A	AAAm	Aaa	10%

(a) Ratings displayed are of the underlying securities supporting the repurchase agreement

(b) COLOTRUST is a 2a7-like investment pool

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market rates. The following schedule indicates the interest rate risk of the City's investments at December 31, 2015. The Retirement Trust Funds' interest rate risk information is included in Note 4.

	Fair Value	Investment Maturities	
		Less than 1 year	1 to 5 years
Primary Government:			
Investments in City internal investment pool:			
U.S. Treasury Notes	\$ 14,990,234	\$ 4,006,366	\$ 10,983,868
U.S. Instrumentalities	21,017,561	3,932,060	17,085,501
Corporate Bonds	10,739,582	5,729,869	5,009,713
Colorado Local Government Liquid Asset Trust (COLOTRUST PLUS+)	8,753,918	8,753,918	-
Less: Component unit investments in internal investment pool	(617,293)	(617,293)	-
Subtotal investments in City internal investment pool	<u>54,884,002</u>	<u>21,804,920</u>	<u>33,079,082</u>
Retirement Trust Fund investments	<u>31,935,225</u>		
Total Primary Government	<u>86,819,227</u>		
Component Units:			
EURA:			
Investments in internal investment pool	3,529	<u>\$ 3,529</u>	<u>\$ -</u>
EEF:			
Investments in internal investment pool	613,409	<u>\$ 613,409</u>	<u>\$ -</u>
EMRF:			
Investments in internal investment pool	355	<u>\$ 355</u>	<u>\$ -</u>
Total Component Units	<u>617,293</u>		
Total Investments	<u>\$ 87,436,520</u>		

One of the ways the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. Additionally, the City's investment policy limits the weighted average maturity of its internal

investment pool to less than two years. At December 31, 2015, the weighted average maturity of the City's internal investment portfolio was 1.38 years.

Concentration of Credit Risk

Of the City's total investments in its internal investment pool, 15% were T-Notes, 4% were FNMA Notes, 2% were FHLMC Notes, 9% were FFCB Notes and 8% were FHLB Notes. Additionally, 15% of the internal investment pool was held by COLOTRUST. All other investments not issued or explicitly guaranteed by the U.S. Government were less than 19% of the City's total pooled investments.

Retirement Trust Funds' Investments

The investments of the pension trust funds are invested separately from the internal investment pool. At December 31, 2015, the investments were as follows:

<u>Investment Type</u>	<u>Fair Value</u>
Nonemergency Pension Trust Fund	
Fixed Income securities	\$ 6,645,108
Equity securities:	
Domestic	13,893,350
International	7,431,973
Subtotal equity securities	21,325,323
Real estate equity fund	3,964,794
Total Retirement Trust Investments	\$ 31,935,225

Assets of the Nonemergency Pension Trust Fund (Fund) are invested in accordance with Colorado Revised Statutes Section 15-1.1-102 under the Uniform Prudent Investor Act and subject to investment policy guidelines as established by the Nonemergency Retirement Plan Board. The objective of the policy is to maximize the expected return of the fund at an acceptable level of risk. The Retirement Board has established percentage guidelines for types of investments to ensure the portfolio is diversified. Assets of the Firefighters, Police Officers and Volunteer Firefighters Pension Trust Funds are invested by the Fire and Police Pension Association of Colorado (FPPA) (see Note 4.D.). The discussion that follows relating to interest rate, credit and foreign currency risk applies to the Nonemergency Pension Trust Fund only. A discussion of the investment policy and investment risks of the Firefighters, Police Officers and Volunteer Firefighters Pension Trust Funds may be found in FPPA's publicly issued Comprehensive Annual Financial Report that may be obtained from FPPA's website at www.fppaco.org.

Interest Rate and Credit Risk - Retirement Trust Funds

The fair value of fixed income investments fluctuate in response to changes in market interest rates, generally decreasing in response to increases in market interest rates. The Nonemergency Retirement Plan Board does not have a specific policy to manage interest or credit rate risk but manages its exposure to fair value losses arising from increasing interest rates by requiring retained fixed income investment managers to monitor the duration and maturity of its portfolio and diversify by issuer and by sector or industry. The managers are evaluated against specific market benchmarks that represent their investment style.

Duration measures a fixed income security's exposure to price changes arising from changing interest rates. The calculation uses the present value of cash flows, weighted according to the time to cash receipt. Effective (or option-adjusted) duration is the duration of a bond after adjusting for any embedded options. Effective duration takes into account the fact that yield changes may change the expected cash flows of the bond in the presence of an embedded option, such as a call, put, or prepayment option for asset- or mortgage-backed securities. The longer the duration, the more sensitive the bond or portfolio of bonds should be to changes in interest rates.

At December 31, 2015, the Fund's fixed income securities had an effective duration of 3.9 years.

U.S. Government obligations and those explicitly guaranteed by the U.S. Government account for 22.5% of the Fund's fixed income portfolio. The following table illustrates the credit risk exposure of the remaining fixed income securities as of December 31, 2015:

Rating	Percentage of Fixed Income Total
AAA	20.1%
AA	5.0%
A	5.4%
BBB	23.1%
BB	8.2%
B	8.5%
CCC	1.5%
Cash	5.3%
NR	0.5%
	77.5%

Foreign Currency Risk - Retirement Trust Funds

Foreign currency risk is the risk that changes in foreign exchange rates will adversely affect the fair value of an investment. The Fund's exposure to foreign currency risk derives from its allocations to non-U.S. dollar denominated international equity, fixed income, and private equity investments. Through its asset allocation policy, the Fund has set a target asset allocation of 10% to developed and emerging market international equities. Core plus fixed income managers may invest up to 10% of the portfolio in non-U.S. dollar denominated investment grade fixed income securities.

The fair value of the Fund's exposure to foreign currency risk at December 31, 2015 is summarized in the following table:

Country or Region	Currency	Fair Value	Percentage of Total
United Kingdom	British pound	\$ 914,711	15.1%
Other Developed Europe	Other Europe	1,744,420	28.8%
Japan	Japanese yen	707,847	11.7%
Australia	Australian dollar	126,966	2.1%
Other Pacific Basin	Other Pacific Basin	1,920,662	31.7%
Other countries	Other countries	492,422	8.1%
		5,907,028	97.5%
	Cash and equivalents	160,081	2.5%
		\$ 6,067,109	100.0%

B. Receivables

Receivables at year-end for the City's individual major, non-major and internal service funds are as follows:

	Governmental Activities			Total
	General	Nonmajor Funds	Internal Service	
Receivables:				
Property tax	\$ 3,370,000	\$ 1,102,000	\$ -	\$ 4,472,000
Sales and use tax	3,607,390	197,852	-	3,805,242
Interest	21,525	25,484	10,119	57,128
Accounts	217,701	-	22,961	240,662
Assessments	6,526	-	-	6,526
Intergovernmental	196,485	930,297	-	1,126,782
Total receivables	\$ 7,419,627	\$ 2,255,633	\$ 33,080	\$ 9,708,340

	Business-type Activities						Total
	Water	Sewer	Golf Course	Storm Drainage	Concrete Utility	Housing Rehabilitation	
Receivables							
Interest	\$ 24,198	\$ 25,753	\$ 1,768	\$ 2,891	\$ 1,862	\$ 2,166	\$ 58,638
Accounts	1,249,203	3,223,909	-	18,129	23,104	-	4,514,345
Notes (see below)	-	-	-	-	-	2,698,398	2,698,398
Other	-	303,398	-	-	-	-	303,398
Total receivables	<u>\$ 1,273,401</u>	<u>\$ 3,553,060</u>	<u>\$ 1,768</u>	<u>\$ 21,020</u>	<u>\$ 24,966</u>	<u>\$ 2,700,564</u>	<u>\$ 7,574,779</u>
Not scheduled for collection during the subsequent year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,698,398</u>	<u>\$ 2,698,398</u>

None of the notes receivable in the Housing Rehabilitation Fund are expected to be collected within one year.

Notes Receivable

Notes receivable in the Housing Rehabilitation Fund consist of loans to qualified borrowers for rehabilitation of existing homes. Interest rates vary from 0% to 10.8%. Terms of repayment vary from monthly amortized loans to deferred loans, where the payment of loan principal and accrued interest, if any, is payable when the property transfers ownership. A lien is filed on the property to insure loans are repaid. The total loan balance of \$3,457,398 has been reduced by \$759,000 to account for the present value of the receivables.

An analysis of the notes receivable follow:

Loan Type	Balance 12/31/2014	New Loans	Principal Payments	Balance 12/31/2015
Amortized loans	\$ 1,076,466	\$ -	\$ 136,972	\$ 939,494
Deferred loans	2,555,977	-	38,073	2,517,904
	<u>\$ 3,632,443</u>	<u>\$ -</u>	<u>\$ 175,045</u>	<u>3,457,398</u>
Loans in progress				-
				<u>3,457,398</u>
Less unamortized discount based on imputed interest rate of 7% over 20 years				(759,000)
Total notes receivable, net				<u>\$ 2,698,398</u>
Notes are classified as follows:				
			Current	\$ -
			Long-term	2,698,398
				<u>\$ 2,698,398</u>

Unearned Revenue/Deferred Revenue

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. As of December 31, 2015, the various components of *deferred* revenue and *unearned* revenue reported in the governmental funds of the primary government were as follows:

	Deferred	Unavailable	Unearned	Total
Property taxes receivable (General Fund)	\$ 3,400,145	\$ -	\$ -	\$ 3,400,145
Property taxes receivable (Debt Service Fund)	-	1,102,000	-	1,102,000
Sales and use taxes (General Fund)	-	-	1,250,000	1,250,000
Net government-wide deferred / unearned revenue	<u>\$ 3,400,145</u>	<u>\$ 1,102,000</u>	<u>\$ 1,250,000</u>	<u>\$ 5,752,145</u>

C. Capital Assets

Primary Government

Capital asset activity for the year ended December 31, 2015 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land and land improvements	\$ 16,131,641	\$ 253,328	\$ -	\$ 16,384,969
Works of art	203,750	30,000	-	233,750
Construction in process	2,671,860	2,087,168	(2,497,031)	2,261,997
Total capital assets not being depreciated	<u>19,007,251</u>	<u>2,370,496</u>	<u>(2,497,031)</u>	<u>18,880,716</u>
Capital assets being depreciated				
Buildings	41,099,737	356,801	-	41,456,538
Infrastructure	32,532,543	175,833	-	32,708,376
Machinery and equipment	22,361,053	2,067,022	(2,061,996)	22,366,079
Other improvements	6,241,251	545,407	-	6,786,658
Total capital assets being depreciated	<u>102,234,584</u>	<u>3,145,063</u>	<u>(2,061,996)</u>	<u>103,317,651</u>
Less accumulated depreciation for:				
Buildings	(15,645,367)	(837,631)	-	(16,482,998)
Infrastructure	(16,680,717)	(1,629,284)	-	(18,310,001)
Machinery and equipment	(16,614,977)	(1,399,782)	1,391,599	(16,623,160)
Other improvements	(2,544,304)	(235,231)	-	(2,779,535)
Total accumulated depreciation	<u>(51,485,365)</u>	<u>(4,101,928)</u>	<u>1,391,599</u>	<u>(54,195,694)</u>
Total capital assets being depreciated, net	<u>50,749,219</u>	<u>(956,865)</u>	<u>(670,397)</u>	<u>49,121,957</u>
Governmental activities capital assets, net	<u>\$ 69,756,470</u>	<u>\$ 1,413,631</u>	<u>\$ (3,167,428)</u>	<u>\$ 68,002,673</u>

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

Governmental activities:	
General Government	\$ 305,470
Safety Services	240,445
Public Works	1,546,931
Culture and Recreation	721,915
Unallocated	437,384
In addition, depreciation on capital assets held by the City's internal service funds is charged to the various functions based on their usage of the assets.	<u>849,783</u>
Total depreciation expense - governmental activities	<u>\$ 4,101,928</u>

Capital asset activity for the year ended December 31, 2015 (continued):

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets not being depreciated:				
Land and land improvements	\$ 11,522,825	\$ -	\$ -	\$ 11,522,825
Raw water	6,451,002	-	-	6,451,002
Construction in process	42,767	-	(42,767)	-
Total capital assets not being depreciated	<u>18,016,594</u>	<u>-</u>	<u>(42,767)</u>	<u>17,973,827</u>
Capital assets being depreciated:				
Distribution and collection systems	32,789,521	205,434	-	32,994,955
Plant and buildings	32,388,029	514,720	-	32,902,749
Improvements other than buildings	7,858,618	-	-	7,858,618
Curb, sidewalk and streets	21,657,218	470,135	-	22,127,353
Equipment and other	5,021,879	288,381	(21,634)	5,288,626
Total capital assets being depreciated	<u>99,715,265</u>	<u>1,478,670</u>	<u>(21,634)</u>	<u>101,172,301</u>
Less accumulated depreciation for:				
Distribution and collection systems	(21,215,436)	(575,437)	-	(21,790,873)
Plant and buildings	(12,466,522)	(682,876)	-	(13,149,398)
Improvements other than buildings	(3,016,071)	(261,131)	-	(3,277,202)
Curb, sidewalk and streets	(9,983,444)	(391,380)	-	(10,374,824)
Equipment and other	(4,051,770)	(229,660)	21,634	(4,259,796)
Total accumulated depreciation	<u>(50,733,243)</u>	<u>(2,140,484)</u>	<u>21,634</u>	<u>(52,852,093)</u>
Total capital assets being depreciated, net	<u>48,982,022</u>	<u>(661,814)</u>	<u>-</u>	<u>48,320,208</u>
Business-type activities capital assets, net	<u>\$ 66,998,616</u>	<u>\$ (661,814)</u>	<u>\$ (42,767)</u>	<u>\$ 66,294,035</u>

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

Business-type activities:	
Water	\$ 1,257,446
Sewer	82,775
Golf	328,885
Storm	79,998
Concrete	391,380
Total depreciation expense - business-type activities	<u>\$ 2,140,484</u>

Discretely Presented Component Units

Englewood Urban Renewal Authority (EURA)

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land and land improvements	<u>\$ 516,995</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 516,995</u>

The capital assets of the EURA consist of a parking lot and vacant land (approximately 1.7 acres).

Englewood Environmental Foundation (EEF)

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land and land improvements	\$ 8,496,257	\$ -	\$ -	\$ 8,496,257
Capital assets being depreciated				
Site development	10,772,214	-	-	10,772,214
Curb, sidewalk and streets	4,841,536	-	-	4,841,536
Parking structure	3,956,348	-	-	3,956,348
Bridge	2,017,170	-	-	2,017,170
Equipment and other	185,261	-	-	185,261
Total capital assets being depreciated	<u>21,772,529</u>	<u>-</u>	<u>-</u>	<u>21,772,529</u>
Less accumulated depreciation for:				
Site development	(7,269,930)	(413,801)	-	(7,683,731)
Curb, sidewalk and streets	(4,841,538)	-	-	(4,841,538)
Parking structure	(2,373,809)	(158,254)	-	(2,532,063)
Bridge	(1,209,935)	(80,687)	-	(1,290,622)
Equipment and other	(181,128)	(1,349)	-	(182,477)
Total accumulated depreciation	<u>(15,876,340)</u>	<u>(654,091)</u>	<u>-</u>	<u>(16,530,431)</u>
Total capital assets being depreciated, net	<u>5,896,189</u>	<u>(654,091)</u>	<u>-</u>	<u>5,242,098</u>
EEF capital assets, net	<u>\$ 14,392,446</u>	<u>\$ (654,091)</u>	<u>\$ -</u>	<u>\$ 13,738,355</u>

Englewood McLellan Reservoir Foundation (EMRF)

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land and land improvements	<u>\$ 5,706,166</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,706,166</u>

D. Interfund Transfers

The composition of interfund balances as of December 31, 2015, is as follows:

	Transfers in:		
	General Fund	Nonmajor Governmental	Total Transfers In
Transfers out:			
General Fund	\$ -	\$ 1,875,516	\$ 1,875,516
Nonmajor governmental funds	395,776	650,000	1,045,776
Total transfers out	<u>\$ 395,776</u>	<u>\$ 2,525,516</u>	<u>\$ 2,921,292</u>

Transfers between funds provide support for various City programs in accordance with budgetary authorizations. During the year ended December 31, 2015, the City made one-time transfers to the General Fund from nonmajor governmental funds for debt service and from internal service funds to subsidize the operations of the General Fund. The Public Improvement Fund made transfers to the other capital projects funds to assist in funding for projects accounted for in those funds.

E. Capital Leases

The City has entered into capital lease agreements for the purpose of acquiring and financing the Civic Center and equipment. All of these agreements qualify as capital leases for accounting purposes and, therefore have been recorded at the present value of their future minimum lease payments as of the inception date.

Assets acquired through capital leases follow:

Asset	Cost	Accumulated Depreciation	Total
Building - Civic Center	\$ 22,393,532	\$ (7,753,562)	\$ 14,639,970
Equipment - Other	540,000	(540,000)	-
Equipment - Computer Equipment	195,458	(195,458)	-
Equipment - Fire Operations	973,900	(387,374)	586,526
Total capital leases	<u>\$ 24,102,890</u>	<u>\$ (8,876,394)</u>	<u>\$ 15,226,496</u>

Civic Center

On December 29, 1998, the City entered into a lease purchase agreement with the Englewood Environmental Foundation, Inc. (EEF) for the Englewood Civic Center. The lease represents a legal outstanding economic debt of the City to the EEF, a separate legal entity and not an advance between funds. The lease purchase agreement is renewable annually and lease payments are subject to annual appropriation by the City. Base rental payments are intended to cover the EEF's debt service requirements on its outstanding Certificates of Participation (see Note 3.G.). Lease payments are made from revenues collected in the City's General Fund and are due in semiannual installments through June 1, 2023, with interest at 2.12%.

Fire Equipment

On April 20, 2008, the City entered into a lease agreement for two fire trucks. Lease payments are due in annual installments beginning in 2008 and ending March 1, 2017, with interest at 4.24%. Lease payments are made from revenues collected in the General Fund.

The net present value of these minimum lease payments as of December 31, 2015, was as follows:

Year Ending December 31	Governmental Activities		
	Civic Center	Fire Equipment	Total
2016	\$ 1,513,979	\$ 118,393	\$ 1,632,372
2017	1,437,896	118,393	1,556,289
2018	1,440,025	-	1,440,025
2019	1,439,560	-	1,439,560
2020	1,431,597	-	1,431,597
2021-2023	4,308,931	-	4,308,931
Minimum lease payments	11,571,988	236,786	11,808,774
Less: Amount representing interest	(921,988)	(14,251)	(936,239)
Present value of minimum Lease Payments	<u>\$ 10,650,000</u>	<u>\$ 222,535</u>	<u>\$ 10,872,535</u>

F. Long-term Obligations

General Obligation Bonds

The City has issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. The City is authorized to levy an ad valorem tax to pay the principal and interest on these bonds.

A description of the general obligation bonds outstanding at the end of the year follows:

General Obligation Refunding Bonds, Series 2010. On October 19, 2010, the City issued \$9,985,000 of General Obligation Refunding Bonds, to provide resources to purchase U.S. Treasury, Certificates and Notes that were placed in an irrevocable trust for the purpose of generating resources for future debt service payments of \$4,000,000 of Series 2001 and \$5,255,000 of Series 2002 General Obligation Bonds representing all outstanding bonds maturing on or after December 1, 2010. As a result, the refunded bonds were called in 2011 and 2012. The 2010 bonds bear interest at 2.0% to 4.0% and consist of serial bonds maturing yearly on December 1 through 2023. Bonds maturing on or after December 1, 2021 are subject to redemption at the option of the City.

Interest is payable semiannually on June 1 and December 1. This refunding is estimated to save taxpayers approximately \$467,000 over the life of the bonds. The original issue was used to fund improvements to the City's two recreation centers and the construction of the Pirates Cove Family Aquatics Center. A deferred charge on refunding was calculated but deemed immaterial and is not presented in the City's financial statements.

General Obligation Water Refunding and Improvement Bonds, Series 2012, original principal amount of \$8,590,000, dated July 11, 2012, consisting of serial bonds due annually in varying amounts through January 1, 2032. The term bonds maturing on January 1, 2023 are subject to redemption prior to their respective maturities at the option of the City. Interest is payable semi-annually at rates ranging from 2% to 4%. The bonds are rated Aa3 by Moody's and AA+ by Standard and Poor's. The bonds were issued to refund the Series 2004 General Obligation Water bonds. The remaining \$1,970,000 of outstanding bonds were called January 1, 2015. Although there is a general obligation pledge on these bonds, which allows the City to certify a rate of levy for property taxes to pay principal and interest on the bonds, it is the City's intention to service the debt from available moneys in the Water Fund. The original 2004 bonds were issued to finance various water system improvement projects.

General Obligation Water Bonds, Series 2009, original principal amount of \$2,615,000, dated June 24, 2009, consisting of serial bonds due annually in varying amounts through January 1, 2029. The bonds maturing on January 1, 2026 are subject to mandatory sinking fund redemption commencing on January 1, 2025. Interest is payable semi-annually at rates ranging from 4.15% to 4.625%. Bonds maturing on or after January 1, 2019 are callable at par in any order of maturity on January 1, 2020. The bonds are rated Aa3 by Moody's and AA+ by Standard and Poor's. The bonds were issued to finance miscellaneous water system improvement projects. Although there is a general obligation pledge on these bonds, which allows the City to certify a rate of levy for property taxes to pay principal and interest on the bonds, it is the City's intention to service the debt from available moneys in the Water Fund.

General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Amount
Governmental activities	2.00% - 5.10%	\$ 7,165,000
Business-type activities	3.625% - 4.75%	11,015,000
		<u>\$ 18,180,000</u>

Annual debt service requirements to maturity for general obligation bonds are as follows:

	Principal	Interest	Total
2016	\$ 1,030,000	\$ 597,290	\$ 1,627,290
2017	1,050,000	576,690	1,626,690
2018	1,070,000	553,416	1,623,416
2019	1,105,000	525,178	1,630,178
2020	1,600,000	485,828	2,085,828
2021-2025	6,170,000	1,573,495	7,743,495
2026-2030	4,245,000	708,645	4,953,645
2031-2032	1,910,000	57,750	1,967,750
	<u>\$ 18,180,000</u>	<u>\$ 5,078,292</u>	<u>\$ 23,258,292</u>

Revenue Bonds

The City also issues bonds where the City pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds outstanding at year-end are as follows:

Golf Course Revenue Refunding Bonds, Series 2013, original principal amount of \$2,530,000, dated September 19, 2013, consisting of serial bonds in the original amount of \$1,335,000 due annually in varying amounts through December 1, 2026, and term bonds in the original amount of \$300,000 due on December 1, 2028 and term bonds in the original amount of \$320,000 due on December 1, 2030 and term bonds in the original amount of \$555,000 due on December 1, 2033. Interest is payable semi-annually at rates ranging from 2.00% to 5.625%. Bonds maturing on or after December 1, 2023 are callable at par in any order of maturity on December 1, 2013. The Bonds maturing on and after December 1, 2024 are subject to redemption prior to maturity, at the option of the City, in whole or in part, and if in part in such order of maturities as the City shall determine and by lot within a maturity, on December 1, 2023 and on any date thereafter, at a redemption price equal to the principal amount thereof (with no redemption premium), plus accrued interest to the redemption date. The bonds are non-rated. The original 2003 bonds that were refunded by this issue were utilized for construction of golf course improvements. All of the remaining 2003 bonds were called in 2013.

Storm Water Enterprise Revenue Refunding Bonds, Series 2012, original principal amount of \$1,025,000, dated May 30, 2012, consisting of serial bonds due annually from December 1, 2012 through December 1, 2021. Interest is payable semi-annually at rates ranging from 2% to 2.7% on the outstanding bonds. The bonds are non-rated. These bonds were issued to refund the Series 2001 Storm Water Enterprise Revenue bonds. The original bonds were issued to finance miscellaneous storm water system improvement projects. All of the remaining 2001 bonds were redeemed in 2012.

Annual debt service requirements to maturity for revenue bonds are as follows:

	Principal	Interest	Total
2016	\$ 190,000	\$ 133,696	\$ 323,696
2017	195,000	130,171	325,171
2018	200,000	125,858	325,858
2019	200,000	120,672	320,672
2020	205,000	114,746	319,746
2021-2025	690,000	475,811	1,165,811
2026-2030	745,000	300,755	1,045,755
2031-2033	555,000	67,800	622,800
	<u>\$ 2,980,000</u>	<u>\$ 1,469,509</u>	<u>\$ 4,449,509</u>

Qualified Energy Conservation Bonds

The City issued Qualified Energy Conservation Bonds in 2010. The original principal amount of \$1,355,302 dated August 19, 2010. Principal and interest are due quarterly with an interest rate of 5.41%. The interest payments are partially offset by credits from the Federal Government under Section 1112 of the American Recovery and Reinvestment Act of 2009, "Section 54D" that authorizes states and political subdivisions to issue qualified energy conservation bonds "QECBs". Proceeds will be used for qualified energy conservation purposes. Payments are made by the General Fund.

Annual debt service requirements for the qualified energy conservation bonds are as follows:

	Principal	Interest	Total
2016	\$ 75,644	\$ 23,235	\$ 98,879
2017	80,483	21,550	102,033
2018	85,513	19,759	105,272
2019	90,741	17,858	108,599
2020	96,171	15,843	112,014
2021-2025	569,937	44,644	614,581
2026	99,039	1,078	100,117
	<u>\$ 1,097,528</u>	<u>\$ 143,967</u>	<u>\$ 1,241,495</u>

Notes and loans payable

Colorado Water Resources and Power Development Authority to fund water and sewer system improvements:

Servicing Fund	Issue Date	Original Amount	Interest Rate	Outstanding Balance	Last Payment Due
Water	10/1/1997	\$ 15,292,636	4.141%	\$ 2,744,938	8/1/2018
Sewer	5/1/2004	19,715,000	4.110%	4,780,000	8/1/2017
Sewer	5/1/2004	29,564,275	3.870%	29,505,414	8/1/2025
			Total	<u>\$ 37,030,352</u>	

In 2013, these loans were refinanced by the Colorado Water Resources and Power Development Authority. Over the remaining life of the loans, the refinancing is expected to save the Water and Sewer Funds \$436,000 and \$2,067,000 respectively.

The City has entered into various loans with local banks to fund the housing rehabilitation loan program. The loans are serviced by the Housing Rehabilitation Fund:

Vectra and US Bank – Included with the City’s notes and loans payable are loans at various interest rates ranging from 3.85% to 7.00% used to provide interim financing for the Housing Rehabilitation Fund program. These funds are subsequently loaned to homeowners to assist in completing home improvements. Repayments are made when payments are received on the corresponding notes receivable. The lines of credit are retired from the proceeds of long-term notes secured by individual homeowners’ notes to the City. The balances of these notes at December 31, 2015 for Vectra and US Bank are \$205,822 and \$454,005 respectively. As the repayments of these notes are based on the repayment of corresponding notes receivable, these notes are not included in the maturity table below.

Notes and loans currently outstanding are as follows:

Purpose	Interest Rates	Amount
Business-type activities	3.85% - 7.00%	\$ 37,030,352

Annual debt service requirements to maturity for notes and loans payable are as follows (excluding notes payable from the Housing Rehabilitation Fund):

	Business-type Activities		
	Principal	Interest	Total
2016	\$ 3,868,651	\$ 1,389,801	\$ 5,258,452
2017	4,054,062	1,067,452	5,121,514
2018	3,952,588	852,809	4,805,397
2019	3,258,759	775,725	4,034,484
2020	3,360,428	670,156	4,030,584
2021-2025	18,535,864	1,514,067	20,049,931
	<u>\$ 37,030,352</u>	<u>\$ 6,270,010</u>	<u>\$ 43,300,362</u>

Long-term liability activity for the year ended December 31, 2015 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
General Obligation Bonds:					
Series 2010 Refunding	\$ 8,020,000	\$ -	\$ 855,000	\$ 7,165,000	\$ 870,000
Premium/(Discount)	266,245	-	28,385	237,860	28,882
Subtotal general obligation bonds	8,286,245	-	883,385	7,402,860	898,882
Capital Lease Obligations:					
Civic Center Lease	11,661,822	10,650,000	11,661,822	10,650,000	1,302,000
Qualified Energy Conservation	1,168,517	-	70,988	1,097,529	75,644
Phone/Security Equipment Lease	63,284	-	63,284	-	-
Fire Equipment, 2007	327,060	-	104,526	222,534	108,957
Subtotal capital leases	13,220,683	10,650,000	11,900,620	11,970,063	1,486,601
Other:					
Net Pension Liability	9,211,897	1,059,429	137,030	10,134,296	-
Net OPEB Obligation	420,169	256,183	200,880	475,472	-
Compensated absences	2,615,721	1,727,206	2,712,688	1,630,239	867,872
Governmental activity total					
Long-term liabilities	\$ 24,542,818	\$ 12,633,389	\$ 15,697,573	\$ 31,612,930	\$ 3,253,355
Business-type activities:					
General Obligation Water Bonds, 2012					
Premium/(Discount)	\$ 8,565,000	\$ -	\$ 165,000	\$ 8,400,000	\$ 165,000
	379,114	-	7,303	371,811	7,082
General Obligation Water Bonds, 2009	2,615,000	-	-	2,615,000	-
Premium/(Discount)	(13,010)	-	(1,099)	(11,911)	(1,100)
Subtotal general obligation bonds	11,546,104	-	171,204	11,374,900	170,982
Revenue Bonds payable:					
Golf Course Refunding Bonds, 2013	2,430,000	-	85,000	2,345,000	90,000
Storm Water Series, 2012 Refunding	735,000	-	100,000	635,000	100,000
Premium/(Discount)	1,782	-	242	1,540	242
Subtotal revenue bonds	3,166,782	-	185,242	2,981,540	190,242
Notes and loans payable:					
CWR&PDA Sewer Loan, 2004	29,510,765	-	5,351	29,505,414	5,351
Premium/(Discount)	205,059	-	32,596	172,463	30,691
CWR&PDA Sewer Loan, 2004	7,570,000	-	2,790,000	4,780,000	2,925,000
Premium/(Discount)	75,244	-	43,602	31,642	24,244
CWR&PDA Water Loan, 1997	3,640,712	-	895,774	2,744,938	938,299
Notes payable (Rehab) - Vectra Bank	276,757	-	70,935	205,822	31,000
Notes payable (Rehab) - US Bank	598,550	-	144,545	454,005	5,000
Net Pension Liability	1,542,303	443,203	-	1,985,506	-
Net OPEB Obligation	149,480	44,091	26,250	167,321	-
Compensated absences	377,407	281,572	272,284	386,695	193,348
	43,946,277	768,866	4,281,337	40,433,806	4,152,933
Business-type activity total					
Long-term liabilities	\$ 58,659,163	\$ 768,866	\$ 4,637,783	\$ 54,790,246	\$ 4,514,157

There are a number of limitations and restrictions contained in the various indentures. The City believes it complies with all significant limitations and restrictions.

General obligation indebtedness of the City is limited by the City Charter to three percent of actual valuation of taxable property within the City. At December 31, 2015, this limit was \$119,868,348 providing a debt margin of \$112,465,488.

G. Component Unit Debt Obligations

Englewood Environmental Foundation, Inc.

As discussed in Note 1, the Englewood Environmental Foundation, Inc. (EEF), a separate legal entity, was created in 1997. The EEF has not adopted an annual budget as it was incorporated as a Colorado not-for-profit corporation and not a Colorado local government.

An analysis of changes in long-term obligations for the year ended December 31, 2015 follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Certificates of Participation:					
Series 2005 Refunding	\$ 11,661,882	\$ -	\$ (11,661,882)	\$ -	\$ -
Series 2015 Refunding	-	10,650,000	-	10,650,000	1,302,000
	<u>\$ 11,661,882</u>	<u>\$ 10,650,000</u>	<u>\$ (11,661,882)</u>	<u>\$ 10,650,000</u>	<u>\$ 1,302,000</u>

The detail of the EEF's long-term debt is as follows:

On December 29, 1998, the EEF issued Series 1998 Certificates of Participation dated December 1, 1998 to finance the acquisition and renovation of an existing building for use as a Civic Center (the leased property) and the construction of various public improvements adjacent to the Civic Center. The Certificates have been issued in connection with a lease from the City to the EEF and a lease back to the City by the EEF.

On October 4, 2005, the EEF issued \$18,880,000 Refunding Certificates of Participation, Series 2005, to provide resources to purchase U.S. Treasury Notes that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$18,125,000 Series 1998 Certificates of Participation. As a result, the certificates were called in 2008. The 2005 certificates bear interest at 3.25% to 4.5% and consist of term certificates due June 1, 2020. Interest is payable semiannually on June 1 and December 1. The Certificates are subject to redemption at par prior to maturity on any date on or after June 1, 2015. The Certificates are subject to mandatory redemption beginning June 1, 2017 for Certificates maturing on June 1, 2020. Repayment of both principal and interest on the Certificates are insured by MBIA Insurance Corporation.

On August 11, 2015, the EEF issued \$10,650,000 Refunding Certificates of Participation, Series 2015, to provide resources to redeem all outstanding Series 2005 Certificates of Participation. The Series 2015 Certificates of Participation bear an interest rate of 2.12% and have a final maturity of June 1, 2023. The refunding produced a net present value savings of \$963,479 over the remaining life of the debt.

The EEF's long-term debt service obligations are as follows:

	Certificates of Participation		
	Principal	Interest	Total
2016	\$ 1,302,000	\$ 211,979	\$ 1,513,979
2017	1,253,000	184,896	1,437,896
2018	1,282,000	158,025	1,440,025
2019	1,309,000	130,560	1,439,560
2020	1,329,000	102,597	1,431,597
2021-2023	4,175,000	133,931	4,308,931
Total	<u>\$ 10,650,000</u>	<u>\$ 921,988</u>	<u>\$ 11,571,988</u>

At December 31, 2015, the EEF has recorded a lease receivable for \$10,434,745. As the City remits the base rentals required by the lease purchase agreement, the EEF will reduce the lease receivable by the principal amount of the base rentals and record lease interest income for the interest portion of the base rentals (see Note 3.E.).

Note 4. Other Information

A. Investment in Joint Venture

The City participates with the City of Littleton, Colorado in a joint venture for the operation of a wastewater treatment facility ("Littleton/Englewood Wastewater Treatment Plant Joint Venture" or "Joint Venture"). Control of the Joint Venture vests in a four-member committee, with two members appointed by each City. Each City owns a 50 percent interest in the Joint Venture, and oversight responsibilities are divided equally. The City's investment in the Joint Venture is accounted by the equity method in the Sewer Fund.

Summary audited financial information as of and for the year ended December 31, 2015 follows:

	<u>Total</u>	<u>City's Share</u>
Assets		
Current assets	\$ 1,551,656	\$ 775,828
Capital assets, net	105,160,439	52,580,220
Total assets	<u>106,712,095</u>	<u>53,356,048</u>
Deferred outflows	<u>515,414</u>	<u>257,707</u>
Liabilities		
Current liabilities	<u>3,496,351</u>	<u>1,748,176</u>
Deferred inflows	<u>35,308</u>	<u>17,654</u>
Net position	<u>\$ 103,695,850</u>	<u>\$ 51,847,925</u>
Revenues	\$ 14,430,471	\$ 7,215,236
Expenses	<u>20,417,331</u>	<u>10,208,666</u>
Change in net position	<u>\$ (5,986,860)</u>	<u>\$ (2,993,430)</u>

The City's Sewer Fund has reflected a net loss from Joint Venture for \$2,993,430. This amount includes the City's share of the Joint Venture's net loss of \$3,346,420 less capital contributions from the City to the Joint Venture of \$352,990.

Complete financial statements for the Joint Venture may be obtained from City's Department of Finance and Administrative Services.

B. Risk Management

Property, Liability and Workers' Compensation

The City is exposed to various risks of loss related to torts; thefts of, damage to and destruction of assets; errors or omissions; injuries to employees; and natural disasters.

The City is insured for property, liability and workers' compensation claims above its deductible amount of \$150,000. The City established a Risk Management Fund (an internal service fund) to account for and finance these risks of loss. For claims in excess of these amounts, the City participates in the Colorado Intergovernmental Risk Sharing Agency (CIRSA). All funds of the City participate in the Risk Management Fund. Amounts payable to the Risk Management Fund are based on historical claims experience. A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimated.

Changes in the balance of claims liabilities during the years ended December 31, 2015 and 2014 are as follows:

	<u>Property & Liability</u>	<u>Workers' Compensation</u>	<u>Totals</u>
Unpaid claims - December 31, 2013	\$ 313,749	\$ 393,165	\$ 706,914
Incurred claims (including claims reserve)	450,695	53,705	504,400
Claim payments	<u>(413,057)</u>	<u>(214,746)</u>	<u>(627,803)</u>
Unpaid claims - December 31, 2014	<u>351,387</u>	<u>232,124</u>	<u>583,511</u>
Incurred claims (including claims reserve)	50,415	82,524	132,939
Claim payments	<u>(280,930)</u>	<u>(99,577)</u>	<u>(380,507)</u>
Unpaid claims - December 31, 2015	<u>\$ 120,872</u>	<u>\$ 215,071</u>	<u>\$ 335,943</u>

Colorado Intergovernmental Risk Sharing Agency (CIRSA)

CIRSA is a separate legal entity established by member municipalities pursuant to the provisions of Colorado Revised Statutes and the Colorado Constitution. The City has participated in CIRSA since its inception in 1982.

CIRSA is a joint self-insurance pool created by intergovernmental agreement to provide property, general and automobile liability, workers' compensation and public official's coverage to its members. A seven member Board elected by and from its members governs CIRSA.

Coverage is provided through pooling of self-insured losses and the purchase of excess insurance coverage. CIRSA has a legal obligation for claims against its members to the extent that funds are available in its annually established loss fund and those amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members. CIRSA has indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs, although it is not legally required to do so.

The City has not been informed of any excess losses that may have been incurred by the pool.

Employee Health Care

Medical, accidental death and disability and life insurance

The City provides medical, accidental death and disability and life insurance to employees through commercial insurance with no risk of loss to the City.

Dental insurance

Dental benefits are entirely self-insured with coverage limited to \$2,000 per covered employee and each eligible dependent per year. In the past three years, there have been no claims that have exceeded this coverage.

The City established the Employee Benefits Fund (an internal service fund) to account for and finance these health benefits. All funds of the City participate in the Employee Benefits Fund. Amounts payable to the Employee Benefits Fund are based on commercial insurance premiums and passed on to the participating funds. A liability for dental claims is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimated.

C. Commitments and Contingencies

Legal Proceedings

A number of claims are presently pending against the City. The City is denying the allegations and is defending against them. Although the eventual outcome of these matters cannot be predicted, it is the opinion of management, based upon advice of legal counsel, that the City's ultimate liability is not expected to have a material effect on the City's financial position.

Federally Assisted Grant Programs

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

Construction Commitments

There were no significant construction commitments at December 31, 2015.

Conduit Debt Obligations

From time to time, the City has issued Revenue Bonds to provide financial assistance to private sector entities for the acquisition and construction of residential facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from revenues of the private sector entities. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. There is no obligation by the City, the State, or any other political subdivision for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2015, there were four series of Revenue Bonds outstanding, with an aggregate principal amount payable of \$21,119,672.

D. Employee Retirement Systems and Pension Plans

Eligible City employees are covered by one of ten retirement plans; participation depends on occupation and date of hire, as follows:

Nonemergency Employees Retirement Plan (NERP) - Defined Benefit

Police Officers Retirement Plans (four plans)

Police Officers Pension Plan (Old Hire) - Defined Benefit (FPPA)

Police Officers Statewide Defined Benefit (SWDB) Plan (FPPA)

Police Officers Statewide Hybrid Pension Plan (FPPA)

Police Officers Statewide Hybrid Pension Plan - Defined Benefit Component

Police Officers Statewide Hybrid Pension Plan - Money Purchase Component

ICMA-RC Money Purchase Police Plan - Defined Contribution

Firefighters Retirement Plan (three plans)

Firefighters Pension Plan (Old Hire) - Defined Benefit

Firefighters Statewide Defined Benefit (SWDB) Plan (FPPA)

Volunteer Firefighters Plan - Defined Benefit (FPPA)

ICMA-RC Money Purchase Management Plan - Defined Contribution

Nonemergency Employees Money Purchase Plan (NEMP) - Defined Contribution

Deferred Compensation and Disability Benefits

Nonemergency Employees Retirement Plan (NERP)

Plan Description. The Nonemergency Employees Retirement Plan (NERP) is a defined benefit, single-employer; plan. The plan was established by the City for employees other than management staff, mid-managers, supervisors, confidential employees, police officers and firefighters. Employees hired into this group are offered the choice of joining the NERP plan, or the Nonemergency Employees Money Purchase Plan (NEMP), which is discussed later in this section.

The Plan is administered by a Retirement Board composed of seven members, two are elected from the membership of the Plan by its members, one board member is elected from the City Council by the City Council, three board members are elected from registered voters of the City by City Council and the final member is the Director of Finance and Administrative Services.

The Englewood Municipal Code establishes Member benefits and other Plan provisions and are summarized as follows: The City reserves the right to alter, amend, or terminate the Plan or any part thereof provided that no such alteration or amendment shall provide that the retirement benefit payable to any retired member shall be less than that provided by the member's accumulated contributions or affect the right of any member to receive a refund of his or her accumulated contributions and shall not directly or indirectly reduce any member's accrued pension. Additionally, no alteration or termination of the Plan or any part thereof shall permit any part of the fund to revert to or be recoverable by the City or be used for or diverted to purposes other than the exclusive benefit of members, retired members, vested members or beneficiaries. Further, no amendment shall cause the elimination of an optional form of benefit or the elimination of an early retirement benefit that continues after retirement.

The Plan includes a Deferred Retirement Option Plan (DROP). This option allows a member who has attained age and service requirements to begin receiving retirement benefits while continuing employment. The retirement benefits are used to fund a separate self-directed, deferred retirement account. The member contracts with the City for the member-determined period of time not to exceed three years at which time employment terminates. The benefit payments are held in a separate account administered by a third party outside of the Plan. The member is permitted distribution from the separate account only upon death or termination of employment. The member may terminate employment at any time prior to the designated termination date.

Description of Benefits. Benefits for retired Members begin on the first day of the month following termination or other eligibility. Members of this plan are eligible for normal retirement benefits after age 65 or earlier if eligible under the Rule of 88 (members who have attained age 55 where age combined with their years of credited service equals or exceeds 88). A Member can elect a monthly benefit for life and for a minimum of ten years for the members and his or her beneficiaries, based on 1.5% of their final average monthly compensation multiplied by their years of credited service. Alternate actuarially equivalent payment options may be selected. Average

monthly compensation equals to 1/36th of the 36 highest paid consecutive months during the last ten years of the employee's eligibility.

Members who receive long-term disability benefits continue to accrue years of service credits and are eligible to receive retirement benefits on the first day of the month following the normal retirement age. Benefits are based on the credited service the employee accrues during the period of time he or she receives the City's long-term disability.

If a pre-retirement member dies prior to reaching normal retirement and has five or more years of credited service, the surviving spouse will receive 50% of the monthly accrued benefit for life. If the member is not survived by a spouse, the designated beneficiary will receive 50% of the monthly benefit for ten years. Payments commence on the first day of the month following the later of the member's death, or the date the member would have attained age 55. Members vest after five years of credited service with the City.

The Plan does not provide for automatic benefit increases. Ad hoc retirement benefit increases must be approved by formal action of the City Council. Ad hoc retirement increases are granted only if funds are available and do not violate TABOR provisions restricting incurring multiple year obligations without a vote.

Contributions. The Englewood Municipal Code requires the City to provide funds necessary pay Member benefits as actuarially determined. The City expects to continue contributing to the plan, but assumes no responsibility to do so in the future and reserves the right to suspend or to reduce contributions at any time. The total contribution amount to fund the Plan has been historically determined by annual actuarial studies that determine the contribution based on a percentage of eligible compensation. Effective December 31, 2012 each Member shall contribute three percent (3%) of their Compensation to the Plan, as a portion of the actuarially required contribution, by means of payroll deduction for the periods the Member earns Credited Service. If a non-vested Member leaves employment prior to vesting and his or her Accumulated Contributions are more than \$1,000, the former Member may request a refund or rollover the funds to a qualified plan. If the Members Accumulated Contributions are less than \$1,000 the Member is allowed the opportunity to rollover the funds within 30 days or the Accumulated Contributions will be distributed to the former Member.

Investment policy. The Plan's investment policy is established and administered by the Board and can be amended by a majority vote of its members. It is the policy of the board to pursue an investment strategy that reduces risk by diversifying the portfolio across a broad range of asset classes. The following was the Board's adopted asset allocation policy as of December 31, 2015:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>
Domestic Fixed Income	18.0%	7.4%
Domestic Equity	31.0%	7.5%
International Equity	19.0%	9.5%
High Yield	3.0%	4.6%
Real Estate	10.0%	7.1%
Commodities	10.0%	3.5%
Other	9.0%	2.5%
Total	<u>100%</u>	

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions. At December 31, 2015, the City reported a net pension liability of \$8,032,521. The net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

For the year ended December 31, 2015, the City recognized pension expense of \$465,487. At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Investment earnings	\$ 2,588,587	\$ -
Amortization of earnings	(517,716)	-
Difference in expected and actual experience	-	(9,251)
Amortization of difference in experience	-	4,535
Change in proportion	268,475	(268,475)
Amortization of change in proportion	(131,618)	131,618
Total	\$ 2,207,728	\$ (141,573)

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

Year ended December 31:

2016	\$ 513,180
2017	517,534
2018	517,715
2019	517,717
Total	\$ 2,066,146

Actuarial Assumptions. The January 1, 2015 actuarial valuation was used to determine the Actuarially Determined Contribution for the fiscal year ending December 31, 2015. The valuation used the following actuarial assumption and other inputs:

Long-term investment rate of return	7.00%
Municipal bond rate	3.75%

Rate of return. For the year ended December 31, 2015 the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (1.2)%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. Long-term expected rate of return was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed.

Discount Rate. The discount rate of 7% was used to measure the total pension liability. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine total pension liability.

Sensitivity of the net pension liability to the single discount rate. The following table presents the plan's net pension liability, calculated using the discount rate of 7% as well as the effect on net pension liability if the discount rate was 1% lower or 1% higher than the current rate:

	1% Decrease (6%)	Discount Rate (7%)	1% Increase (8%)
City's proportionate share of the net pension liability	\$12,189,169	\$8,032,521	\$4,488,859

Net pension liability of the Plan. The components of the net pension liability of the Plan at December 31, 2015 were as follows:

Total pension liability	\$ 39,988,088
Plan fiduciary net position	<u>(31,955,567)</u>
Plan net pension liability	<u>\$ 8,032,521</u>

Plan fiduciary net position as a percentage of total liability 79.91%

Administrative costs of the plan, if not paid by the City, are paid from the Plan. There are no investments in, loans to, or leases with parties related to the plan.

The Nonemergency Pension Plan is the only single-employer, defined benefit pension plans that is reported as a Pension Trust Fund in the financial statements. The financial statement for the Nonemergency fund, for the year ended December 31, 2015, is presented below:

Nonemergency Pension Plan	
Assets	
Cash and short-term investments	\$ 20,617
Investments	
Mutual Funds	27,970,431
Real Estate equities	<u>3,964,794</u>
Total investments	<u>31,935,225</u>
Total assets	31,955,842
Liabilities	
Accounts payable	<u>275</u>
Net position restricted for pensions	<u>\$ 31,955,567</u>
Additions	
Contributions:	
City	\$ 1,265,441
Plan member	<u>183,405</u>
Total contributions	<u>1,448,846</u>
Investment income:	
Net appreciation in fair value of investments	(238,538)
Less investment expense	<u>(66,799)</u>
Net investment income	<u>(305,337)</u>
Total additions	<u>1,143,509</u>
Deductions	
Benefits	2,074,554
Management fees	<u>87,915</u>
Total deductions	<u>2,162,469</u>
Change in net position	(1,018,960)
Net position restricted for pensions - beginning	<u>32,974,527</u>
Net position restricted for pensions - ending	<u>\$ 31,955,567</u>

Police Officers Retirement Plans

Police Officers Pension Plan – (Old Hire)

The Police Officers Pension Plan is a defined benefit, agent multiple-employer plan established for Police Officers hired prior to April 8, 1978. The plan is affiliated with the Colorado Fire and Police Pension Association (FPPA). Assets of the plan are commingled for investment purposes in the Fire and Police Member's Benefit Fund, an

agent multiple-employer defined benefit pension plan administered by FPPA. Police Officers hired after April 8, 1978 are covered under a 401(a) defined contribution plan administered by ICMA-RC.

Members of this plan attain normal retirement age when they are 55 years old and have completed 20 years of credited service with the City or when they have completed 25 years of credited service at any age. Members eligible for normal retirement will receive a monthly pension equal to 2-1/2% of final monthly base pay times the first 20 years of service plus 1% of final monthly base pay for each additional year of service up to a maximum of 65% of the final twelve months average pay including longevity.

If a retired 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 plus one-eighth of such monthly benefit for each dependent child under age 16. If there is no surviving spouse or children, the benefit is payable to a dependent parent or parents. If there are two dependent parents, the benefit is divided equally.

Police officers who leave the City prior to vesting in the plan receive a refund with interest. Vested officers may receive a refund of their contributions or may remain in the plan. The authority under which benefit provisions are established or amended are provided within Colorado Revised Statutes (CRS 31—30.5-210). City Council, 65% of active plan members and the Board of Directors of the Colorado Fire and Police Pension Association must approve plan amendments. Any modification must maintain or enhance the actuarial soundness of the plan and cannot adversely affect the benefits of members.

The Plan is administered by a Retirement Board composed of seven members, three are elected from the membership of the Plan by its members, two board members are appointed from registered voters of the City by City Council, one member is the City's Mayor and the final member is the Director of Finance and Administrative Services.

The plan does not provide for automatic benefit increases. Ad hoc retirement benefit increases must be approved by the City Council, as funds are available and subject to TABOR provisions restricting incurring multiple year obligations, without to a vote.

The Plan includes a Deferred Retirement Option Plan (DROP). This option allows a member who has attained age and service requirements to begin receiving retirement benefits into a separate, self-directed, deferred retirement account while continuing employment. The member contracts with the City for the member-determined period of time not to exceed five years at which time employment terminates. The member's five percent contribution continues to fund his or her DROP account. The benefit payments and member contributions are held in their account until the member terminates employment. The member is permitted distribution from the separate account only upon death or termination of employment. The member may terminate employment at any time prior to the designated termination date.

Contributions. Funding for the plan is provided within the Plan document and Colorado statutes that state the City shall contribute to the fund to the extent necessary to finance the benefits provided by the plan on a sound actuarial basis. Police Officers contribute 5% of their covered salary per the plan document. The City contributes to the Police Officers Pension Fund at a rate determined by an actuarial study done at least every three (3) years. The resultant percentage will be paid annually from general revenues of the City into the Police Officers Retirement Fund. The contribution amount for the plan has been historically determined by biennial actuarial studies.

Administrative costs of the plan are paid from the pension fund (CRS 31—30.5-204(3)). There are no investments in, loans to or leases with parties related to the plan.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At December 31, 2015, the City reported a net pension liability of \$4,030,955. The net pension liability was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

For the year ended December 31, 2015, the City recognized pension income of \$131,670. At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Contribution Timing	\$ 442,700	\$ -
Investment earnings	30,148	-
Amortization of earnings	(6,030)	-
Total	<u>\$ 466,818</u>	<u>\$ -</u>

\$442,700 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:

2016	\$ 6,030
2017	6,030
2018	6,030
2019	6,028
Thereafter	-
Total	<u>\$ 24,118</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	1.0%	2.5%
Total	<u>100%</u>	

Discount Rate. The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the 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 City's the net pension liability to changes in the discount rate. The following presents the City's net pension liability calculated using the discount rate of 7.5 percent, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.5 percent) or 1 percentage-point higher (8.5 percent) than the current rate:

	<u>1% Decrease (6.5%)</u>	<u>Discount Rate (7.5%)</u>	<u>1% Increase (8.5%)</u>
City's proportionate share of the net pension liability	\$ 4,737,741	\$4,030,955	\$3,417,266

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FPPA financial report.

Police Officers Statewide Defined Benefit Pension Plan (SWDB)

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

Description of Benefits. A member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55.

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

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

Contributions. The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. Contribution rates for the SWDB plan are set by state statute. Employer contribution rates can only be amended by state statute. Member contribution rates can be amended by state statute or election of the membership.

Members of the SWDB plan and their employers contributed at a rate of 8 percent of base salary for a total contribution rate of 16 percent through 2014. In 2014, the members elected to increase the member contribution rate to the SWDB plan beginning in 2015. Member contribution rates increased 0.5 percent annually through 2022 to a total of 12 percent of base salary. Employer contributions will remain at 8 percent resulting in a combined contribution rate of 20 percent in 2022.

Contributions from members and employers of departments re-entering the system are established by resolution and approved by the FPPA Board of Directors. The re-entry group has a combined contribution rate of 20 percent of base salary through 2014. It is a local decision as to whether the member or employer pays the additional 4 percent contribution. Per the 2014 member election, the re-entry group will also have their required member contribution rate increase 0.5 percent annually beginning in 2015 through 2022 for a total combined member and employer contribution rate of 24 percent in 2022.

The contribution rate for members and employers of affiliated social security employers is 4 percent of base salary for a total contribution rate of 8 percent through 2014. Per the 2014 member election, members of the affiliate social security group will have their required contribution rate increase 0.25 percent annually beginning in 2015 through 2022 to a total of 6 percent of base salary. Employer contributions will remain at 4 percent resulting in a combined contribution rate of 10 percent in 2022.

Basis of Presentation. The underlying financial information used to prepare the Schedule of Employer Contributions and Schedule of Collective Pension Amounts is based on FPPA's financial statements. FPPA follows the accounting principles and reporting guidelines as set forth by the Governmental Accounting Standards Board. The financial statements are prepared using the accrual basis of accounting and reflect the overall operations of FPPA. Employer contributions in FPPA's financial statements are recognized in the period in which they are due. Investments are reported at fair value.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At December 31, 2015, the City reported a net pension asset of \$1,089,688 for its proportional share of the net pension asset. The net pension asset was measured as of December 31, 2014, and the total pension asset used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension asset was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At December 31, 2014, the City's proportion was 0.966 percent, which was an increase of 0.35 from its proportion measured as of December 31, 2013.

For the year ended December 31, 2015, the City recognized pension expense of \$18,724. At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Contribution Timing	\$ 46,346	\$ -
Investment earnings	107,395	-
Amortization of earnings	(21,479)	-
Difference in expected and actual experience	-	(24,798)
Amortization of difference in experience	-	2,351
Change in proportion	81,370	-
Amortization of change in proportion	(7,716)	-
Total	<u>\$ 205,916</u>	<u>\$ (22,447)</u>

\$46,346 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:

2015	\$ 19,127
2016	19,127
2017	19,127
2018	19,127
2019	(2,352)
Thereafter	(10,689)
Total	<u>\$ 63,469</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:

Actuarial Method	Entry Age Normal
Amortization Method	Level % of Payroll, Open
Amortization Period	30 years
Asset Valuation Method	5-year Smoothed Fair Value
Long-term investment Rate of Return*	7.50%
Projected Salary Increases	4.0%-14.0%
Cost of Living Adjustments (COLA)	0.00%

The collective total pension liability as of December 31, 2014 is based upon the January 1, 2015 actuarial valuation. The collective total pension liability as of December 31, 2013 is based upon the January 1, 2014 actuarial valuation.

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	1.0%	2.5%
Total	<u>100%</u>	

Discount Rate. The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SWDB plan fiduciary net 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 City's proportionate share of the net pension liability to changes in the discount rate. The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	<u>1% Decrease (6.5%)</u>	<u>Discount Rate (7.5%)</u>	<u>1% Increase (8.5%)</u>
City's proportionate share of the net pension liability	\$ 1,027,371	\$(1,089,689)	\$(2,855,595)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FPPA financial report.

Police Officer FPPA Statewide Hybrid Plan Description

The City contributes to the FPPA Statewide Hybrid Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the Colorado Fire and Police Pension Association (FPPA). The Plan provides retirement benefits for Members and beneficiaries. The plan consists of a defined benefit component and a money purchase component.

Police Officers Statewide Hybrid Pension Plan - Defined Benefit Component

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

Description of Benefits. A member is eligible for a normal retirement pension once the member has completed twenty-five years of credited service and has attained the age of 55.

The annual normal retirement benefit is 1.5 percent of the average of the member's highest three years' base salary for each year of credited service. Benefits paid to retired members are evaluated and may be re-determined every October 1. The amount of any increase is based on the Board's discretion and can range from 0 to 3 percent.

A member is eligible for an early retirement at age 50 or after 30 years of service. The early retirement benefit equals the normal retirement benefit reduced on an actuarially equivalent basis. Upon termination, an employee may elect to have member contributions, along with 5 percent as interest, returned as a lump sum distribution. Alternatively, a member with at least five years of accredited service may leave contributions with the Plan and remain eligible for a retirement pension at age 55 equal to 1.5 percent of the member's average highest three years' base salary for each year of credited service.

Contributions. The Plan sets contribution rates at a level that enables all benefits to be fully funded at the retirement date of all members. The members of the plan and their employers are currently each contributing at the rate determined by the individual employer, however, the rate for both employer and members must be at least 8 percent of the member's base salary. The amount allocated to the Defined Benefit Component is set annually by the Fire & Police Pension Association Board of Directors. Excess contributions fund the Money Purchase Component of the plan. The Defined Benefit component contribution rate from July 1, 2014 through June 30, 2015 is 12.5 percent.

Within the Money Purchase Component, members are always fully vested in their own contributions, as well as the earnings on those contributions. Vesting in the employer's contributions within the Money Purchase Component, and earnings on those contributions occurs according to the vesting schedule set by the plan document at 20 percent per year after the first year of service to be 100 percent vested after 5 years of service. Employer and member contributions are invested in funds at the discretion of members.

Basis of Presentation. The underlying financial information used to prepare the Schedule of Employer Contributions and Schedule of Collective Pension Amounts is based on FPPA's financial statements. FPPA follows the accounting principles and reporting guidelines as set forth by the Governmental Accounting Standards Board. The financial statements are prepared using the accrual basis of accounting and reflect the overall operations of FPPA. Employer contributions in FPPA's financial statements are recognized in the period in which they are due. Investments are reported at fair value.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions. At December 31, 2015, the City reported a net pension asset of \$214,537 for its proportional share of the net pension asset. The net pension liability was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At December 31, 2014, the City's proportion was 1.809 percent, which was an increase of 0.153 from its proportion measured as of December 31, 2013.

For the year ended December 31, 2015, the City recognized pension income of \$44,394. At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contribution Timing	\$ 24,069	\$ -
Investment earnings	4,161	-
Amortization of earnings	(832)	-
Difference in expected and actual experience	8,627	-
Amortization of difference in experience	(900)	-
Change in proportion	-	(15,737)
Amortization of change in proportion	-	1,642
Total	<u>\$ 35,125</u>	<u>\$ (14,095)</u>

\$24,069 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year

ended December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:

2015	\$	1,732
2016		1,732
2017		1,732
2018		1,732
2019		900
Thereafter		3,227
Total	\$	<u>11,056</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:

Actuarial Method	Entry Age Normal
Amortization Method	Level % of Payroll, Open
Amortization Period	30 years
Asset Valuation Method	5-year Smoothed Fair Value
Long-term investment Rate of Return*	7.50%
Projected Salary Increases	4.0%-16.0%
Cost of Living Adjustments (COLA)	0.00%
*Includes inflation at	3.00%

The collective total pension liability as of December 31, 2014 is based upon the January 1, 2015 actuarial valuation. The collective total pension liability as of December 31, 2013 is based upon the January 1, 2014 actuarial valuation.

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	1.0%	2.5%
Total	<u>100%</u>	

Discount Rate. The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the SWDB plan fiduciary net 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 City's proportionate share of the net pension liability to changes in the discount rate. The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	<u>1% Decrease (6.5%)</u>	<u>Discount Rate (7.5%)</u>	<u>1% Increase (8.5%)</u>
City's proportionate share of the net pension liability	\$ (151,495)	\$ (214,537)	\$ (270,563)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FPPA financial report.

Police Officers Statewide Hybrid Pension Plan – Money Purchase Component

Plan Description. The City contributes to the Money Purchase Plan Portion of the FPPA Statewide Hybrid Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the Colorado Fire and Police Pension Association (FPPA). The Plan provides retirement benefits for Members and beneficiaries. Police officers that elected the FPPA money purchase plan are only in the money purchase component of the Hybrid Plan.

Funding Policy. Plan Members and the City are required to contribute at a rate set by statute. The contribution requirements of Plan Members and the City are established under Title 31, Article 31, Part 5 of the CRS, as amended. The contribution rate for FPPA Plan Members and the City is 10.0% of covered salary if hired before May 20, 2013.

The basis of accounting policy for the money purchase plan only portion of the FPPA Statewide Hybrid Plan coincides with the FPPA Statewide Defined Benefit Plan.

ICMA-RC Money Purchase Police Plan (Police 401a)

Under the State of Colorado Fire and Police Pension Plan's provision in the state statutes, the City established a 401(a) defined contribution plan for all police officers hired on or after April 8, 1978. This Plan is administered by ICMA-RC. The Police Officers eligible for the Police 401a were given a one-time option in 2013 to elect a plan from FPPA or remain in the Police 401a. No new Members are permitted after May 20, 2013. The City and qualified employees each contribute 10% of the employee's base salary. In a defined contribution plan, benefits depend solely on amounts contributed to the Plan plus investment earnings. Employee participation begins on their date of employment. The City's contributions for each employee (and earnings allocated to the employee's account) begin to vest when the employee has three years of service, and are fully vested after seven years of service. Non-vested City contributions and earnings thereon for employees who leave employment before seven years of service are used to reduce the City's contribution requirement. The authority to amend the provisions of the three defined contribution plans lies within the respective plan documents, which state that the City Council may amend the terms of the plan provided that active or retired Members' benefits are not adversely affected.

There are no investments in, loans to, or leases with parties related to the plans. The plans are financed on a pay-as-you-go basis with the expected benefits being budgeted annually within the General Fund and other funds according to personnel assignments.

Firefighters Retirement Plans

Firefighters Pension Plan (Old Hire)

Plan Description. The Firefighters Pension Plan is a defined benefit, agent multiple-employer plan established for firefighters hired prior to April 8, 1978. The Plan is affiliated with the Colorado Fire and Police Pension Association (FPPA). Assets of the Plan are commingled for investment purposes in the Fire and Police Member's Benefit Fund, an agent multiple-employer defined benefit pension plan administered by FPPA. Firefighters hired on or after April 8, 1978 are covered under the Statewide Defined Benefit Plan of FPPA.

Normal retirement for firefighters is 50 years of age and with 20 years of credited service. The monthly benefit equals 2 1/2% of final monthly base pay times 20 for the first 20 years of service plus 1% of final monthly base pay for each additional year of service up to a maximum of 65% of final monthly base pay. Alternate actuarially equivalent payment options may be selected.

If a retired firefighter dies, the surviving spouse shall receive, until death or remarriage, a monthly pension equal to the greater of: (a) one-third of the salary of a first grade firefighter at the time of retirement or (b) 50% of the monthly amount received by the participant at his death; plus \$30 per month for each dependent child under age 18.

Firefighters vest after five years with the City. Firefighters who terminate prior to fully vesting receive their contributions with interest. Vested Members who terminate may elect to leave their contributions in the Plan and be eligible for a deferred retirement pension payable at age 50.

The authority under which benefit provisions are established or amended are provided within Colorado Revised Statutes (CRS 31-30.5-210). The City Council, 65% of active Plan Members and the Board of Directors of the Colorado Fire and Police Pension Association must approve Plan amendments. Any modification must maintain or enhance the actuarial soundness of the plan and cannot adversely affect the benefits of Members.

The Plan is administered by a Retirement Board composed of seven members, three are elected from the membership of the Plan by its members, two board members are appointed from registered voters of the City by City Council, one member is the City's Mayor and the final member is the Director of Finance and Administrative Services. The Plan does not provide for automatic benefit increases. Ad hoc retirement benefit increases must be approved by the City Council, as funds are available and subject to TABOR provisions restricting incurring multiple year obligations, without a vote. The Plan includes a Deferred Retirement Option Plan (DROP). The DROP allows a Member who has attained age and service requirements to begin receiving retirement benefits into a separate deferred retirement account and continue employment. The Member contracts with the City for the Member-determined period of time not to exceed five years at which time employment terminates. The Member's five percent contribution continues to the separate DROP account. The benefit payments and Member contributions are held in a separate account until the Member terminates employment. The Member is permitted distribution from the separate account only upon death or termination of employment. The Member may terminate employment at any time prior to the designated termination date.

Contributions and Funding. Funding for the Plan is provided within the Plan document and Colorado statutes that state the City shall contribute to the fund to the extent necessary to finance the benefits provided by the Plan on a sound actuarial basis. Firefighters contribute 5% of their covered salary per the Plan document. The City contributes to the Firefighters Pension Fund at a rate determined in the following manner: at least every three (3) years, the Firefighters Pension Fund shall have an actuarial study done. The resultant percentage will be paid annually from general revenues of the City into the Firefighters Pension Fund. The contribution amount for the Plan has been historically determined by biennial actuarial studies.

Administrative costs of the Plan are paid from the pension fund (CRS 31-30.5-204(3)). There are no investments in, loans to, or leases with parties related to the Plan.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At December 31, 2015, the City reported a net pension liability of \$2,070,218. The net pension liability was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

For the year ended December 31, 2015, the City recognized pension income of \$65,446. At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Contribution Timing	\$ 237,746	\$ -
Investment earnings	44,960	-
Amortization of earnings	(8,992)	-
Total	<u>\$ 273,714</u>	<u>\$ -</u>

\$237,746 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:

2016	\$	8,992
2017		8,992
2018		8,992
2019		8,992
Thereafter		-
Total	\$	<u>35,968</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	1.0%	2.5%
Total	<u>100%</u>	

Discount Rate. The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the 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 City's the net pension liability to changes in the discount rate. The following presents the City's net pension liability calculated using the discount rate of 7.5 percent, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	<u>1% Decrease (6.5%)</u>	<u>Discount Rate (7.5%)</u>	<u>1% Increase (8.5%)</u>
City's proportionate share of the net pension liability	\$ 2,733,104	\$2,070,218	\$1,488,312

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FPPA financial report.

Firefighters Statewide Defined Benefit Pension Plan (SWDB)

As of June 1, 2015, the City is no longer a participant in the Firefighters Statewide Defined Benefit Pension Plan. Firefighting and EMS services were contracted to the City and County of Denver on June 1, 2015. The City no longer has any fiduciary responsibility for any participants in this plan.

Volunteer Firefighters Pension Plan

Plan Description. The Volunteer Firefighters Pension Plan is a defined benefit, agent multiple-employer plan affiliated with the Colorado Fire and Police Pension Association (FPPA). Assets of the Plan are commingled for investment purposes in the Fire and Police Member's Benefit Fund, an agent multiple-employer defined benefit pension Plan administered by FPPA.

Descripton of Benefits. The Plan provides retirement benefits for Members and beneficiaries according to Plan provisions as enacted and governed by the Firefighters Pension Board. Colorado Revised Statutes (CRS), as amended, establishes basic benefit provisions under the Plan. The monthly benefit amount for retirees and beneficiaries are \$450 and \$225, respectively.

Contributions. The City funds the Plan per provisions in the Plan document and Colorado statutes. The City shall contribute amounts required to fund the benefits provided by the Plan on a sound actuarial basis. The City contributes to the Volunteer Fire Department Pension Fund at a rate determined in the following manner: at least every three (3) years, the Volunteer Fire Department Pension Fund shall have an actuarial study prepared to determine the funds required. The required funds will be paid annually from general revenues of the City into the Volunteer Fire Department Pension Fund.

The Plan is administered by a Retirement Board composed of seven members, three are elected from the membership of the Plan by its members, two board members are appointed from registered voters of the City by City Council, one member is the City's Mayor and the final member is the Director of Finance and Administrative Services.

The financial statements of the volunteer Plan are prepared using the accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. The investments are presented at fair value except for short-term investments that are recorded at cost, which approximates fair value.

Administrative costs of the Plan are paid from the pension fund (CRS 31-30.5-204(3)). There are no investments in, loans to, or leases with parties related to the Plan.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions. At December 31, 2015, the City reported a net pension liability of \$52,273. The net pension liability was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

For the year ended December 31, 2015, the City recognized pension expense of \$35,748. At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contribution Timing	\$ 1,591	\$ -
Investment earnings	625	
Amortization of earnings	(125)	-
Total	<u>\$ 2,091</u>	<u>\$ -</u>

\$1,591 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year

ended December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:

2016	\$	125
2017		125
2018		125
2019		125
Thereafter		-
Total	\$	<u>500</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	4.86%
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	1.0%	2.5%
Total	<u>100%</u>	

Discount Rate. The discount rate used to measure the total pension liability was 4.86 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the Board's funding policy, which establishes the contractually required rates under Colorado statutes. Based on those assumptions, the 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 City's the net pension liability to changes in the discount rate. The following presents the City's net pension liability calculated using the discount rate of 4.86 percent, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (3.86 percent) or 1-percentage-point higher (5.86 percent) than the current rate:

	<u>1% Decrease (3.86%)</u>	<u>Discount Rate (4.86%)</u>	<u>1% Increase (5.86%)</u>
City's proportionate share of the net pension liability	\$ 59,962	\$ 52,273	\$ 45,465

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued FPPA financial report.

Changes in net pension liability / (asset) for the City's single-employer Nonemergency Pension Plan and the City's Police Officer, Firefighter and Volunteer Firefighter agent multiple-employer plans are listed below:

**Schedule of Changes in the Net Pension Liability
for the pension plans and years shown**

	<u>2015</u>	<u>2014</u>	<u>2014</u>	<u>2014</u>
	<u>Nonemergency Plan</u>	<u>Police Officer Old Hire Plan</u>	<u>Firefighter Old Hire Plan</u>	<u>Volunteer Firefighter Plan</u>
Total pension liability-beginning	\$ 39,054,763	\$ 9,032,379	\$ 9,243,507	\$ 107,846
Changes for the year:				
Service cost	333,228	-	-	-
Interest	2,683,902	643,718	656,039	7,293
Differences between expected and actual experience	(9,251)	-	-	19,074
Changes of assumptions	-	-	-	16,419
Benefit payments, including refunds of member contributions	(2,074,554)	(915,494)	(1,010,928)	(21,600)
Net change in total pension liability	<u>933,325</u>	<u>(271,776)</u>	<u>(354,889)</u>	<u>21,186</u>
Total pension liability-ending (a)	<u>\$ 39,988,088</u>	<u>\$ 8,760,603</u>	<u>\$ 8,888,618</u>	<u>\$ 129,032</u>
Plan fiduciary net position-beginning	\$ 32,974,527	\$ 4,893,872	\$ 7,143,811	\$ 91,821
Changes for the year:				
Contributions--employer	1,265,441	442,700	237,746	1,591
Contributions--member	183,405	-	-	-
Net investment income	(305,337)	319,096	461,838	5,504
Benefit payments, including refunds of member contributions	(2,074,554)	(915,494)	(1,010,928)	(21,600)
Administrative expense	(87,915)	(10,526)	(14,067)	(557)
Net change in plan fiduciary net position	<u>(1,018,960)</u>	<u>(164,224)</u>	<u>(325,411)</u>	<u>(15,062)</u>
Plan fiduciary net position-ending (b)	<u>\$ 31,955,567</u>	<u>\$ 4,729,648</u>	<u>\$ 6,818,400</u>	<u>\$ 76,759</u>
Plan net pension liability-ending (a-b)	<u>\$ 8,032,521</u>	<u>\$ 4,030,955</u>	<u>\$ 2,070,218</u>	<u>\$ 52,273</u>

The annual pension cost, net pension obligation and related information for the Nonemergency, Police Officers-Old Hire, Firefighters-Old Hire and Volunteer Firefighters pension funds for the current year are presented below:

	Nonemergency Pension Plan	Police Officers Old Hire	Firefighters Old Hire	Volunteer Firefighters
Current membership:				
Inactive plan members and beneficiaries receiving benefits	153	39	41	6
Inactive plan members entitled to but not yet receiving benefits	64	-	-	-
Active plan members	110	-	-	-
	<u>327</u>	<u>39</u>	<u>41</u>	<u>6</u>
Contribution Rates:				
City Plan members	20.85%	N/A	N/A	N/A
	3.0%	N/A	N/A	N/A
Annual pension cost (APC)	\$1,151,602	\$434,671	\$222,800	\$5,975
Contributions made	\$1,448,846	\$451,389	\$231,369	\$1,591
Net pension obligation	\$(297,244)	\$(16,718)	\$(8,569)	\$4,384
Percentage of APC contributed	126%	104%	104%	27%
Actuarial valuation date	1/1/2015	1/1/2014	1/1/2014	1/1/2015
Actuarial cost method	Entry Age	Entry Age	Entry Age	Entry Age
Amortization method	Level amount Open	Level amount Open	Level amount Open	Level amount Open
Remaining amortization period	Variable-minimum 10 years	15 years	14 years	9 years
Asset valuation method	5 year smoothed fair value			
Actuarial assumptions:				
Investment rate of return	7.0%	7.5%	7.5%	7.5%
Projected salary increases*	2.8-5.8%	4.0%	4.0%	N/A
*Includes inflation at	2.5%	3.0%	3.0%	3.0%
Cost of living adjustments	None	None	None	None
Mortality rates were based on the RP-2000 combined healthy annuitant table with future generational improvements using scale:	BB	AA	AA	AA

Funded Status and Funding Progress. The following is funded status information for the City's single-employer and agent multiple-employer plans as of the most recent actuarial valuation date:

	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded/ (Funded) AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
Nonemergency	1/1/2015	\$ 32,213,931	\$ 39,045,512	\$ 7,790,435	82.5%	\$ 5,921,079	131.6%
Police Officers	1/1/2014	4,906,910	9,032,379	4,125,469	54.3%	-	N/A
Firefighters	1/1/2014	7,191,033	9,243,507	2,052,474	77.8%	-	N/A
Volunteer Firefighters	1/1/2015	77,684	112,613	34,929	69.0%	-	N/A

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the AAL for benefits.

Three-year Trend Information:

	Year Ending December 31,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
NonEmergency Retirement Plan	2013	\$ 1,067,519	100%	\$ (136)
	2014	1,214,111	110%	(124,804)
	2015	1,151,602	126%	(297,244)
Police Officers Retirement Plan	2013	442,700	100%	-
	2014	434,671	102%	(8,029)
	2015	434,671	104%	(16,718)
Firefighters Retirement Plan	2013	237,746	100%	-
	2014	222,800	107%	(14,946)
	2015	222,800	104%	(8,569)
Volunteer Firefighters Retirement Plan	2013	6,320	100%	-
	2014	6,320	25%	4,729
	2015	5,975	27%	4,384

ICMA-RC Money Purchase Management Plan

The City provides a 401(a) defined contribution plan for City management staff employees. The City contributes 10% percent of each eligible employee's base salary, and each eligible employee contributes 6% of base salary. The Plan is administered by ICMA-RC. Management staff is eligible to participate upon employment, and all contributions vest immediately.

NonEmergency Employees Money Purchase Plan (NEMP)

In December 1987, a majority of the employees classified as mid-managers, supervisors and confidential (MSC) who were covered by the NonEmergency Employees Retirement Plan (NERP) requested the creation of a 401(a) defined contribution plan. Because of this request, the NEMP was formed. The NEMP is administered by ICMA-RC. All employees promoted into the MSC are offered the choice of remaining in the NERP, or joining the NEMP. All eligible new hire MSC employees join the NEMP. The City contributes 7% of each employee's base salary to the Plan, and each eligible employee contributes 3% of base salary. The City's contributions and account earnings begin to vest when the employee has two years of service, and are fully vested after five years of service. The City's contributions and earnings for the employees who leave employment prior to fully vesting are used to reduce the City's NEMP contribution requirement.

If a promoted employee with less than five years of credited service elects to join the NERP plan, the employee immediately vests in the accrued benefit of the NERP and continues to accrue credited service towards vesting in the NEMP.

Required employer and employee contributions for the year ended December 31, 2015, is presented below:

	City Management	NEMP	Police
Employers required, which equal actual, contributions:			
Amount	\$ 162,965	\$ 736,451	\$ 117,256
As a percent of covered payroll	10.00%	7.00%	10.00%
Employees required, which equal actual, contributions:			
Amount	97,778	316,478	117,256
As a percent of covered payroll	6.00%	3.00%	10.00%

There are no investments in, loans to, or leases with parties related to the plans. The plans are financed on a pay-as-you-go basis with the expected benefits being budgeted annually within the General fund and other funds according to personnel assignments.

Deferred Compensation and Disability Benefits

The City has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan is administered by ICMA-RC. Participation in the Plan is optional for all employees. The Plan allows employees to defer a portion of their salary until future years.

Police and Firefighters Disability Benefits. Statewide Death and Disability Plan coverage is provided by the Fire and Police Pension Association of Colorado for all the City's police officers and firefighters. The Plan is noncontributory for those hired prior to January 1, 1997. For employees hired subsequent to January 1, 1997, the City and employee each contribute 1.30% of covered salary. The coverage is both on and off duty and is for Members who have not met 25 years of accumulated service and age 55. Colorado Statutes, Title 31, Article 31, Part 8, assign the authority to establish benefit provisions to the state legislature. FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for the Statewide Death and Disability Plan.

Police and Fire Supplemental Disability Benefit. Per Englewood Municipal Code police officers and firefighters who are deemed totally or occupationally disabled by FPPA, receive a 20% or 10%, respectively, of their monthly salary from the date of the disability until their Normal Retirement date or will terminate if FPPA discontinues the disability payments prior to Normal Retirement date.

E. Other Postemployment Benefits

Plan Description

The City of Englewood Retiree Health Insurance Assistance Plan ("the Retiree Assistance Plan") is a single-employer defined benefit plan. The Retiree Assistance Plan provides a retiree assistance benefit by contract with various groups of retired employees and by policy for those not covered by a collective bargaining agreement. The City pays amounts that ranges from \$50 to \$100 dependent on which employment contract (or policy) the individual was under while employed by the City. The City pays 50% of the firefighter retiree and dependent monthly coverage cost of any plan selected by a retiree up to an amount of \$100 based on which employment contract the individual was under while employed by the City. The Retiree Assistance Plan does not issue a publicly available financial report.

Funding Policy. The plan is financed on a pay-as-you-go basis with the expected benefits being budgeted annually within the General fund and other governmental funds where appropriate.

Annual OPEB Cost and Net OPEB Obligation

The City's post employment benefit plan is a single-employer plan. The City's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

The following table shows the annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation:

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Annual required contribution	\$ 326,761	\$ 226,701	\$ 226,701
ARC Adjustment	(30,204)	-	(23,074)
Interest on Net OPEB Obligation	<u>30,926</u>	<u>23,145</u>	<u>18,622</u>
Annual OPEB Cost	327,483	249,846	222,249
Prior period actuarial adjustment	(105,462)	-	(13,783)
Contributions made	<u>(148,877)</u>	<u>(143,083)</u>	<u>(131,800)</u>
Increase in net OPEB obligation	73,144	106,763	76,666
Net OPEB Obligation - beginning of year	569,649	462,886	386,220
Net OPEB Obligation - end of year	<u>\$ 642,793</u>	<u>\$ 569,649</u>	<u>\$ 462,886</u>
Percentage of Annual OPEB Cost Contributed	45.5%	57.3%	59.3%

Funded Status and Funding Progress

Details of the most recent actuarial study follow:

Actuarial accrued liability (AAL)	\$ 4,273,621	\$ 3,797,290	\$ 3,797,290
Actuarial value of plan assets	-	-	-
Unfunded actuarial accrued liability (UAAL)	<u>\$ 4,273,621</u>	<u>\$ 3,797,290</u>	<u>\$ 3,797,290</u>
Funded ratio (actuarial value of plan assets/AAL)	0%	0%	0%
Covered payroll (active plan members)	\$ 27,621,173	\$ 33,744,316	\$ 33,744,316
UAAL as a percentage of covered payroll	15.5%	11.3%	11.3%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability for occurrence of events far into the future. Examples include assumptions about future employment and mortality. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Significant methods and assumptions were as follows:

Actuarial valuation date	1/1/2015	1/1/2013	1/1/2013
Actuarial Cost Method	Entry Age	Entry Age	Entry Age
Amortization Method	Level Amount - Open	Level Amount - Open	Level Amount - Open
Asset Valuation Method	N/A	N/A	N/A
Remaining amortization period	30 years	29 years	30 years
Actuarial assumptions:			
Investment rate of return (includes inflation at 4%; unfunded basis)	4.5%	5.0%	5.0%
Healthcare cost trend rate	N/A	N/A	N/A

Note 5. Tax, Spending and Debt Limitations

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR), contains tax, spending, revenue and debt limitations, which apply to the State of Colorado and all local governments.

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10% of annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR. The City's management believes its Enterprise Funds, as listed in the Table of Contents, qualify for this exclusion.

Spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

The City's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits, may require judicial interpretation.

On November 4, 1997, a majority of the City's electors authorized the City to collect and spend or retain in a reserve all revenues without regard to any limitations under TABOR.

Note 6. Pension Restatement

The City previously reported pension trust funds for Police Officers, Firefighters and Volunteer Firefighters in its financial statements. These plans are administered by the Fire and Police Pension Association (FPPA). The City does not have fiduciary responsibility for these plans and therefore no longer reports them in the City's financial statements. The result of the removal of these pension plan statements is to reduce the December 31, 2014 Pension Trust Fund balance by \$11,625,178. Footnotes will continue to be included for these plans in order to comply with GASB 68 requirements. FPPA issues a publicly available comprehensive annual financial report that can be obtained on FPPA's website at <http://www.fppaco.org>.

Additionally, GASB 68 requires the allocation of net pension liability (asset), deferred outflows and deferred inflows of resources and the reporting of pension expense. This requires a prior year restatement as follows:

GASB 68 Restatements as of December 31, 2014
Net Pension Asset, Net Pension Liability
Deferred Outflows and Net Position

	Governmental Activities	Business Type Activities
Net Pension Asset	\$ 1,889,735	\$ -
Net Pension Liability	(9,211,897)	(2,332,435)
Net Pension Asset (Liability)	<u>(7,322,162)</u>	<u>(2,332,435)</u>
Deferred Outflows		
Contribution Timing	1,354,933	-
Net Position (Restatement)	<u>5,967,229</u>	<u>2,332,435</u>
Net	<u>\$ -</u>	<u>\$ -</u>

Note 7. Fire Suppression and Emergency Medical Services

On June 1, 2015 the City began contracting with the Denver Fire Department to provide fire suppression and emergency medical services. As a result the City no longer maintains a stand-alone fire department.

The City retained three fire stations, two of which are rented to the Denver Fire Department and two fire engines that will be transferred to Denver at the end of their lease. The City is also still responsible for the Old Hire Firefighter and Volunteer Firefighter pension plans.

**Schedule of Changes in the Net Pension Liability and Related Ratios
Nonemergency Pension Plan
for the last 10 years***

	<u>2015</u>	<u>2014</u>
Total pension liability		
Service cost	\$ 333,228	\$ 353,751
Interest	2,683,902	2,616,664
Differences between expected and actual experience	(9,251)	-
Benefit payments, including refunds of member contributions	<u>(2,074,554)</u>	<u>(1,885,640)</u>
Net change in total pension liability	933,325	1,084,775
Total pension liability--beginning	<u>39,054,763</u>	<u>37,969,988</u>
Total pension liability--ending	<u><u>\$ 39,988,088</u></u>	<u><u>\$ 39,054,763</u></u>
Plan fiduciary net position		
Contributions--employer	\$ 1,265,441	\$ 1,153,840
Contributions--member	183,405	185,075
Net investment income	(305,337)	1,529,955
Benefit payments, including refunds of member contributions	(2,074,554)	(1,885,640)
Administrative expense	<u>(87,915)</u>	<u>(92,784)</u>
Net change in plan fiduciary net position	(1,018,960)	890,446
Plan fiduciary net position--beginning	<u>32,974,527</u>	<u>32,084,081</u>
Plan fiduciary net position--ending	<u><u>\$ 31,955,567</u></u>	<u><u>\$ 32,974,527</u></u>
Plan net pension liability--ending	<u><u>\$ 8,032,521</u></u>	<u><u>\$ 6,080,236</u></u>
Plan fiduciary net position as a percentage of total liability	79.91%	84.43%
Covered payroll	\$ 5,921,079	\$ 6,300,916
Plan's net pension liability as a percentage of covered payroll	135.66%	96.50%

* The amounts presented for each fiscal year were determined as of 12/31
Up to 10 years of information will be presented as it becomes available

**Schedule of Changes in the Net Pension Liability and Related Ratios
Police Officers Old Hire Pension Plan
for the last 10 years***

	2015
Total pension liability	
Interest	\$ 643,718
Benefit payments, including refunds of member contributions	(915,494)
Net change in total pension liability	(271,776)
Total pension liability--beginning	9,032,379
Total pension liability--ending	\$ 8,760,603
Plan fiduciary net position	
Contributions--employer	\$ 442,700
Contributions--member	-
Net investment income	319,096
Benefit payments, including refunds of member contributions	(915,494)
Administrative expense	(10,526)
Net change in plan fiduciary net position	(164,224)
Plan fiduciary net position--beginning	4,893,872
Plan fiduciary net position--ending	\$ 4,729,648
Plan net pension liability--ending	\$ 4,030,955
Plan fiduciary net position as a percentage of total liability	53.99%
Covered payroll	N/A
Plan's net pension liability as a percentage of covered payroll	N/A

*The amounts presented for each fiscal year were determined as of 12/31.

All amounts reported are based on actuarial reports calculated in the previous year.

Up to 10 years of information will be presented as it becomes available.

**Schedule of Changes in the Net Pension Liability and Related Ratios
Firefighters Old Hire Pension Plan
for the last 10 years***

	2015
Total pension liability	
Interest	\$ 656,039
Benefit payments, including refunds of member contributions	<u>(1,010,928)</u>
Net change in total pension liability	<u>(354,889)</u>
Total pension liability--beginning	<u>9,243,507</u>
Total pension liability--ending	<u><u>\$ 8,888,618</u></u>
Plan fiduciary net position	
Contributions--employer	\$ 237,746
Net investment income	461,838
Benefit payments, including refunds of member contributions	(1,010,928)
Administrative expense	<u>(14,067)</u>
Net change in plan fiduciary net position	<u>(325,411)</u>
Plan fiduciary net position--beginning	<u>7,143,811</u>
Plan fiduciary net position--ending	<u><u>\$ 6,818,400</u></u>
Plan net pension liability--ending	<u><u>\$ 2,070,218</u></u>
Plan fiduciary net position as a percentage of total liability	76.71%
Covered payroll	N/A
Plan's net pension liability as a percentage of covered payroll	N/A

*The amounts presented for each fiscal year were determined as of 12/31.

All amounts reported are based on actuarial reports calculated in the previous year.

Up to 10 years of information will be presented as it becomes available.

**Schedule of Changes in the Net Pension Liability and Related Ratios
Volunteer Firefighters Old Hire Pension Plan
for the last 10 years***

	2015
Total pension liability	
Interest	\$ 7,293
Differences between expected and actual experience	19,074
Changes of assumptions	16,419
Benefit payments, including refunds of member contributions	(21,600)
Net change in total pension liability	21,186
Total pension liability--beginning	107,846
Total pension liability--ending	\$ 129,032
Plan fiduciary net position	
Contributions--employer	\$ 1,591
Net investment income	5,504
Benefit payments, including refunds of member contributions	(21,600)
Administrative expense	(557)
Net change in plan fiduciary net position	(15,062)
Plan fiduciary net position--beginning	91,821
Plan fiduciary net position--ending	\$ 76,759
Plan net pension liability--ending	\$ 52,273
Plan fiduciary net position as a percentage of total liability	59.49%
Covered payroll	N/A
Plan's net pension liability as a percentage of covered payroll	N/A

*The amounts presented for each fiscal year were determined as of 12/31.

All amounts reported are based on actuarial reports calculated in the previous year.

Up to 10 years of information will be presented as it becomes available.

**Schedule of the City's Proportionate Share of the Net Pension Liability
Police Officers Statewide Defined Benefit Pension Plan
last 10 fiscal years***

	<u>2015</u>	<u>2014</u>
City's proportion of the net pension liability/(asset)	0.966%	0.609%
City's proportionate share of the net pension liability/(asset)	(1,089,689)	(544,913)
City's covered-employee payroll	3,367,345	2,117,480
City's proportionate share of the net pension liability/(asset) as a percentage of its covered-employee payroll	32.4%	25.7%
Plan fiduciary net position as a percentage of the total pension	106.8%	105.8%

*The amounts presented for each fiscal year were determined as of 12/31.

All amounts reported are based on actuarial reports calculated in the previous year.

Up to 10 years of information will be presented as it becomes available.

**Schedule of the City's Proportionate Share of the Net Pension Liability
Police Officers Statewide Hybrid Pension Plan - Defined Benefit Component
last 10 fiscal years***

	<u>2015</u>	<u>2014</u>
City's proportion of the net pension liability/(asset)	1.809%	1.655%
City's proportionate share of the net pension liability/(asset)	(214,535)	(168,781)
City's covered-employee payroll	223,922	123,500
City's proportionate share of the net pension liability/(asset) as a percentage of its covered-employee payroll	95.8%	136.7%
Plan fiduciary net position as a percentage of the total pension	140.6%	139.0%

*The amounts presented for each fiscal year were determined as of 12/31.

All amounts reported are based on actuarial reports calculated in the previous year.

Up to 10 years of information will be presented as it becomes available.

Schedules of Employer Contributions
Single Employer and Agent-Multiple Employer Pension Plans
for the years ended December 31,

Year Ended 12/31	Nonemergency Employees Pension Plan				Police Officers Old Hire Pension Plan				Firefighters Old Hire Pension Plan				Volunteer Firefighters Pension Plan			
	Actuarially required contribution	Contributions in relation to required contributions	Covered payroll	Percentage of covered payroll contributed	Actuarially required contribution	Contributions in relation to required contributions	Covered payroll	Percentage of covered payroll contributed	Actuarially required contribution	Contributions in relation to required contributions	Covered payroll	Percentage of covered payroll contributed	Actuarially required contribution	Contributions in relation to required contributions	Covered payroll	Percentage of covered payroll contributed
2006	\$ 711,258	\$ 711,258	\$ 7,262,614	9.8%	\$ 412,552	\$ 412,552	\$ 147,387	279.9%	\$ 67,927	\$ 67,927	\$ 141,474	48.0%	\$ 2,601	\$ 2,601	\$ -	N/A
2007	697,965	697,965	7,358,429	9.5%	439,853	439,853	147,387	298.4%	76,935	76,935	79,316	97.0%	2,601	2,601	-	N/A
2008	708,160	708,160	7,332,171	9.7%	439,853	439,853	156,910	280.3%	76,935	76,935	79,316	97.0%	-	-	-	N/A
2009	624,134	624,134	8,001,941	7.8%	289,033	289,033	156,910	184.2%	-	-	85,669	N/A	-	-	-	N/A
2010	764,844	764,844	7,970,574	9.6%	289,033	289,033	173,045	167.0%	4,723	4,723	85,669	5.5%	4,801	4,801	-	N/A
2011	936,781	936,781	7,654,420	12.2%	340,010	340,010	173,045	196.5%	112,425	112,425	92,860	121.1%	4,801	4,801	-	N/A
2012	954,781	954,781	7,061,581	13.5%	340,010	340,010	-	N/A	154,023	154,023	-	N/A	4,801	4,801	-	N/A
2013	1,067,519	1,067,519	6,374,407	16.7%	442,700	442,700	-	N/A	237,746	237,746	-	N/A	6,320	6,320	-	N/A
2014	1,080,632	1,153,840	6,300,916	18.3%	434,671	442,700	-	N/A	222,800	237,746	-	N/A	6,320	1,591	-	N/A
2015	1,151,602	1,448,846	5,921,079	24.5%	434,671	451,389	-	N/A	222,800	231,369	-	N/A	5,975	1,591	-	N/A

Notes to schedule:

Nonemergency Employees Pension Plan		Police Officers Old Hire Pension Plan		Firefighters Old Hire Pension Plan		Volunteer Firefighters Pension Plan	
Actuarial valuation date	1/1/2015	Actuarial valuation date	1/1/2014	Actuarial valuation date	1/1/2014	Actuarial valuation date	1/1/2015
Actuarial cost method	Entry Age						
Amortization method	Level amount, Open						
Remaining amortization period	10 years	Remaining amortization period	15 years	Remaining amortization period	14 years	Remaining amortization period	9 years
Asset valuation method	5 year smoothed market	Asset valuation method	5 year smoothed market	Asset valuation method	5 year smoothed market	Asset valuation method	5 year smoothed market
Actuarial assumptions:		Actuarial assumptions:		Actuarial assumptions:		Actuarial assumptions:	
Investment rate of return	7.0%	Investment rate of return	7.5%	Investment rate of return	7.5%	Investment rate of return	4.86%
Projected salary increases*	2.8-5.8%	Projected salary increases*	4.0%	Projected salary increases*	4.0%	Projected salary increases*	N/A
*Includes inflation at	2.5%	*Includes inflation at	3.0%	*Includes inflation at	3.0%	*Includes inflation at	3.0%
Cost of living adjustments	None						
Mortality rates were based on the RP-2000 combined healthy annuitant table with future generational improvements using scale:	BB	Mortality rates were based on the RP-2000 combined healthy annuitant table with future generational improvements using scale:	AA	Mortality rates were based on the RP-2000 combined healthy annuitant table with future generational improvements using scale:	AA	Mortality rates were based on the RP-2000 combined healthy annuitant table with future generational improvements using scale:	AA

Schedule of Employer Contributions
Cost-Sharing Multiple-Employer Pension Plans
for the years ended 12/31

	<u>2015</u>	<u>2014</u>	<u>2013</u>
<u>Police Officers Statewide Defined Benefit (SWDB) Plan</u>			
Contractually required contribution	\$ 342,689	\$ 336,734	\$ 211,748
Contributions in relation to the contractually required contribution	342,689	336,734	211,748
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ 3,263,702	\$ 3,367,345	\$ 2,117,480
Contributions as % of covered payroll	10.50%	10.00%	10.00%
<u>Police Officers Statewide Hybrid Pension Plan - Defined Benefit Component</u>			
Contractually required contribution	\$ 24,069	\$ 22,392	\$ 12,350
Contributions in relation to the contractually required contribution	24,069	22,392	12,350
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ 240,695	\$ 223,922	\$ 123,500
Contributions as % of covered payroll	10.00%	10.00%	10.00%

These plans were first offered to employees in 2013.

The amounts presented for each fiscal year were determined as of 12/31

**Schedules of Pension Plan Investment Returns
for the last 10 years*
Nonemergency Pension Plan**

<u>Year ending 12/31</u>	<u>Annual Return</u>
2014	4.52%
2015	-1.20%

Annual money-weighted rate of return net of investment expense

*Up to 10 years of information will be presented as it becomes available

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Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditure for specified purposes.

Conservation Trust Fund – Accounts for the acquisition of parks and open space land not previously owned by the City and for improvements to existing park and recreation facilities. Financing is provided by State Lottery funds.

Open Space Fund – Accounts for the acquisition of parks and open space land not previously owned by the City and for improvements to existing park and recreation facilities. Financing is provided from the Arapahoe County Open Space Sales Tax. The Open Space Tax was originally voter approved on January 1, 2004 and after a voter approved extension will now expire on December 31, 2023.

Donors Fund – Accounts for funds donated to the City for various specified activities.

Community Development Fund – Accounts for grant funds of the Brownfields Pilot Grants Program administered by the United States Environmental Protection Agency. This fund also accounts for the operations of the **art** circulator shuttle which is funded by the Regional Transportation District.

Malley Center Trust Fund – Accounts for a trust established by Elsie Malley to be used for the benefit of the Malley Senior Recreation Center.

Parks and Recreation Trust Fund – Accounts for a trust established by the City, financed primarily by donations, to be used exclusively for specific park and recreation projects.

Debt Service Funds

Debt Service Funds account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources.

General Obligation Bond Fund – Accounts for the accumulation of monies for payment of General Obligation Bond principal and interest.

Capital Projects Funds

Capital Projects Funds account for financial resources to be used for the acquisition and/or construction of major capital facilities (other than those financed by proprietary funds).

Public Improvement Fund – Accounts for the acquisition and/or construction of major capital improvements and facilities. Financing is provided primarily from building and vehicle use taxes.

Capital Projects Fund – Accounts for the acquisition and/or construction of major capital improvements and facilities. Financing is provided primarily with transfers from other City Funds.

CITY OF ENGLEWOOD, COLORADO

Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2015

	Special Revenue Funds				
	Conservation Trust	Open Space	Donors	Community Development	Malley Center Trust
Assets					
Cash and investments	\$ 1,711,124	\$ 1,463,829	\$ 567,979	\$ -	\$ 234,787
Receivables:					
Property taxes	-	-	-	-	-
Sales and use	-	-	-	-	-
Interest	3,745	3,533	1,196	-	541
Intergovernmental	-	888,448	-	33,674	-
Total assets	<u>\$ 1,714,869</u>	<u>\$ 2,355,810</u>	<u>\$ 569,175</u>	<u>\$ 33,674</u>	<u>\$ 235,328</u>
Liabilities and fund balances					
Liabilities:					
Accounts payable	\$ -	\$ 614,058	\$ 220	\$ 22,757	\$ -
Due to other funds	-	-	-	10,917	-
Total liabilities	<u>-</u>	<u>614,058</u>	<u>220</u>	<u>33,674</u>	<u>-</u>
Deferred Inflows of Resources					
Deferred revenue-property tax	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:					
Restricted for:					
Parks and recreation	1,714,869	1,741,752	-	-	235,328
Law enforcement	-	-	80,825	-	-
Debt service	-	-	-	-	-
Committed to:					
Capital projects	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Assigned to:					
Parks and recreation	-	-	330,123	-	-
Law enforcement	-	-	21,336	-	-
Other purposes	-	-	136,671	-	-
Total fund balances	<u>1,714,869</u>	<u>1,741,752</u>	<u>568,955</u>	<u>-</u>	<u>235,328</u>
Total liabilities and fund balances	<u>\$ 1,714,869</u>	<u>\$ 2,355,810</u>	<u>\$ 569,175</u>	<u>\$ 33,674</u>	<u>\$ 235,328</u>

See Independent Auditor's Report

Special Revenue Funds		Debt Service	Capital Projects Funds			Total
Parks and Recreation Trust	Total	General Obligation Bond	Public Improvement	Capital Projects	Total	Nonmajor Governmental Funds
\$ 456,691	\$ 4,434,410	\$ 69,007	\$ 5,002,512	\$ 986,231	\$ 5,988,743	\$ 10,492,160
-	-	1,102,000	-	-	-	1,102,000
-	-	-	197,852	-	197,852	197,852
1,059	10,074	1,165	11,844	2,401	14,245	25,484
-	922,122	76	-	8,099	8,099	930,297
<u>\$ 457,750</u>	<u>\$ 5,366,606</u>	<u>\$ 1,172,248</u>	<u>\$ 5,212,208</u>	<u>\$ 996,731</u>	<u>\$ 6,208,939</u>	<u>\$ 12,747,793</u>
\$ -	\$ 637,035	\$ -	\$ 107,825	\$ 8,860	\$ 116,685	\$ 753,720
-	10,917	-	-	-	-	10,917
-	<u>647,952</u>	-	<u>107,825</u>	<u>8,860</u>	<u>116,685</u>	<u>764,637</u>
-	-	1,102,000	-	-	-	1,102,000
-	-	<u>1,102,000</u>	-	-	-	<u>1,102,000</u>
-	3,691,949	-	-	-	-	3,691,949
-	80,825	-	-	-	-	80,825
-	-	70,248	-	-	-	70,248
-	-	-	5,104,383	987,871	6,092,254	6,092,254
457,750	457,750	-	-	-	-	457,750
-	330,123	-	-	-	-	330,123
-	21,336	-	-	-	-	21,336
-	136,671	-	-	-	-	136,671
<u>457,750</u>	<u>4,718,654</u>	<u>70,248</u>	<u>5,104,383</u>	<u>987,871</u>	<u>6,092,254</u>	<u>10,881,156</u>
<u>\$ 457,750</u>	<u>\$ 5,366,606</u>	<u>\$ 1,172,248</u>	<u>\$ 5,212,208</u>	<u>\$ 996,731</u>	<u>\$ 6,208,939</u>	<u>\$ 12,747,793</u>

CITY OF ENGLEWOOD, COLORADO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2015**

	Special Revenue Funds				
	Conservation Trust	Open Space	Donors	Community Development	Malley Center Trust
Revenues					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Vehicle use tax	-	-	-	-	-
Building use tax	-	-	-	-	-
Intergovernmental	303,855	1,317,245	27,372	-	-
Charges for services	-	-	157,549	209,565	-
Construction reimbursements	-	-	-	-	-
Net investment income	4,874	3,286	1,069	-	804
Contributions	-	-	184,633	79,531	2,480
Other	-	-	47,936	-	-
Total revenues	308,729	1,320,531	418,559	289,096	3,284
Expenditures					
Current:					
General government	-	-	17,813	289,096	-
Public safety	-	-	56,303	-	-
Public works	-	-	-	-	-
Culture and recreation	66,518	465,900	20,897	-	1,582
Capital outlay	18,800	675,872	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	85,318	1,141,772	95,013	289,096	1,582
Excess revenues over (under) expenditures	223,411	178,759	323,546	-	1,702
Other financing sources (uses)					
Transfers in	-	-	-	-	-
Transfers out	-	-	(101,450)	-	-
Total other financing sources (uses)	-	-	(101,450)	-	-
Net change in fund balances	223,411	178,759	222,096	-	1,702
Fund balances - beginning	1,491,458	1,562,993	346,859	-	233,626
Fund balances - ending	\$ 1,714,869	\$ 1,741,752	\$ 568,955	\$ -	\$ 235,328

See Independent Auditor's Report

Special Revenue Funds		Debt Service	Capital Projects Funds			Total
Parks and Recreation Trust	Total	General Obligation Bond	Public Improvement	Capital Projects	Total	Nonmajor Governmental Funds
\$ -	\$ -	\$ 1,115,179	\$ -	\$ -	\$ -	\$ 1,115,179
-	-	-	1,871,244	-	1,871,244	1,871,244
-	-	-	2,494,933	-	2,494,933	2,494,933
-	1,648,472	-	319,140	191,097	510,237	2,158,709
-	367,114	-	-	-	-	367,114
-	-	-	35,000	58,743	93,743	93,743
1,590	11,623	1,029	4,815	4,519	9,334	21,986
6,000	272,644	-	-	-	-	272,644
-	47,936	-	-	665	665	48,601
<u>7,590</u>	<u>2,347,789</u>	<u>1,116,208</u>	<u>4,725,132</u>	<u>255,024</u>	<u>4,980,156</u>	<u>8,444,153</u>
-	306,909	11,652	99,210	379,766	478,976	797,537
-	56,303	-	-	44,658	44,658	100,961
-	-	-	1,181,836	71,430	1,253,266	1,253,266
7,434	562,331	-	82,475	243,444	325,919	888,250
-	694,672	-	1,529,555	150,654	1,680,209	2,374,881
-	-	855,000	-	-	-	855,000
-	-	240,413	-	-	-	240,413
<u>7,434</u>	<u>1,620,215</u>	<u>1,107,065</u>	<u>2,893,076</u>	<u>889,952</u>	<u>3,783,028</u>	<u>6,510,308</u>
<u>156</u>	<u>727,574</u>	<u>9,143</u>	<u>1,832,056</u>	<u>(634,928)</u>	<u>1,197,128</u>	<u>1,933,845</u>
-	-	-	1,871,516	650,000	2,521,516	2,521,516
-	(101,450)	-	(944,326)	-	(944,326)	(1,045,776)
-	(101,450)	-	927,190	650,000	1,577,190	1,475,740
156	626,124	9,143	2,759,246	15,072	2,774,318	3,409,585
<u>457,594</u>	<u>4,092,530</u>	<u>61,105</u>	<u>2,345,137</u>	<u>972,799</u>	<u>3,317,936</u>	<u>7,471,571</u>
<u>\$ 457,750</u>	<u>\$ 4,718,654</u>	<u>\$ 70,248</u>	<u>\$ 5,104,383</u>	<u>\$ 987,871</u>	<u>\$ 6,092,254</u>	<u>\$ 10,881,156</u>

CITY OF ENGLEWOOD, COLORADO

Conservation Trust Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances
 Project Budget and Actual - Budgetary Basis
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014

	Project Budget	Actual Amounts	Project Budget Remaining	2014 Actual
Revenues				
Lottery proceeds	\$ 303,855	\$ 303,855	\$ -	\$ 300,219
Net investment income	4,874	4,874	-	8,628
Total revenues	<u>308,729</u>	<u>308,729</u>	<u>-</u>	<u>308,847</u>
Expenditures				
Current:				
Culture and recreation	309,052	66,518	242,534	70,461
Capital outlay	1,210,799	18,800	1,191,999	272,997
Total expenditures	<u>1,519,851</u>	<u>85,318</u>	<u>1,434,533</u>	<u>343,458</u>
Excess revenues over (under) expenditures	<u>\$ (1,211,122)</u>	223,411	<u>\$ 1,434,533</u>	(34,611)
Fund balances - beginning		<u>1,491,458</u>		<u>1,526,069</u>
Fund balances - ending		1,714,869		1,491,458
Less: Fund Balance Designated for Completion of Projects		(1,434,533)		(1,404,516)
Unappropriated fund balance		<u>\$ 280,336</u>		<u>\$ 86,942</u>

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

Open Space Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances
 Project Budget and Actual - Budgetary Basis
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014

	Project Budget	Actual Amounts	Project Budget Remaining	2014 Actual
Revenues				
Open Space Tax Shareback	\$ 767,245	\$ 767,245	\$ -	\$ 697,880
Open Space Grants	750,100	550,000	200,100	656,000
Net investment income	3,286	3,286	-	9,670
Total revenues	<u>1,520,631</u>	<u>1,320,531</u>	<u>200,100</u>	<u>1,363,550</u>
Expenditures				
Current:				
Culture and recreation	773,328	465,900	307,428	150,956
Capital outlay	2,011,009	675,872	1,335,137	1,528,562
Total expenditures	<u>2,784,337</u>	<u>1,141,772</u>	<u>1,642,565</u>	<u>1,679,518</u>
Excess revenues over (under) expenditures	<u>\$ (1,263,706)</u>	178,759	<u>\$ 1,442,465</u>	(315,968)
Fund balances - beginning		1,562,993		1,878,961
Fund balances - ending		1,741,752		1,562,993
Less: Fund Balance Designated for Completion of Projects		(1,442,465)		(1,439,133)
Unappropriated fund balance		<u>\$ 299,287</u>		<u>\$ 123,860</u>

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CITY OF ENGLEWOOD, COLORADO

Donors Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2015

With Comparative Totals for the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental	\$ -	\$ -	\$ 75,308	\$ 75,308	\$ 12,429
Charges for services	32,540	32,540	157,549	125,009	34,836
Net investment income	5,000	5,000	1,069	(3,931)	2,637
Contributions	51,000	51,000	184,633	133,633	40,766
Total revenues	<u>88,540</u>	<u>88,540</u>	<u>418,559</u>	<u>330,019</u>	<u>90,668</u>
Expenditures					
Current:					
General government	60,000	60,000	17,813	42,187	79,757
Police department	145,000	145,000	56,303	88,697	83,209
Culture and recreation	78,000	78,000	20,897	57,103	66,326
Transfers out	-	101,450	101,450	-	-
Capital outlay	-	-	-	-	52,634
Total expenditures	<u>283,000</u>	<u>384,450</u>	<u>196,463</u>	<u>187,987</u>	<u>281,926</u>
Excess expenditures over revenues	(194,460)	(295,910)	222,096	518,006	(191,258)
Fund balances - beginning	<u>350,233</u>	<u>346,859</u>	<u>346,859</u>	<u>-</u>	<u>538,117</u>
Fund balances - ending	<u>\$ 155,773</u>	<u>\$ 50,949</u>	<u>\$ 568,955</u>	<u>\$ 518,006</u>	<u>\$ 346,859</u>

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CITY OF ENGLEWOOD, COLORADO

**Community Development Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Charges for Services	\$ 360,000	\$ 360,000	\$ 289,096	\$ (70,904)	\$ 308,377
Expenditures					
Current:					
General government	360,000	360,000	289,096	70,904	308,377
Excess revenues over expenditures	-	-	-	-	-
Fund balances - beginning	-	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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CITY OF ENGLEWOOD, COLORADO

Malley Center Trust Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2015
With Comparative Totals for the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget -</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>	
Revenues					
Contributions	\$ 4,000	\$ 4,000	\$ 2,480	\$ (1,520)	\$ 2,973
Net investment income	3,000	3,000	804	(2,196)	1,430
Total revenues	<u>7,000</u>	<u>7,000</u>	<u>3,284</u>	<u>(3,716)</u>	<u>4,403</u>
Expenditures					
Culture and recreation	-	-	1,582	(1,582)	1,865
Capital outlay	<u>75,000</u>	<u>75,000</u>	-	<u>75,000</u>	<u>25,000</u>
Total expenditures	<u>75,000</u>	<u>75,000</u>	<u>1,582</u>	<u>73,418</u>	<u>26,865</u>
Excess revenues over (under) expenditures	(68,000)	(68,000)	1,702	69,702	(22,462)
Fund balances - beginning	<u>188,088</u>	<u>233,626</u>	<u>233,626</u>	<u>-</u>	<u>256,088</u>
Fund balances - ending	<u>\$ 120,088</u>	<u>\$ 165,626</u>	<u>\$ 235,328</u>	<u>\$ 69,702</u>	<u>\$ 233,626</u>

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CITY OF ENGLEWOOD, COLORADO

Parks and Recreation Trust Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Contributions	\$ 10,000	\$ 10,000	\$ 6,000	\$ (4,000)	\$ 7,930
Charges for services	1,300	1,300	-	(1,300)	-
Net investment income	5,000	5,000	1,590	(3,410)	2,612
Total revenues	16,300	16,300	7,590	(8,710)	10,542
Expenditures	365,000	365,000	7,434	357,566	9,359
Excess revenues over (under) expenditures	(348,700)	(348,700)	156	348,856	1,183
Fund balances - beginning	457,711	457,594	457,594	-	456,411
Fund balances - ending	<u>\$ 109,011</u>	<u>\$ 108,894</u>	<u>\$ 457,750</u>	<u>\$ 348,856</u>	<u>\$ 457,594</u>

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CITY OF ENGLEWOOD, COLORADO

General Obligation Bond Debt Service Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	2014 Actual
	Original	Final			
Revenues					
Taxes	\$ 1,105,500	\$ 1,105,500	\$ 1,115,179	\$ 9,679	\$ 1,117,083
Net investment income	1,500	1,500	1,029	(471)	3,135
Total revenues	<u>1,107,000</u>	<u>1,107,000</u>	<u>1,116,208</u>	<u>9,208</u>	<u>1,120,218</u>
Expenditures					
Debt service:					
Principal	855,000	855,000	855,000	-	835,000
Interest	240,413	240,413	240,413	-	257,112
Other	14,900	14,900	11,652	3,248	13,840
Total expenditures	<u>1,110,313</u>	<u>1,110,313</u>	<u>1,107,065</u>	<u>3,248</u>	<u>1,105,952</u>
Excess revenues over (under) expenditures	(3,313)	(3,313)	9,143	12,456	14,266
Fund balances - beginning	46,876	61,105	61,105	-	46,839
Fund balances - ending	<u>\$ 43,563</u>	<u>\$ 57,792</u>	<u>\$ 70,248</u>	<u>\$ 12,456</u>	<u>\$ 61,105</u>

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CITY OF ENGLEWOOD, COLORADO

Public Improvement Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances
 Project Budget And Actual - Budgetary Basis
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014

	Project Budget	Actual	Project Budget Remaining	2014 Actual
Revenues				
Vehicle use tax	\$ 1,871,244	\$ 1,871,244	\$ -	\$ 1,594,886
Building use tax	2,494,933	2,494,933	-	1,983,292
Intergovernmental	319,140	319,140	-	295,001
Net investment income	4,815	4,815	-	11,866
Construction reimbursement	35,000	35,000	-	11,395
Other	-	-	-	2,295
Total revenues	<u>4,725,132</u>	<u>4,725,132</u>	<u>-</u>	<u>3,898,735</u>
Expenditures				
Current:				
General government	301,396	99,210	202,186	201,064
Public works	1,816,228	1,181,836	634,392	1,301,954
Culture and recreation	372,766	82,475	290,291	1,328
Capital outlay	3,134,259	1,529,555	1,604,704	208,161
Total expenditures	<u>5,624,649</u>	<u>2,893,076</u>	<u>2,731,573</u>	<u>1,712,507</u>
Excess revenues over (under) expenditures	<u>(899,517)</u>	<u>1,832,056</u>	<u>(2,731,573)</u>	<u>2,186,228</u>
Other financing sources (uses)				
Transfers in	1,871,516	1,871,516	-	-
Transfers out	(944,326)	(944,326)	-	(1,746,544)
Total other financing sources (uses)	<u>927,190</u>	<u>927,190</u>	<u>-</u>	<u>(1,746,544)</u>
Excess revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ 27,673</u>	<u>2,759,246</u>	<u>\$ (2,731,573)</u>	<u>439,684</u>
Fund balances - beginning		<u>2,345,137</u>		<u>1,905,453</u>
Fund balances - ending		<u>5,104,383</u>		<u>2,345,137</u>
Less: Fund Balance Designated for Completion of Projects		<u>(2,731,573)</u>		<u>(1,374,964)</u>
Unappropriated fund balance		<u>\$ 2,372,810</u>		<u>\$ 970,173</u>

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CITY OF ENGLEWOOD, COLORADO

**Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Project Budget And Actual - Budgetary Basis
For the Year Ended December 31, 2015
With Comparative Totals for the Year Ended December 31, 2014**

	<u>Project Budget</u>	<u>Actual</u>	<u>Project Budget Remaining</u>	<u>2014 Actual</u>
Revenues				
Intergovernmental revenues	\$ 191,097	\$ 191,097	\$ -	\$ 97,573
Net investment income	4,519	4,519	-	3,826
Construction reimbursement	58,743	58,743	-	58,131
Other	665	665	-	-
Total revenues	<u>255,024</u>	<u>255,024</u>	<u>-</u>	<u>159,530</u>
Expenditures				
Current:				
General government	1,074,679	379,766	694,913	603,518
Public safety	116,698	44,658	72,040	81,187
Public works	71,430	71,430	-	113,729
Culture and recreation	304,579	243,444	61,135	68,267
Capital outlay	258,154	150,654	107,500	379,784
Total expenditures	<u>1,825,540</u>	<u>889,952</u>	<u>935,588</u>	<u>1,246,485</u>
Excess expenditures over revenues	<u>(1,570,516)</u>	<u>(634,928)</u>	<u>935,588</u>	<u>(1,086,955)</u>
Other financing sources (uses)				
Transfers in	<u>650,000</u>	<u>650,000</u>	<u>-</u>	<u>1,267,000</u>
Excess revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ (920,516)</u>	15,072	<u>\$ 935,588</u>	180,045
Fund balances - beginning		972,799		792,754
Fund balances - ending		987,871		972,799
Less: Fund Balance Designated for Completion of Projects		<u>(935,588)</u>		<u>(943,057)</u>
Unappropriated fund balance		<u>\$ 52,283</u>		<u>\$ 29,742</u>

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Proprietary Funds

Enterprise Funds

Enterprise Funds account for operations (a) that are financed and operated in a manner similar to private business enterprises—where the intent of City Council is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where Council has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Water Fund – Accounts for revenues and expenses associated with providing water services to City of Englewood residents.

Sewer Fund – Accounts for revenues and expenses associated with providing wastewater services to the City of Englewood residents and some county residents.

Golf Course Fund – Accounts for revenues and expenses associated with the operations of the Englewood Municipal Golf Course.

Storm Drainage Fund – Accounts for revenues and expenses associated with maintaining the City's storm drainage system.

Concrete Utility Fund – Accounts for revenues and expenses associated with maintaining the City's sidewalks, curbs and gutters.

Housing Rehabilitation Fund – Accounts for revenues and expenses associated with the City's housing rehabilitation program.

Internal Service Funds

Internal Service Funds account for the financing of goods or services provided by one department to other departments of the City, and to other governmental units, on a cost reimbursement basis.

Central Services Fund – Accounts for the financing of printing services and for maintaining an inventory of frequently used or essential office supplies provided by Central Services to other departments of the City on a cost reimbursement basis.

ServiCenter Fund – Accounts for the financing of automotive repairs and services provided by the ServiCenter to other departments of the City, or to other governmental units, on a cost reimbursement basis.

Internal Service Funds (continued)

Capital Equipment Replacement Fund – Accounts for the accumulation of funds for the scheduled replacement of City-owned equipment and vehicles.

Employee Benefits Fund – Accounts for the administration of providing City employee benefit programs: medical, dental, life, and disability insurance.

Risk Management Fund – Accounts for the administration of maintaining property and liability and workers' compensation insurance.

CITY OF ENGLEWOOD, COLORADO

**Water Fund
Schedule of Revenues, Expenditures and Changes in Funds Available -
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2015
With Comparative Totals for the Year Ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Water sales	\$ 6,318,184	\$ 6,318,184	\$ 6,010,584	\$ (307,600)	\$ 5,988,180
Raw water sales	1,850,000	1,850,000	2,333,618	483,618	2,297,295
City ditch revenues	69,288	69,288	39,312	(29,976)	35,217
System development fees	23,400	23,400	244,935	221,535	48,648
Net investment income	142,584	142,584	34,644	(107,940)	56,972
Late fees	23,000	23,000	19,146	(3,854)	23,050
Water meter sales	23,000	23,000	54,401	31,401	30,352
Rentals	9,500	9,500	9,632	132	10,507
Other	61,000	61,000	286,970	225,970	717,651
Total revenues	<u>8,519,956</u>	<u>8,519,956</u>	<u>9,033,242</u>	<u>513,286</u>	<u>9,207,872</u>
Expenditures					
Source of supply	1,310,513	1,310,513	1,783,725	(473,212)	1,311,705
Power and pumping	962,708	962,708	851,521	111,187	820,115
Purification	2,170,360	2,170,360	1,440,868	729,492	1,828,036
Transmission and distribution	1,076,316	1,076,316	893,193	183,123	960,701
Customer accounting and collection	470,000	470,000	461,585	8,415	461,585
Personnel services	542,989	542,989	567,107	(24,118)	530,487
Commodities and contractual services	492,232	492,232	515,785	(23,553)	530,714
Franchise tax	188,826	188,826	168,956	19,870	168,463
Capital outlay	927,500	927,500	766,485	161,015	1,263,678
Debt service:					
Principal payments	1,033,339	1,033,339	1,060,774	(27,435)	1,018,869
Interest expense	633,810	633,810	511,649	122,161	563,367
Total expenditures	<u>9,808,593</u>	<u>9,808,593</u>	<u>9,021,648</u>	<u>786,945</u>	<u>9,457,720</u>
Excess revenues over (under) expenditures	(1,288,637)	(1,288,637)	11,594	1,300,231	(249,848)
Funds available - beginning	<u>9,121,504</u>	<u>11,312,393</u>	<u>11,312,393</u>	<u>-</u>	<u>11,562,241</u>
Funds available - ending	<u>\$ 7,832,867</u>	<u>\$ 10,023,756</u>	<u>\$ 11,323,987</u>	<u>\$ 1,300,231</u>	<u>\$ 11,312,393</u>
Funds available is computed as follows:					
Current assets			\$ 12,159,935		\$ 12,117,378
Current liabilities			(1,945,229)		(1,871,962)
Add current portion of long-term debt			1,109,281		1,066,977
			<u>\$ 11,323,987</u>		<u>\$ 11,312,393</u>

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

**Sewer Fund
Schedule of Revenues, Expenditures and Changes in Funds Available -
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2015
With Comparative Totals for the Year Ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Disposal services	\$ 15,755,502	\$ 15,755,502	\$ 15,870,591	\$ 115,089	\$ 15,256,112
System development fees	222,500	222,500	479,995	257,495	398,339
South Englewood maintenance fee	39,600	39,600	39,600	-	39,740
Net investment income	95,000	95,000	37,613	(57,387)	56,170
Late fees	95,000	95,000	114,388	19,388	108,113
Other	-	-	11,535	11,535	10,226
Total revenues	<u>16,207,602</u>	<u>16,207,602</u>	<u>16,553,722</u>	<u>346,120</u>	<u>15,868,700</u>
Expenditures					
Joint Venture operations	8,335,850	8,335,850	7,302,158	1,033,692	7,221,639
Joint Venture capital	550,000	550,000	352,990	197,010	497,019
Sanitary systems	739,418	739,418	718,387	21,031	690,338
Customer accounting and collection	1,230,000	1,230,000	1,168,747	61,253	1,187,541
Personnel services	803,930	803,930	758,907	45,023	770,335
Commodities and contractual services	480,442	480,442	315,476	164,966	498,003
Franchise tax	466,000	466,000	476,118	(10,118)	457,683
Capital outlay	50,000	50,000	-	50,000	-
Debt service:					
Principal payments	2,795,351	2,795,351	2,871,548	(76,197)	2,755,034
Interest expense	1,476,375	1,476,375	1,337,636	138,739	1,459,033
Total expenditures	<u>16,927,366</u>	<u>16,927,366</u>	<u>15,301,967</u>	<u>1,625,399</u>	<u>15,536,625</u>
Excess revenues over (under) expenditures	<u>(719,764)</u>	<u>(719,764)</u>	<u>1,251,755</u>	<u>1,971,519</u>	<u>332,075</u>
Funds available - beginning	<u>1,639,312</u>	<u>3,570,186</u>	<u>3,570,186</u>	<u>-</u>	<u>3,238,111</u>
Funds available - ending	<u>\$ 919,548</u>	<u>\$ 2,850,422</u>	<u>\$ 4,821,941</u>	<u>\$ 1,971,519</u>	<u>\$ 3,570,186</u>

Funds available is computed as follows:

Current assets	\$ 16,473,700	\$ 14,614,340
Current liabilities	(14,637,045)	(13,915,728)
Add current portion of long-term debt	2,985,286	2,871,574
	<u>\$ 4,821,941</u>	<u>\$ 3,570,186</u>

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

**Golf Course Fund
 Schedule of Revenues, Expenditures and Changes in Funds Available -
 Budget and Actual (Budgetary Basis)
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance- Variance with Final Budget - Positive (Negative)</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Green fees	\$ 1,140,000	\$ 1,140,000	\$ 1,135,690	\$ (4,310)	\$ 1,108,097
Rentals	318,000	318,000	359,633	41,633	343,681
Driving range	240,000	240,000	217,993	(22,007)	216,179
Merchandise sales	135,000	135,000	168,738	33,738	194,537
Concessions	36,000	36,000	36,050	50	36,048
Memberships	25,000	25,000	15,037	(9,963)	12,462
Learning center	20,000	20,000	20,000	-	24,700
Net investment income	6,300	6,300	1,990	(4,310)	4,490
Other	48,198	48,198	121,906	73,708	65,545
Total revenues	<u>1,968,498</u>	<u>1,968,498</u>	<u>2,077,037</u>	<u>108,539</u>	<u>2,005,739</u>
Expenditures					
Personnel services	988,728	988,728	972,317	16,411	952,262
Commodities and contractual services	577,105	577,105	589,572	(12,467)	594,628
Cost of goods sold	75,000	75,000	129,698	(54,698)	141,741
Capital outlay	382,857	382,857	149,917	232,940	264,720
Debt service:					
Principal payments	85,000	85,000	85,000	-	85,000
Interest expense	122,088	122,088	121,028	1,060	123,424
Total expenditures	<u>2,230,778</u>	<u>2,230,778</u>	<u>2,047,532</u>	<u>183,246</u>	<u>2,161,775</u>
Excess revenues over (under) expenditures	(262,280)	(262,280)	29,505	291,785	(156,036)
Other financing sources (uses)					
Transfers out	-	-	-	-	(63,000)
Excess revenues and other financing sources over (under) expenditures and other financing uses	(262,280)	(262,280)	29,505	291,785	(219,036)
Funds available - beginning	448,750	469,830	469,830	-	688,866
Funds available - ending	<u>\$ 186,470</u>	<u>\$ 207,550</u>	<u>\$ 499,335</u>	<u>\$ 291,785</u>	<u>\$ 469,830</u>
Funds available is computed as follows:					
Current assets			\$ 698,040		\$ 651,667
Current liabilities			(283,705)		(260,081)
Add current portion of long-term debt			85,000		78,244
			<u>\$ 499,335</u>		<u>\$ 469,830</u>

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CITY OF ENGLEWOOD, COLORADO

**Storm Drainage Fund
Schedule of Revenues, Expenditures and Changes in Funds Available -
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2015
With Comparative Totals for the Year Ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Storm drainage services	\$ 313,569	\$ 313,569	\$ 316,729	\$ 3,160	\$ 313,574
Net investment income	10,444	10,444	4,222	(6,222)	6,516
Other	5,000	5,000	17,424	12,424	7,770
Total revenues	<u>329,013</u>	<u>329,013</u>	<u>338,375</u>	<u>9,362</u>	<u>327,860</u>
Expenditures					
Storm drainage system	20,927	20,927	15,561	5,366	15,428
Personnel services	53,407	53,407	56,902	(3,495)	69,955
Commodities and contractual services	50,500	50,500	22,567	27,933	22,260
Capital outlay	100,000	100,000	48,905	51,095	-
Debt service:					
Principal payments	100,000	100,000	100,000	-	100,000
Interest expense	15,780	15,780	14,674	1,106	15,698
Total expenditures	<u>340,614</u>	<u>340,614</u>	<u>258,609</u>	<u>82,005</u>	<u>223,341</u>
Excess revenues over (under) expenditures	(11,601)	(11,601)	79,766	91,367	104,519
Funds available - beginning	<u>1,030,219</u>	<u>1,130,476</u>	<u>1,130,476</u>	<u>-</u>	<u>1,025,957</u>
Funds available - ending	<u>\$ 1,018,618</u>	<u>\$ 1,118,875</u>	<u>\$ 1,210,242</u>	<u>\$ 91,367</u>	<u>\$ 1,130,476</u>

Funds available is computed as follows:

Current assets	\$ 1,252,340	\$ 1,173,417
Current liabilities	(142,340)	(143,183)
Add current portion of long-term debt	100,242	100,242
	<u>\$ 1,210,242</u>	<u>\$ 1,130,476</u>

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CITY OF ENGLEWOOD, COLORADO

Concrete Utility Fund
Schedule of Revenues, Expenditures and Changes in Funds Available -
Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2015
With Comparative Totals for the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	2014 Actual
	Original	Final			
Revenues					
Concrete repair and maintenance fees	\$ 863,000	\$ 863,000	\$ 868,790	\$ 5,790	\$ 868,164
Late fees	1,200	1,200	4,006	2,806	5,260
Net investment income	20,000	20,000	2,836	(17,164)	1,940
Total revenues	884,200	884,200	875,632	(8,568)	875,364
Expenditures					
Concrete repair and maintenance program	193,576	193,576	123,008	70,568	191,045
Personnel services	182,417	182,417	163,078	19,339	84,865
Commodities and contractual services	6,500	6,500	1,558	4,942	2,315
Capital outlay	498,000	498,000	470,135	27,865	413,202
Total expenditures	880,493	880,493	757,779	122,714	691,427
Excess revenues over (under) expenditures	3,707	3,707	117,853	114,146	183,937
Funds available - beginning	329,851	499,552	499,552	-	315,615
Funds available - ending	\$ 333,558	\$ 503,259	\$ 617,405	\$ 114,146	\$ 499,552

Funds available is computed as follows:

Current assets	\$ 730,074	\$ 560,299
Current liabilities	(112,669)	(60,747)
	\$ 617,405	\$ 499,552

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CITY OF ENGLEWOOD, COLORADO

**Housing Rehabilitation Fund
 Schedule of Revenues, Expenditures and Changes in Funds Available -
 Budget and Actual (Budgetary Basis)
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Grant income	\$ 138,446	\$ 138,446	\$ 127,500	\$ (10,946)	\$ 127,500
Loan interest income	231,127	231,127	212,854	(18,273)	223,562
Net change in notes receivable/payable	-	-	-	-	114,761
Net investment income	2,920	2,920	2,689	(231)	5,139
Late fees	394	394	363	(31)	350
Other	627,113	627,113	577,532	(49,581)	1,518
Total revenues	<u>1,000,000</u>	<u>1,000,000</u>	<u>920,938</u>	<u>(79,062)</u>	<u>472,830</u>
Expenditures					
Interest expense	22,814	22,814	26,394	(3,580)	36,005
Customer accounting and collection	12,179	12,179	14,090	(1,911)	11,314
Net change in notes receivable/payable	54,187	54,187	62,692	(8,505)	-
Grants to individuals	183,595	183,595	212,409	(28,814)	237,219
Commodities and contractual services	727,225	948,738	841,361	107,377	73,647
Total expenditures	<u>1,000,000</u>	<u>1,221,513</u>	<u>1,156,946</u>	<u>64,567</u>	<u>358,185</u>
Excess revenues over (under) expenditures	-	(221,513)	(236,008)	(14,495)	114,645
Funds available - beginning	<u>1,570,415</u>	<u>1,685,060</u>	<u>1,685,060</u>	-	<u>1,570,415</u>
Funds available - ending	<u>\$ 1,570,415</u>	<u>\$ 1,463,547</u>	<u>\$ 1,449,052</u>	<u>\$ (14,495)</u>	<u>\$ 1,685,060</u>

Funds available is computed as follows:

Current assets	\$ 1,489,262	\$ 1,699,038
Current liabilities	(76,210)	(49,978)
Add current portion of long-term debt	36,000	36,000
	<u>\$ 1,449,052</u>	<u>\$ 1,685,060</u>

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CITY OF ENGLEWOOD, COLORADO

**Combining Statement of Net Position
Internal Service Funds
December 31, 2015**

	Central Services	Servi- Center	Capital Equipment Replacement
Assets			
Current assets:			
Cash and investments	\$ 81,648	\$ 1,690,165	\$ 2,039,876
Interest receivable	178	3,721	4,533
Accounts receivable	-	22,961	-
Inventory	5,070	139,766	-
Other current assets	-	-	-
Total current assets	<u>86,896</u>	<u>1,856,613</u>	<u>2,044,409</u>
Capital assets:			
Land	-	340,097	-
Building	-	1,169,568	-
Other improvements	-	55,876	-
Automotive	-	-	6,826,780
Operating machines and equipment	80,908	459,493	2,040,310
Construction in Process	-	6,800	-
Total capital assets	<u>80,908</u>	<u>2,031,834</u>	<u>8,867,090</u>
Less - accumulated depreciation	<u>(76,889)</u>	<u>(1,343,096)</u>	<u>(5,989,017)</u>
Total capital assets, net	<u>4,019</u>	<u>688,738</u>	<u>2,878,073</u>
Total assets	<u>90,915</u>	<u>2,545,351</u>	<u>4,922,482</u>
Liabilities			
Current liabilities:			
Accounts payable	12,881	31,604	3,251
Accrued payroll and related liabilities	1,107	10,788	-
Compensated absences	8,456	30,355	-
Deposits	-	-	-
Claims and judgments payable	-	-	-
Total liabilities	<u>22,444</u>	<u>72,747</u>	<u>3,251</u>
Noncurrent liabilities:			
Compensated absences	<u>8,456</u>	<u>30,356</u>	<u>-</u>
Total liabilities	<u>30,900</u>	<u>103,103</u>	<u>3,251</u>
Net position			
Invested in capital assets	4,019	688,738	2,878,073
Unrestricted	<u>55,996</u>	<u>1,753,510</u>	<u>2,041,158</u>
Total net position	<u>\$ 60,015</u>	<u>\$ 2,442,248</u>	<u>\$ 4,919,231</u>

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Employee Benefits	Risk Management	Total
\$ 248,691	\$ 748,047	\$ 4,808,427
(217)	1,904	10,119
-	-	22,961
-	-	144,836
40,000	5,000	45,000
<u>288,474</u>	<u>754,951</u>	<u>5,031,343</u>
-	-	340,097
-	-	1,169,568
-	-	55,876
-	-	6,826,780
-	-	2,580,711
-	-	6,800
-	-	10,979,832
-	-	(7,409,002)
-	-	3,570,830
<u>288,474</u>	<u>754,951</u>	<u>8,602,173</u>
37,677	1,412	86,825
1,441	1,442	14,778
6,971	6,971	52,753
15,571	-	15,571
-	335,943	335,943
<u>61,660</u>	<u>345,768</u>	<u>505,870</u>
6,972	6,972	52,756
<u>68,632</u>	<u>352,740</u>	<u>558,626</u>
-	-	3,570,830
<u>219,842</u>	<u>402,211</u>	<u>4,472,717</u>
<u>\$ 219,842</u>	<u>\$ 402,211</u>	<u>\$ 8,043,547</u>

CITY OF ENGLEWOOD, COLORADO

Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2015

	<u>Central Services</u>	<u>Servi- Center</u>	<u>Capital Equipment Replacement</u>
Operating revenues			
Billings to departments	\$ 272,388	\$ 2,128,168	\$ 848,746
Intergovernmental	2,177	157,331	-
Total operating revenues	<u>274,565</u>	<u>2,285,499</u>	<u>848,746</u>
Operating expenses			
Cost of goods sold	27,822	757,188	-
Personnel services	88,392	893,001	-
Commodities and contractual services	176,266	249,372	4,228
Depreciation	1,786	25,977	822,020
Insurance expense:			
Medical	-	-	-
Life	-	-	-
Long-term disability	-	-	-
Employee assistance program	-	-	-
Unemployment	-	-	-
General liability	-	-	-
Workers' compensation	-	-	-
Claims expense:			
Dental	-	-	-
General liability	-	-	-
Workers' compensation	-	-	-
Total operating expenses	<u>294,266</u>	<u>1,925,538</u>	<u>826,248</u>
Operating income (loss)	<u>(19,701)</u>	<u>359,961</u>	<u>22,498</u>
Nonoperating revenues			
Net investment income	294	4,456	5,356
Gain on disposition of equipment	-	-	(422,564)
Other	226	2,963	5,300
Total nonoperating revenues	<u>520</u>	<u>7,419</u>	<u>(411,908)</u>
Income before contributions and transfers	<u>(19,181)</u>	<u>367,380</u>	<u>(389,410)</u>
Capital contributions - other	-	-	5,306
Transfers in	-	-	4,000
Change in net position	<u>(19,181)</u>	<u>367,380</u>	<u>(380,104)</u>
Total net position - beginning	<u>79,196</u>	<u>2,074,868</u>	<u>5,299,335</u>
Total net position - ending	<u>\$ 60,015</u>	<u>\$ 2,442,248</u>	<u>\$ 4,919,231</u>

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Employee Benefits	Risk Management	Total
\$ 6,129,802	\$ 1,527,770	\$ 10,906,874
-	-	159,508
<u>6,129,802</u>	<u>1,527,770</u>	<u>11,066,382</u>
-	-	785,010
122,368	121,845	1,225,606
37,280	5,229	472,375
-	-	849,783
5,199,913	-	5,199,913
59,423	-	59,423
49,160	-	49,160
36,010	-	36,010
32,188	-	32,188
-	422,107	422,107
-	413,659	413,659
407,032	-	407,032
-	38,067	38,067
-	134,726	134,726
<u>5,943,374</u>	<u>1,135,633</u>	<u>10,125,059</u>
<u>186,428</u>	<u>392,137</u>	<u>941,323</u>
(305)	1,352	11,153
-	-	(422,564)
-	-	8,489
<u>(305)</u>	<u>1,352</u>	<u>(402,922)</u>
186,123	393,489	538,401
-	-	5,306
-	-	4,000
<u>186,123</u>	<u>393,489</u>	<u>547,707</u>
33,719	8,722	7,495,840
<u>\$ 219,842</u>	<u>\$ 402,211</u>	<u>\$ 8,043,547</u>

CITY OF ENGLEWOOD, COLORADO

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2015

	Central Services	Servi- Center	Capital Equipment Replacement
Cash flows from operating activities			
Cash received from interfund charges	\$ 272,388	\$ 2,128,168	\$ 848,746
Cash received from customers	2,177	145,489	-
Cash payments to suppliers for goods and services	(183,357)	(1,011,324)	(977)
Cash paid to employees for services	(89,756)	(912,177)	-
Other cash receipts	226	2,963	5,300
Net cash provided (used) by operating activities	<u>1,678</u>	<u>353,119</u>	<u>853,069</u>
Cash flows from noncapital financing activities			
Transfers to/from other funds	-	-	4,000
Net cash (used) by noncapital financing activities	<u>-</u>	<u>-</u>	<u>4,000</u>
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	-	(90,319)	(499,489)
Proceeds from sale of assets	-	-	60,244
Net cash (used) by capital and related financing activities	<u>-</u>	<u>(90,319)</u>	<u>(439,245)</u>
Cash flows from investing activities			
Net investment income	278	3,282	3,640
Net cash provided by investing activities	<u>278</u>	<u>3,282</u>	<u>3,640</u>
Net increase (decrease) in cash and cash equivalents	1,956	266,082	421,464
Cash and cash equivalents - beginning	79,692	1,424,083	1,618,412
Cash and cash equivalents - ending	<u>\$ 81,648</u>	<u>\$ 1,690,165</u>	<u>\$ 2,039,876</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (19,701)	\$ 359,961	\$ 22,498
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	1,786	25,977	822,020
Miscellaneous nonoperating income	226	2,963	5,300
Effect of changes in operating assets and liabilities:			
Accounts receivable	-	(11,842)	-
Inventories	7,850	37,229	-
Accounts payable	12,881	(39,893)	3,251
Accrued payroll and related liabilities	(1,364)	(21,276)	-
Estimated claims payable	-	-	-
Other current liabilities	-	-	-
Total adjustments	<u>21,379</u>	<u>(6,842)</u>	<u>830,571</u>
Net cash provided (used) by operating activities	<u>\$ 1,678</u>	<u>\$ 353,119</u>	<u>\$ 853,069</u>
Noncash investing, capital and financing activities			
Contributions of capital assets from other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,306</u>

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Employee Benefits	Risk Management	Total
\$ 6,129,802	\$ 1,527,770	\$ 10,906,874
-	-	147,666
(5,855,276)	(1,429,925)	(8,480,859)
(125,515)	(124,992)	(1,252,440)
-	-	8,489
<u>149,011</u>	<u>(27,147)</u>	<u>1,329,730</u>
-	-	4,000
-	-	4,000
-	-	(589,808)
-	-	60,244
-	-	(529,564)
(270)	1,146	8,076
(270)	1,146	8,076
148,741	(26,001)	812,242
99,950	774,048	3,996,185
<u>\$ 248,691</u>	<u>\$ 748,047</u>	<u>\$ 4,808,427</u>
<u>\$ 186,428</u>	<u>\$ 392,137</u>	<u>\$ 941,323</u>
-	-	849,783
-	-	8,489
-	-	(11,842)
-	-	45,079
15,508	(168,568)	(176,821)
(3,148)	(3,148)	(28,936)
-	(247,568)	(247,568)
(49,777)	-	(49,777)
(37,417)	(419,284)	388,407
<u>\$ 149,011</u>	<u>\$ (27,147)</u>	<u>\$ 1,329,730</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,306</u>

CITY OF ENGLEWOOD, COLORADO

**Central Services Fund
 Schedule of Revenues, Expenditures and Changes in Funds Available -
 Budget and Actual (Budgetary Basis)
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Billings to departments:					
Postage	\$ 70,000	\$ 70,000	\$ 45,966	\$ (24,034)	\$ 65,856
Inside printing	45,000	45,000	33,337	(11,663)	25,593
Copier/printer services	190,500	190,500	188,067	(2,433)	186,761
Supplies	8,400	8,400	5,244	(3,156)	6,997
Intergovernmental	1,500	1,500	2,177	677	2,273
Net investment income	1,500	1,500	294	(1,206)	622
Total revenues	<u>316,900</u>	<u>316,900</u>	<u>275,085</u>	<u>(41,815)</u>	<u>288,102</u>
Expenditures					
Postage	84,897	84,897	62,827	22,070	71,744
Printing charges	246,410	246,410	229,652	16,758	226,661
Capital outlay	10,000	10,000	-	10,000	-
Transfers out	-	-	-	-	50,000
Total expenditures	<u>341,307</u>	<u>341,307</u>	<u>292,479</u>	<u>48,828</u>	<u>348,405</u>
Excess revenues over (under) expenditures	(24,407)	(24,407)	(17,394)	7,013	(60,303)
Funds available - beginning	<u>67,141</u>	<u>73,390</u>	<u>73,390</u>	<u>-</u>	<u>133,693</u>
Funds available - ending	<u>\$ 42,734</u>	<u>\$ 48,983</u>	<u>\$ 55,996</u>	<u>\$ 7,013</u>	<u>\$ 73,390</u>

Funds available is computed as follows:

Current assets	\$ 86,896	\$ 92,772
Current liabilities	(30,900)	(19,382)
	<u>\$ 55,996</u>	<u>\$ 73,390</u>

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

ServiCenter Fund
 Schedule of Revenues, Expenditures and Changes in Funds Available -
 Budget and Actual (Budgetary Basis)
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	2014 Actual
	Original	Final			
Revenues					
Billings:					
Garage:					
Vehicle maintenance	\$ 1,047,684	\$ 1,047,684	\$ 1,023,978	\$ (23,706)	\$ 1,065,982
Direct charges	870,838	870,838	617,768	(253,070)	733,340
Intergovernmental	154,837	154,837	157,331	2,494	121,558
Subtotal garage revenues	<u>2,073,359</u>	<u>2,073,359</u>	<u>1,799,077</u>	<u>(274,282)</u>	<u>1,920,880</u>
Administration:					
Building rentals	454,133	454,133	454,134	1	454,133
Stores charges	36,000	36,000	32,288	(3,712)	38,334
Subtotal administrative revenues	<u>490,133</u>	<u>490,133</u>	<u>486,422</u>	<u>(3,711)</u>	<u>492,467</u>
Total billings to departments	<u>2,563,492</u>	<u>2,563,492</u>	<u>2,285,499</u>	<u>(277,993)</u>	<u>2,413,347</u>
Net investment income	9,578	9,578	4,456	(5,122)	6,846
Other	8,163	8,163	2,963	(5,200)	1,872
Total revenues	<u>2,581,233</u>	<u>2,581,233</u>	<u>2,292,918</u>	<u>(288,315)</u>	<u>2,422,065</u>
Expenditures					
Garage:					
Personnel services	897,866	897,866	852,201	45,665	725,685
Cost of goods sold	971,623	971,623	709,895	261,728	901,161
Commodities and contractual services	131,620	131,620	92,335	39,285	103,168
Capital outlay	6,801	6,801	6,801	-	12,548
Subtotal garage expenditures	<u>2,007,910</u>	<u>2,007,910</u>	<u>1,661,232</u>	<u>346,678</u>	<u>1,742,562</u>
Administration:					
Personal services	167,848	167,848	38,700	129,148	49,123
Commodities and contractual services	333,014	333,014	137,417	195,597	143,449
Cost of goods sold	30,000	30,000	47,293	(17,293)	36,941
Capital outlay	850,850	850,850	105,237	745,613	115,323
Transfers out	-	-	-	-	300,000
Subtotal administrative expenditures	<u>1,381,712</u>	<u>1,381,712</u>	<u>328,647</u>	<u>1,053,065</u>	<u>644,836</u>
Total expenditures	<u>3,389,622</u>	<u>3,389,622</u>	<u>1,989,879</u>	<u>1,399,743</u>	<u>2,387,398</u>
Excess revenues over (under) expenditures	<u>(808,389)</u>	<u>(808,389)</u>	<u>303,039</u>	<u>1,111,428</u>	<u>34,667</u>
Funds available - beginning	<u>1,171,256</u>	<u>1,450,471</u>	<u>1,450,471</u>	<u>-</u>	<u>1,415,804</u>
Funds available - ending	<u>\$ 362,867</u>	<u>\$ 642,082</u>	<u>\$ 1,753,510</u>	<u>\$ 1,111,428</u>	<u>\$ 1,450,471</u>

Funds available is computed as follows:

Current assets		\$ 1,856,613	\$ 1,614,743
Current liabilities		(103,103)	(164,272)
		<u>\$ 1,753,510</u>	<u>\$ 1,450,471</u>

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CITY OF ENGLEWOOD, COLORADO

Capital Equipment Replacement Fund
 Schedule of Revenues, Expenditures and Changes in Funds Available -
 Budget and Actual (Budgetary Basis)
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget -	2014 Actual
	Original	Final		Positive (Negative)	
Revenues					
Billings to departments	\$ 871,500	\$ 871,500	\$ 848,746	\$ (22,754)	\$ 823,394
Proceeds from sale of equipment	85,000	85,000	60,244	(24,756)	197,037
Net investment income	21,500	21,500	5,356	(16,144)	9,052
Other	20,000	20,000	5,300	(14,700)	31,147
Transfers in	-	4,000	4,000	-	-
Total revenues	<u>998,000</u>	<u>1,002,000</u>	<u>923,646</u>	<u>(78,354)</u>	<u>1,060,630</u>
Expenditures					
Capital outlay	1,818,835	1,818,835	499,489	1,319,346	1,045,154
Commodities and contractual services	22,614	22,614	4,228	18,386	9,385
Total expenditures	<u>1,841,449</u>	<u>1,841,449</u>	<u>503,717</u>	<u>1,337,732</u>	<u>1,054,539</u>
Excess revenues over (under) expenditures	(843,449)	(839,449)	419,929	1,259,378	6,091
Funds available - beginning	<u>1,575,032</u>	<u>1,621,229</u>	<u>1,621,229</u>	<u>-</u>	<u>1,615,138</u>
Funds available - ending	<u>\$ 731,583</u>	<u>\$ 781,780</u>	<u>\$ 2,041,158</u>	<u>\$ 1,259,378</u>	<u>\$ 1,621,229</u>

Funds available is computed as follows:

Current assets	\$ 2,044,409	\$ 1,621,229
Current liabilities	(3,251)	-
	<u>\$ 2,041,158</u>	<u>\$ 1,621,229</u>

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

**Employee Benefits Fund
 Schedule of Revenues, Expenditures and Changes in Funds Available -
 Budget and Actual (Budgetary Basis)
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>2014 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Billings to departments:					
Medical	\$ 5,605,708	\$ 5,605,708	\$ 5,236,330	\$ (369,378)	\$ 5,004,739
Dental	406,776	406,776	404,183	(2,593)	415,484
Life	70,000	70,000	67,749	(2,251)	62,092
Long-term disability	55,000	55,000	31,686	(23,314)	30,331
Administrative fees	416,242	416,242	389,854	(26,388)	408,851
Net investment income	(225)	(225)	(305)	(80)	(655)
Total revenues	<u>6,553,501</u>	<u>6,553,501</u>	<u>6,129,497</u>	<u>(424,004)</u>	<u>5,920,842</u>
Expenditures					
Insurance expense:					
Medical	5,732,819	5,732,819	5,199,913	532,906	5,193,240
Life	70,000	70,000	59,423	10,577	62,413
Long-term disability	55,000	55,000	49,160	5,840	57,371
Employee assistance program	52,700	52,700	36,010	16,690	36,757
Unemployment	50,072	50,072	32,188	17,884	49,928
Claims expense:					
Dental	403,176	403,176	407,032	(3,856)	392,724
Personal services	149,486	149,486	122,368	27,118	146,728
Commodities and contractual services	40,461	40,461	37,280	3,181	1,266
Total expenditures	<u>6,553,714</u>	<u>6,553,714</u>	<u>5,943,374</u>	<u>610,340</u>	<u>5,940,427</u>
Excess revenues over (under) expenditures	(213)	(213)	186,123	186,336	(19,585)
Funds available - beginning	<u>42,335</u>	<u>33,719</u>	<u>33,719</u>	<u>-</u>	<u>53,304</u>
Funds available - ending	<u>\$ 42,122</u>	<u>\$ 33,506</u>	<u>\$ 219,842</u>	<u>\$ 186,336</u>	<u>\$ 33,719</u>
Funds available is computed as follows:					
Current assets			\$ 288,474		\$ 139,768
Current liabilities			(68,632)		(106,049)
			<u>\$ 219,842</u>		<u>\$ 33,719</u>

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CITY OF ENGLEWOOD, COLORADO

Risk Management Fund
 Schedule of Revenues, Expenditures and Changes in Funds Available -
 Budget and Actual (Budgetary Basis)
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	2014 Actual
	Original	Final			
Revenues					
Billings to departments:					
Property and liability	\$ 792,244	\$ 792,244	\$ 805,538	\$ 13,294	\$ 777,852
Workers' compensation	726,413	726,413	722,232	(4,181)	661,247
Insurance Reimbursement	1,411	1,411	-	(1,411)	1,060
Net investment income	15,500	15,500	1,352	(14,148)	5,041
Total revenues	<u>1,535,568</u>	<u>1,535,568</u>	<u>1,529,122</u>	<u>(6,446)</u>	<u>1,445,200</u>
Expenditures					
Insurance:					
General liability	423,602	423,602	422,107	1,495	390,324
Workers' compensation	378,451	378,451	413,659	(35,208)	354,801
Claims:					
General liability	253,428	253,428	38,067	215,361	413,057
Workers' compensation	303,730	303,730	134,726	169,004	214,746
Personal services	148,955	148,955	121,845	27,110	146,733
Commodities and contractual services	23,733	23,733	5,229	18,504	2,565
Total expenditures	<u>1,531,899</u>	<u>1,531,899</u>	<u>1,135,633</u>	<u>396,266</u>	<u>1,522,226</u>
Excess revenues over (under) expenditures	3,669	3,669	393,489	389,820	(77,026)
Funds available - beginning	<u>26,288</u>	<u>8,722</u>	<u>8,722</u>	-	<u>85,748</u>
Funds available - ending	<u>\$ 29,957</u>	<u>\$ 12,391</u>	<u>\$ 402,211</u>	<u>\$ 389,820</u>	<u>\$ 8,722</u>
Funds available is computed as follows:					
Current assets			\$ 754,951		\$ 780,745
Current liabilities			(352,740)		(772,023)
			<u>\$ 402,211</u>		<u>\$ 8,722</u>

See Independent Auditor's Report

Fiduciary Funds

Pension Trust Funds:

Nonemergency Employees Pension Trust Fund

This fund accounts for the accumulation of resources for pension benefit payments to qualified employees.

Agency Fund:

Basin Interceptor Fund – Fulfills the custodial duty of accounting for the Big Dry Creek Interceptor Agreement.

CITY OF ENGLEWOOD, COLORADO

Combining Statement of Fiduciary Net Position
Nonemergency Pension Plan
December 31, 2015

	<u>Nonemergency Employees</u>
Assets	
Cash and equivalents	\$ 20,617
Investments	31,935,225
Total assets	<u>31,955,842</u>
Liabilities	
Accounts payable	<u>275</u>
Total Liabilities	275
Net position held in trust for pension benefits	<u><u>\$ 31,955,567</u></u>

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CITY OF ENGLEWOOD, COLORADO

**Combining Statement of Changes in Fiduciary Net Position
Nonemergency Pension Plan
For the Year Ended December 31, 2015**

	Nonemergency Employees
Additions	
Contributions:	
City	\$ 1,265,441
Plan member	183,405
Total contributions	1,448,846
Investment income:	
Net appreciation in fair value of investments	(238,538)
Less investment expense	(66,799)
Net investment income	(305,337)
Total additions	1,143,509
Deductions	
Benefits	2,074,554
Administrative expenses	87,915
Total deductions	2,162,469
Net increase (decrease) in net position	(1,018,960)
Net position - beginning	32,974,527
Net position - ending	\$ 31,955,567

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CITY OF ENGLEWOOD, COLORADO

**Agency Fund
Basin Interceptor Fund
Statement of Changes in Assets and Liabilities
For the Year Ended December 31, 2015**

	Balance	Additions			Deductions	Balance
	December 31, 2014	Line Charges	Interest	Maintenance Fees	Maintenance/ Administration	December 31, 2015
Assets						
Cash and investments	\$ 4,549,173	\$ 46,804	\$ 11,337	\$ 762,147	\$ (289,939)	\$ 5,079,522
Interest receivable	8,013	-	3,280	-	-	11,293
Accounts receivable	141,590	-	-	3,272	-	144,862
Assessment receivable	15,073	-	-	(603)	-	14,470
Total assets	<u>\$ 4,713,849</u>	<u>\$ 46,804</u>	<u>\$ 14,617</u>	<u>\$ 764,816</u>	<u>\$ (289,939)</u>	<u>\$ 5,250,147</u>

	Balance	Additions			Deductions	Balance
	December 31, 2014	Line Charges	Interest	Maintenance Fees	Maintenance/ Administration	December 31, 2015
Liabilities						
Interceptor Maintenance Account	\$ 3,101,254	\$ -	\$ 14,538	\$ 764,816	\$ (50,510)	\$ 3,830,098
Southgate Sanitation District	1,612,160	42,737	75	-	(238,994)	1,415,978
South Arapahoe Sanitation District	-	100	-	-	-	100
South Englewood Sanitation District	435	1,567	3	-	(435)	1,570
City of Englewood	-	2,400	1	-	-	2,401
Total liabilities	<u>\$ 4,713,849</u>	<u>\$ 46,804</u>	<u>\$ 14,617</u>	<u>\$ 764,816</u>	<u>\$ (289,939)</u>	<u>\$ 5,250,147</u>

See Independent Auditor's Report

Component Units

Englewood Environmental Foundation

This fund is used to account for the activities of the Englewood Environmental Foundation, Inc.

Englewood McLellan Reservoir Foundation

This fund is used to account for the activities of the Englewood McLellan Reservoir Foundation, Inc.

Englewood Urban Renewal Authority

This fund is used to account for the activities of the Englewood Urban Renewal Authority.

CITY OF ENGLEWOOD, COLORADO

Englewood Environmental Foundation

Statements of Net Position

December 31, 2015

With Comparative Totals for December 31, 2014

Assets	<u>2015</u>	<u>2014</u>
Current assets		
Cash and investments	\$ 698,138	\$ 892,871
Interest receivable	86,791	58,432
Prepaid expense	77,711	83,762
Lease receivable - current	1,302,000	1,070,000
Total current assets	<u>2,164,640</u>	<u>2,105,065</u>
Noncurrent assets		
Lease receivable	<u>9,225,476</u>	<u>10,328,178</u>
Capital assets		
Land and improvements	8,496,257	8,496,257
Site development	10,772,213	10,772,213
Streets	4,841,536	4,841,536
Parking structure	3,956,348	3,956,348
Rail bridge	2,017,170	2,017,170
Other improvements	159,229	159,229
Operating machinery and equipment	26,032	26,032
Total capital assets	<u>30,268,785</u>	<u>30,268,785</u>
Less accumulated depreciation	<u>(16,530,431)</u>	<u>(15,876,339)</u>
Total capital assets, net	<u>13,738,354</u>	<u>14,392,446</u>
Total assets	<u>25,128,470</u>	<u>26,825,689</u>
Deferred Outflows of Resources		
Deferred charge on refunding	<u>122,524</u>	<u>162,811</u>
Liabilities		
Current liabilities		
Accounts payable	118,838	121,962
Interest payable	18,815	43,005
Certificates of participation - current	1,302,000	1,070,000
Total current liabilities	<u>1,439,653</u>	<u>1,234,967</u>
Noncurrent liabilities		
Certificates of participation	<u>9,348,000</u>	<u>10,490,989</u>
Total liabilities	<u>10,787,653</u>	<u>11,725,956</u>
Net position		
Invested in capital assets	13,738,354	14,392,446
Unrestricted	724,987	870,098
Total net position	<u>\$ 14,463,341</u>	<u>\$ 15,262,544</u>

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CITY OF ENGLEWOOD, COLORADO

**Englewood Environmental Foundation
Statements of Revenues, Expenses and Changes in Fund Net Position
For the Year Ended December 31, 2015
With Comparative Totals for the Year Ended December 31, 2014**

	<u>2015</u>	<u>2014</u>
Operating revenues		
Common area maintenance	\$ 1,437,526	\$ 1,448,410
 Operating expenses		
Common area maintenance	1,525,465	1,448,410
Professional services	102,110	94,255
Legal	16,033	9,900
Repair and maintenance	37,227	38,782
General administrative and office	720	787
Insurance	13,575	15,389
Utilities	1,970	2,113
Depreciation	654,091	654,091
Total operating expenses	<u>2,351,191</u>	<u>2,263,727</u>
Operating loss	(913,665)	(815,317)
 Nonoperating revenues (expenses)		
Net investment income	2,665	4,210
Lease interest income	297,185	533,146
Interest expense	(297,185)	(533,146)
Proceeds from debt refunding	10,650,000	-
Payment to refunding escrow agent	(10,562,681)	-
Debt refunding issue costs	(87,319)	-
Other, net	111,797	113,874
Total nonoperating revenues (expenses)	<u>114,462</u>	<u>118,084</u>
 Change in net position	(799,203)	(697,233)
 Net position - beginning	<u>15,262,544</u>	<u>15,959,777</u>
 Net position - ending	<u>\$ 14,463,341</u>	<u>\$ 15,262,544</u>

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CITY OF ENGLEWOOD, COLORADO

Englewood Environmental Foundation
Statements of Cash Flows

For the Year Ended December 31, 2015

With Comparative Totals for the Year Ended December 31, 2014

Cash flows from operating activities	2015	2014
Cash received from customers	\$ 1,385,109	\$ 1,505,385
Cash payments to suppliers for goods and services	(1,694,173)	(1,557,735)
Other cash received	111,797	113,874
Net cash (used) by operating activities	<u>(197,267)</u>	<u>61,524</u>
Cash flows from capital and related financing activities		
Lease principal received	1,070,000	1,025,000
Lease interest received	321,375	536,563
Principal paid on long-term debt	(1,070,000)	(1,025,000)
Interest paid on long-term debt	(321,375)	(536,563)
Net cash provided by capital and related financing activities	<u>-</u>	<u>-</u>
Cash flows from investing activities		
Net investment income	<u>2,534</u>	<u>4,637</u>
Net increase (decrease) in cash and cash equivalents	(194,733)	66,161
Cash and cash equivalents - beginning	<u>892,871</u>	<u>826,710</u>
Cash and cash equivalents - ending	<u>\$ 698,138</u>	<u>\$ 892,871</u>
Reconciliation of operating (loss) to net cash (used) by operating activities:		
Operating loss	<u>\$ (913,665)</u>	<u>\$ (815,317)</u>
Adjustments to reconcile operating loss to net cash (used) by operating activities:		
Depreciation	654,091	654,091
Miscellaneous nonoperating income	111,797	113,874
Effect of changes in operating assets and liabilities:		
Accounts receivable	(52,417)	56,975
Other receivables	6,051	9,012
Accounts payable	(3,124)	42,889
Total adjustments	<u>716,398</u>	<u>876,841</u>
Net cash (used) by operating activities	<u>\$ (197,267)</u>	<u>\$ 61,524</u>

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CITY OF ENGLEWOOD, COLORADO

Englewood McLellan Reservoir Foundation, Inc.

Statements of Net Position

December 31, 2015

With Comparative Totals for December 31, 2014

Assets	<u>2015</u>	<u>2014</u>
Current assets		
Cash and investments	\$ 2,165	\$ 3,024
Interest receivable	11	41
Accounts receivable	-	5,000
Prepaid insurance	12,471	8,581
Total current assets	<u>14,647</u>	<u>16,646</u>
Capital assets		
Land and improvements	5,706,166	5,706,166
Total assets	<u>5,720,813</u>	<u>5,722,812</u>
Liabilities		
Current liabilities		
Accounts payable	<u>10,000</u>	<u>10,000</u>
Net position		
Invested in capital assets	5,706,166	5,706,166
Unrestricted	4,647	6,646
Total net position	<u>\$ 5,710,813</u>	<u>\$ 5,712,812</u>

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CITY OF ENGLEWOOD, COLORADO

**Englewood McLellan Reservoir Foundation, Inc.
 Statements of Revenues, Expenses and Changes in Fund Net Position
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014**

	<u>2015</u>	<u>2014</u>
Operating revenues		
Charges for services	\$ 926,955	\$ 726,416
 Operating expenses		
Professional services	8,836	36,429
Insurance	11,076	9,566
Legal	34,335	18,398
General administrative and office	1,381	1,590
Total operating expenses	<u>55,628</u>	<u>65,983</u>
 Operating income (loss)	871,327	660,433
 Nonoperating revenues (expenses)		
Net investment income	21	262
Contribution to primary government	<u>(873,347)</u>	<u>(684,683)</u>
Total nonoperating revenues (expenses)	<u>(873,326)</u>	<u>(684,421)</u>
 Change in net position	(1,999)	(23,988)
 Net position - beginning	<u>5,712,812</u>	<u>5,736,800</u>
 Net position - ending	<u>\$ 5,710,813</u>	<u>\$ 5,712,812</u>

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CITY OF ENGLEWOOD, COLORADO

Englewood McLellan Reservoir Foundation, Inc.

Statements of Cash Flows

For the Year Ended December 31, 2015

With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities		
Cash received from customers	\$ 931,955	\$ 736,416
Cash payments to suppliers for goods and services	(59,518)	(66,709)
Net cash provided (used) by operating activities	<u>872,437</u>	<u>669,707</u>
Cash flows from noncapital financing activities		
Contributions from (to) primary government	(873,347)	(684,683)
Cash flows from investing activities		
Net investment income	51	236
Net increase (decrease) in cash and cash equivalents	(859)	(14,740)
Cash and cash equivalents - January 1,	3,024	17,764
Cash and cash equivalents - December 31,	<u>\$ 2,165</u>	<u>\$ 3,024</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 871,327	\$ 660,433
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Prepaid insurance	(3,890)	(726)
Accounts receivable	5,000	10,000
Total adjustments	<u>1,110</u>	<u>9,274</u>
Net cash provided (used) by operating activities	<u>\$ 872,437</u>	<u>\$ 669,707</u>

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CITY OF ENGLEWOOD, COLORADO

Englewood Urban Renewal Authority

Statements of Net Position

December 31, 2015

With Comparative Totals for December 31, 2014

Assets	<u>2015</u>	<u>2014</u>
Current assets		
Cash and investments	\$ 3,529	\$ 10,165
Interest receivable	13	20
Total current assets	<u>3,542</u>	<u>10,185</u>
Capital assets		
Land and improvements	516,995	516,995
Total assets	<u>520,537</u>	<u>527,180</u>
 Liabilities		
Current liabilities		
Accounts payable	<u>-</u>	<u>663</u>
 Net position		
Invested in capital assets	516,995	516,995
Unrestricted	3,542	9,522
Total net position	<u>\$ 520,537</u>	<u>\$ 526,517</u>

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

**Englewood Urban Renewal Authority
 Statements of Revenues, Expenses and Changes in Fund Net Position
 For the Year Ended December 31, 2015
 With Comparative Totals for the Year Ended December 31, 2014**

	<u>2015</u>	<u>2014</u>
Operating revenues		
Charges for services	<u>\$ -</u>	<u>\$ -</u>
Operating expenses		
Professional services	<u>8,019</u>	<u>8,661</u>
Total operating expenses	<u>8,019</u>	<u>8,661</u>
Operating income (loss)	(8,019)	(8,661)
Nonoperating revenues (expenses)		
Net investment income	39	92
Contributions	<u>2,000</u>	<u>-</u>
Total nonoperating revenues (expenses)	<u>2,039</u>	<u>92</u>
Change in net position	(5,980)	(8,569)
Net position - beginning	<u>526,517</u>	<u>535,086</u>
Net position - ending	<u><u>\$ 520,537</u></u>	<u><u>\$ 526,517</u></u>

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

**Englewood Urban Renewal Authority
Statements of Cash Flows**

For the Year Ended December 31, 2015

With Comparative Totals for the Year Ended December 31, 2014

	2015	2014
Cash flows from operating activities		
Cash payments to suppliers for goods and services	\$ (8,682)	\$ (8,817)
Other cash receipts	2,000	-
Net cash provided (used) by operating activities	(6,682)	(8,817)
Cash flows from investing activities		
Net investment income	46	119
Net increase (decrease) in cash and cash equivalents	(6,636)	(8,698)
Cash and cash equivalents - January 1,	10,165	18,863
Cash and cash equivalents - December 31,	\$ 3,529	\$ 10,165
 Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (8,019)	\$ (8,661)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Miscellaneous nonoperating income	2,000	
Accounts payable	(663)	(156)
Total adjustments	1,337	(156)
Net cash provided (used) by operating activities	\$ (6,682)	\$ (8,817)

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

**Schedules of Future Debt Service Requirements
December 31, 2015**

Golf Course Revenue Refunding Bonds - 2013

Year	Rate	Principal	Interest	Total
2016	2.25	\$ 90,000	\$ 120,166	\$ 210,166
2017	2.75	90,000	118,141	208,141
2018	3.25	95,000	115,666	210,666
2019	3.75	95,000	112,579	207,579
2020	4.00	100,000	109,016	209,016
2021	4.50	105,000	105,016	210,016
2022	4.75	110,000	100,291	210,291
2023	5.00	115,000	95,066	210,066
2024	5.25	120,000	89,316	209,316
2025	5.50	125,000	83,017	208,017
2026	5.63	125,000	76,142	201,142
2027	5.75	145,000	69,110	214,110
2028	5.75	155,000	60,773	215,773
2029	5.80	155,000	51,860	206,860
2030	5.80	165,000	42,870	207,870
2031	6.00	175,000	33,300	208,300
2032	6.00	185,000	22,800	207,800
2033	6.00	195,000	11,700	206,700
		<u>\$ 2,345,000</u>	<u>\$ 1,416,829</u>	<u>\$ 3,761,829</u>

Storm Water Revenue Refunding Bonds - 2012

Year	Rate	Principal	Interest	Total
2016	1.50	\$ 100,000	\$ 13,530	\$ 113,530
2017	1.75	105,000	12,030	117,030
2018	2.00	105,000	10,192	115,192
2019	2.25	105,000	8,093	113,093
2020	2.50	105,000	5,730	110,730
2021	2.70	115,000	3,105	118,105
		<u>\$ 635,000</u>	<u>\$ 52,680</u>	<u>\$ 687,680</u>

(Continued)

CITY OF ENGLEWOOD, COLORADO

**Schedules of Future Debt Service Requirements
December 31, 2015**

(Continued)

Year	General Obligation Water Bonds - 2012				General Obligation Water Bonds - 2009			
	Rate	Principal	Interest	Total	Rate	Principal	Interest	Total
2016	2.00	\$ 160,000	\$ 256,150	\$ 416,150	4.500	\$ -	\$ 117,828	\$ 117,828
2017	2.00	160,000	252,950	412,950	4.500	-	117,828	117,828
2018	2.00	165,000	249,700	414,700	4.500	-	117,828	117,828
2019	2.00	170,000	246,350	416,350	4.500	-	117,828	117,828
2020	4.00	480,000	235,050	715,050	4.150	155,000	117,828	272,828
2021	4.00	500,000	215,450	715,450	4.250	160,000	111,395	271,395
2022	4.00	520,000	195,050	715,050	4.300	170,000	104,595	274,595
2023	2.50	540,000	177,900	717,900	4.400	175,000	97,285	272,285
2024	3.00	560,000	162,750	722,750	4.500	180,000	89,585	269,585
2025	3.00	570,000	145,800	715,800	4.500	195,000	81,485	276,485
2026	3.00	585,000	128,475	713,475	4.500	205,000	72,710	277,710
2027	3.00	380,000	114,000	494,000	4.600	435,000	63,485	498,485
2028	3.00	385,000	102,525	487,525	4.625	460,000	43,475	503,475
2029	3.00	400,000	90,750	490,750	4.625	480,000	22,200	502,200
2030	3.00	915,000	71,025	986,025		<u>\$ 2,615,000</u>	<u>\$ 1,275,355</u>	<u>\$ 3,890,355</u>
2031	3.00	940,000	43,200	983,200				
2032	3.00	970,000	14,550	984,550				
		<u>\$ 8,400,000</u>	<u>\$ 2,701,675</u>	<u>\$ 11,101,675</u>				

General Obligation Refunding Bonds, Series 2010				
Year	Rate	Principal	Interest	Total
2016	2.00	\$ 870,000	\$ 223,312	\$ 1,093,312
2017	2.25	890,000	205,912	1,095,912
2018	2.75	905,000	185,888	1,090,888
2019	3.00	935,000	161,000	1,096,000
2020	3.00	965,000	132,950	1,097,950
2021	4.00	985,000	104,000	1,089,000
2022	4.00	1,025,000	64,600	1,089,600
2023	4.00	590,000	23,600	613,600
		<u>\$ 7,165,000</u>	<u>\$ 1,101,262</u>	<u>\$ 8,266,262</u>

(Continued)

CITY OF ENGLEWOOD, COLORADO

**Schedules of Future Debt Service Requirements
December 31, 2015**

(Continued)

Colorado Water Resources and Power Development Authority

Year	May 1, 2004 - Sewer Fund				May 1, 2004 - Sewer Fund			
	Water Pollution Control Revolving Fund				Water Revenue Bond Program			
	Rate	Principal	Interest	Total	Rate	Principal	Interest	Total
2016	3.87	\$ 5,351	\$ 1,033,750	\$ 1,039,101	4.11	\$ 2,925,000	\$ 239,000	\$ 3,164,000
2017	3.87	1,182,571	942,433	2,125,004	4.11	1,855,000	92,750	1,947,750
2018	3.87	3,162,441	872,842	4,035,283		<u>\$ 4,780,000</u>	<u>\$ 331,750</u>	<u>\$ 5,111,750</u>
2019	3.87	3,258,759	775,725	4,034,484				
2020	3.87	3,360,428	670,156	4,030,584				
2021	3.87	3,467,448	566,627	4,034,075				
2022	3.87	3,574,468	461,729	4,036,197				
2023	3.87	3,686,839	337,137	4,023,976				
2024	3.87	3,799,210	146,883	3,946,093				
2025	3.87	4,007,899	1,691	4,009,590				
		<u>\$ 29,505,414</u>	<u>\$ 5,808,973</u>	<u>\$ 35,314,387</u>				

October 1, 1997 - Water Fund

State Revolving Loan Fund				
Year	Rate	Principal	Interest	Total
2016	4.141	\$ 938,300	\$ 117,051	\$ 1,055,351
2017	4.141	1,016,491	32,269	1,048,760
2018	4.141	790,147	(20,033)	770,114
		<u>\$ 2,744,938</u>	<u>\$ 129,287</u>	<u>\$ 2,874,225</u>

(Continued)

CITY OF ENGLEWOOD, COLORADO

**Schedules of Future Debt Service Requirements
December 31, 2015**

(Continued)

**Certificates of Participation, Series 2015 Refunding
Civic Center Project
Englewood Environmental Foundation, Inc.**

Qualified Energy Conservation Bonds - 2010								
Year	Rate	Principal	Interest	Total	Rate	Principal	Interest	Total
2016	5.41	\$ 75,644	\$ 23,235	\$ 98,879	2.120	\$ 1,302,000	\$ 211,979	\$ 1,513,979
2017	5.41	80,483	21,550	102,033	2.120	1,253,000	184,896	1,437,896
2018	5.41	85,513	19,759	105,272	2.120	1,282,000	158,025	1,440,025
2019	5.41	90,741	17,858	108,599	2.120	1,309,000	130,560	1,439,560
2020	5.41	96,171	15,843	112,014	2.120	1,329,000	102,597	1,431,597
2021	5.41	101,813	13,708	115,521	2.120	1,363,000	74,062	1,437,062
2022	5.41	107,672	11,450	119,122	2.120	1,394,000	44,838	1,438,838
2023	5.41	113,755	9,062	122,817	2.120	1,418,000	15,031	1,433,031
2024	5.41	120,070	6,542	126,612		<u>\$ 10,650,000</u>	<u>\$ 921,988</u>	<u>\$ 11,571,988</u>
2025	5.41	126,627	3,882	130,509				
2026	5.41	99,039	1,078	100,117				
		<u>\$ 1,097,528</u>	<u>\$ 143,967</u>	<u>\$ 1,241,495</u>				

Capital Lease - Fire Equipment - 2007				
Year	Rate	Principal	Interest	Total
2016	4.24	\$ 108,957	\$ 9,436	\$ 118,393
2017	4.24	113,577	4,816	118,393
		<u>\$ 222,534</u>	<u>\$ 14,252</u>	<u>\$ 236,786</u>

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

LOCAL HIGHWAY FINANCE REPORT	City or County: City of Englewood
	YEAR ENDING : December 2015

This Information From The Records Of: City of Englewood	Prepared By: Christine Hart Phone: 303-783-6885
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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)	674,178
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	674,178
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	949,741
2. General fund appropriations	4,563,920	b. Snow and ice removal	327,379
3. Other local imposts (from page 2)	194,171	c. Other	543,785
4. Miscellaneous local receipts (from page 2)	1,282,768	d. Total (a. through c.)	1,820,905
5. Transfers from toll facilities		4. General administration & miscellaneous	530,247
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	2,187,466
a. Bonds - Original Issues		6. Total (1 through 5)	5,886,974
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	0
7. Total (1 through 6)	6,040,859	b. Redemption	0
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	1,115,880	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	0
E. Total receipts (A.7 + B + C + D)	7,156,739	b. Redemption	0
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	0
		D. Payments to toll facilities	0
		E. Total disbursements (A.6 + B.3 + C + D)	5,886,974

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
		7,156,739	5,886,974		1,269,765

Notes and Comments:

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	169,517
5. Specific Ownership &/or Other	194,171	g. Other Misc. Receipts	1,113,251
6. Total (1. through 5.)	194,171	h. Other	1,282,768
c. Total (a. + b.)	194,171	i. Total (a. through h.)	(Carry forward to page 1)
	(Carry forward to page 1)		

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	999,192	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	116,688	d. Federal Transit Admin	
d. Other (Specify)		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	116,688	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	1,115,880	3. Total (1. + 2.g)	(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		674,178	674,178
(4). System Enhancement & Operation		0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	674,178	674,178
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	674,178	674,178
			(Carry forward to page 1)

Notes and Comments:

Statistical Section

This part of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	166-171
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources: property tax and sales tax.	172-177
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	178-185
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	186-187
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and activities it performs.	188-190

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

City of Englewood, Colorado
Net Position by Component
Last Ten Years
(Accrual basis of accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Governmental activities										
Net investment in capital assets	\$ 42,609,765	\$ 48,363,578	\$ 46,622,318	\$ 46,838,945	\$ 47,246,217	\$ 46,285,709	\$ 49,625,695	\$ 48,918,979	\$ 47,751,190	\$ 47,058,294
Restricted	7,589,585	4,791,173	5,176,860	4,532,092	4,412,743	4,592,402	4,119,645	4,542,549	4,422,879	3,834,310
Unrestricted	16,174,551	14,601,789	13,066,242	11,001,812	11,116,981	11,831,202	11,722,072	14,111,853	15,027,044	14,273,854
Total governmental activities net position	<u>\$ 66,373,901</u>	<u>\$ 67,756,540</u>	<u>\$ 64,865,420</u>	<u>\$ 62,372,849</u>	<u>\$ 62,775,941</u>	<u>\$ 62,709,313</u>	<u>\$ 65,467,412</u>	<u>\$ 67,573,381</u>	<u>\$ 67,201,113</u>	<u>\$ 65,166,458</u>
Business-type activities										
Net investment in capital assets	\$ 49,621,968	\$ 48,931,545	\$ 47,756,893	\$ 43,869,721	\$ 50,160,730	\$ 50,454,808	\$ 51,426,192	\$ 51,150,411	\$ 45,658,855	\$ 46,651,180
Restricted	35,697,215	36,607,283	36,804,325	40,459,217	35,191,685	36,189,692	36,473,848	37,130,023	35,099,722	34,913,194
Unrestricted	3,790,381	3,923,100	4,145,578	3,397,610	3,592,620	3,567,826	3,536,633	3,741,504	3,966,734	3,529,295
Total business-type activities net position	<u>\$ 89,109,564</u>	<u>\$ 89,461,928</u>	<u>\$ 88,706,796</u>	<u>\$ 87,726,548</u>	<u>\$ 88,945,035</u>	<u>\$ 90,212,326</u>	<u>\$ 91,436,673</u>	<u>\$ 92,021,938</u>	<u>\$ 84,725,311</u>	<u>\$ 85,093,669</u>
Primary government										
Net investment in capital assets	\$ 92,231,733	\$ 97,295,123	\$ 94,379,211	\$ 90,708,666	\$ 97,406,947	\$ 96,740,517	\$ 101,051,887	\$ 100,069,390	\$ 93,410,045	\$ 93,709,474
Restricted	43,286,800	41,398,456	41,981,185	44,991,309	39,604,428	40,782,094	40,593,493	41,672,572	39,522,601	38,747,504
Unrestricted	19,964,932	18,524,889	17,211,820	14,399,422	14,709,601	15,399,028	15,258,705	17,853,357	18,993,778	17,803,149
Total primary government net position	<u>\$ 155,483,465</u>	<u>\$ 157,218,468</u>	<u>\$ 153,572,216</u>	<u>\$ 150,099,397</u>	<u>\$ 151,720,976</u>	<u>\$ 152,921,639</u>	<u>\$ 156,904,085</u>	<u>\$ 159,595,319</u>	<u>\$ 151,926,424</u>	<u>\$ 150,260,127</u>

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City of Englewood, Colorado
Changes in Net Position
Last Ten Years
 (Accrual basis of accounting)

Expenses	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental activities										
General government	\$ 8,951,181	\$ 8,967,186	\$ 9,104,172	\$ 9,460,341	\$ 9,645,356	\$ 9,812,541	\$ 8,580,881	\$ 8,649,466	\$ 8,767,196	\$ 8,517,439
Safety services	21,203,844	21,147,318	19,529,393	19,597,424	17,948,951	17,969,898	17,828,000	17,408,124	16,638,900	15,898,956
Public works	8,457,980	8,236,421	7,893,742	8,130,782	7,879,992	8,247,383	8,168,268	8,882,979	9,362,350	6,533,130
Culture and recreation	8,130,022	8,153,680	7,530,317	8,033,063	7,662,387	8,162,117	8,161,986	8,137,512	8,280,338	7,652,400
Interest and fiscal charges	767,480	851,294	918,447	999,060	1,069,971	1,495,358	1,314,152	1,371,556	1,394,784	1,449,506
Unallocated depreciation	437,384	436,974	436,088	436,088	436,088	435,804	432,309	428,458	427,296	422,524
Total governmental activities expenses	47,947,891	47,792,873	45,412,159	46,656,758	44,642,745	46,123,101	44,485,596	44,878,095	44,870,864	40,473,955
Business-type activities										
Water	8,348,510	8,237,535	7,478,002	8,094,782	7,962,145	7,737,323	7,665,820	7,703,058	7,605,096	8,036,884
Sewer	15,333,260	16,203,741	16,137,479	16,283,665	15,579,812	16,217,746	14,435,228	12,409,323	11,679,043	11,442,474
Golf	2,178,213	2,154,219	2,176,212	2,182,690	2,100,887	2,188,539	2,227,877	2,061,201	1,740,380	1,858,115
Storm	188,247	206,179	271,351	294,241	286,702	342,273	356,146	413,535	462,910	460,855
Concrete	676,394	665,613	744,672	739,925	742,759	721,120	729,777	662,462	676,894	644,608
Housing Rehabilitation	1,094,253	358,185	290,943	333,467	328,067	509,568	662,299	595,345	1,034,461	969,446
Total business-type activities expenses	27,818,877	27,825,472	27,098,659	27,928,770	27,000,372	27,716,569	26,077,147	23,844,924	23,198,784	23,412,382
Total primary government expenses	\$ 75,766,768	\$ 75,618,345	\$ 72,510,818	\$ 74,585,528	\$ 71,643,117	\$ 73,839,670	\$ 70,562,743	\$ 68,723,019	\$ 68,069,648	\$ 63,886,337
Program revenues										
Governmental activities										
Permits, fees, fines and charges for services										
General government	\$ 3,605,238	\$ 3,946,367	\$ 4,109,380	\$ 4,080,163	\$ 4,030,425	\$ 3,966,251	\$ 4,158,838	\$ 4,036,678	\$ 3,801,444	\$ 3,835,303
Safety services	1,837,461	2,052,449	2,016,060	1,735,851	1,456,260	1,281,299	1,160,399	1,391,330	1,791,533	1,242,034
Public works	582,004	550,292	560,422	363,733	441,119	390,270	384,023	408,740	395,263	344,532
Culture and recreation	2,637,012	2,164,780	2,531,456	2,673,671	2,704,610	2,566,878	2,656,850	2,478,692	2,368,189	2,276,648
Operating grants and contributions	2,816,423	3,797,027	2,829,006	3,386,614	3,249,568	4,647,383	3,348,039	3,353,009	3,570,351	2,799,562
Capital grants and contributions	1,078,104	54,415	65,030	69,815	-	10,835	967,440	508,741	385,576	117,426
Total governmental activities program revenues	12,556,242	12,565,330	12,111,354	12,309,847	11,881,982	12,862,916	12,675,589	12,177,190	12,312,356	10,615,505
Business-type activities										
Charges for services										
Water	8,788,308	9,159,224	8,458,786	8,770,989	8,790,259	8,590,134	7,761,574	7,969,168	7,402,775	7,143,355
Sewer	16,073,727	15,470,361	14,801,851	13,948,641	12,981,737	13,497,477	12,353,255	10,592,498	9,443,119	8,557,662
Golf	2,077,038	2,005,739	1,950,665	2,101,572	1,825,599	2,008,788	2,070,514	1,928,427	1,661,946	1,974,802
Storm	338,375	327,860	317,935	316,244	319,211	318,981	320,781	320,720	320,723	319,854
Concrete	875,633	875,364	859,754	695,466	693,921	692,774	699,546	552,154	550,927	553,670
Housing Rehabilitation	793,437	230,569	254,886	256,563	204,036	480,248	467,426	502,163	942,965	892,114
Operating grants and contributions	127,500	127,500	360,112	590,338	706,241	636,496	812,727	1,455,056	1,765,013	2,026,191
Capital grants and contributions	724,930	446,987	525,143	426,831	254,699	217,324	369,474	1,337,862	709,707	659,001
Total business-type activities program revenues	29,798,948	28,643,604	27,529,132	27,106,644	25,775,703	26,442,222	24,855,297	24,658,048	22,797,175	22,126,649
Total primary government program revenues	\$ 42,355,190	\$ 41,208,934	\$ 39,640,486	\$ 39,416,491	\$ 37,657,685	\$ 39,305,138	\$ 37,530,886	\$ 36,835,238	\$ 35,109,531	\$ 32,742,154
Net (expense)										
Governmental activities	\$ (35,391,649)	\$ (35,227,543)	\$ (33,300,805)	\$ (34,346,911)	\$ (32,760,763)	\$ (33,260,185)	\$ (31,810,007)	\$ (32,700,905)	\$ (32,558,508)	\$ (29,858,450)
Business-type activities	1,980,071	818,132	430,473	(822,126)	(1,224,669)	(1,274,347)	(1,221,850)	813,124	(401,609)	(1,285,733)
Total primary government net expense	\$ (33,411,578)	\$ (34,409,411)	\$ (32,870,332)	\$ (35,169,037)	\$ (33,985,432)	\$ (34,534,532)	\$ (33,031,857)	\$ (31,887,781)	\$ (32,960,117)	\$ (31,144,183)

(Continued)

City of Englewood, Colorado
Changes in Net Position
Last Ten Years
(Accrual basis of accounting)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Revenues and Other Changes in Net Position										
Governmental activities										
Property taxes	\$ 4,337,758	\$ 4,301,186	\$ 4,125,612	\$ 3,970,772	\$ 4,327,526	\$ 4,331,033	\$ 4,233,116	\$ 4,479,724	\$ 4,068,830	\$ 3,858,218
Sales and use taxes	30,969,561	28,417,474	26,702,054	24,471,494	23,372,970	22,339,217	22,020,529	24,639,023	26,162,289	22,777,413
Franchise and other taxes	3,520,391	3,408,579	3,308,437	3,130,901	2,831,975	2,825,317	2,680,200	2,860,035	2,644,892	2,665,330
Unrestricted investment earnings	77,005	133,051	(33,333)	163,573	191,431	186,414	416,807	955,958	1,166,935	745,592
Unrestricted grants and contributions	30,201	439,867	16,223	40,809	30,883	112,116	-	58,079	64,812	65,857
Miscellaneous	1,041,323	1,355,506	2,224,158	2,456,919	2,029,984	757,989	1,000,343	1,066,518	518,656	478,942
Gain on disposition of assets	-	-	-	-	-	-	-	-	-	4,586,066
Transfers, net	-	63,000	(549,775)	131,805	42,622	(50,000)	(646,957)	(986,164)	(33,251)	(350,831)
Total governmental activities	<u>39,976,239</u>	<u>38,118,663</u>	<u>35,793,376</u>	<u>34,366,273</u>	<u>32,827,391</u>	<u>30,502,086</u>	<u>29,704,038</u>	<u>33,073,173</u>	<u>34,593,163</u>	<u>34,826,587</u>
Business-type activities										
Special item - developer contribution	-	-	-	-	-	-	-	8,317,580	-	-
Special item - loss on disposition of assets	-	-	-	-	-	-	(10,372)	(2,820,241)	-	-
Transfers, net	-	(63,000)	549,775	(131,805)	(42,622)	50,000	646,957	986,164	33,251	350,831
Total business-type activities	<u>-</u>	<u>(63,000)</u>	<u>549,775</u>	<u>(131,805)</u>	<u>(42,622)</u>	<u>50,000</u>	<u>636,585</u>	<u>6,483,503</u>	<u>33,251</u>	<u>350,831</u>
Total primary government	<u>\$ 39,976,239</u>	<u>\$ 38,055,663</u>	<u>\$ 36,343,151</u>	<u>\$ 34,234,468</u>	<u>\$ 32,784,769</u>	<u>\$ 30,552,086</u>	<u>\$ 30,340,623</u>	<u>\$ 39,556,676</u>	<u>\$ 34,626,414</u>	<u>\$ 35,177,418</u>
Change in net position										
Governmental activities	\$ 4,584,590	\$ 2,891,120	\$ 2,492,571	\$ 19,362	\$ 66,628	\$ (2,758,099)	\$ (2,105,969)	\$ 372,268	\$ 2,034,655	\$ 4,968,137
Business type-activities	1,980,071	755,132	980,248	(953,931)	(1,267,291)	(1,224,347)	(585,265)	7,296,627	(368,358)	(934,902)
Total primary government	<u>\$ 6,564,661</u>	<u>\$ 3,646,252</u>	<u>\$ 3,472,819</u>	<u>\$ (934,569)</u>	<u>\$ (1,200,663)</u>	<u>\$ (3,982,446)</u>	<u>\$ (2,691,234)</u>	<u>\$ 7,668,895</u>	<u>\$ 1,666,297</u>	<u>\$ 4,033,235</u>

City of Englewood, Colorado
Fund Balances, Governmental Funds
Last Ten Years
(Modified accrual basis of accounting)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Fund										
Restricted for:										
Labor emergencies	\$ 1,510,000	\$ 1,400,000	\$ 1,340,000	\$ 1,200,000	\$ 1,150,000	\$ 1,150,000	\$ 1,209,200	\$ 1,360,800	\$ 1,414,800	\$ 1,211,200
Committed to:										
Law enforcement	-	-	78,753	298,512	298,512	298,512	-	-	-	-
Long term asset reserve	2,663,099	2,663,099	2,619,375	2,619,375	2,406,649	2,130,520	3,131,979	4,397,853	2,428,312	2,507,034
Assigned:										
Subsequent year budgeted deficit	1,972,220	2,646,685	1,207,787	920,353	523,053	487,204	239,543	912,710	442,312	1,485,293
Unassigned	4,583,927	5,501,466	5,667,918	4,032,570	4,439,471	4,428,443	4,654,235	4,431,400	5,089,003	1,939,775
Total general fund	<u>\$ 10,729,246</u>	<u>\$ 12,211,250</u>	<u>\$ 10,913,833</u>	<u>\$ 9,070,810</u>	<u>\$ 8,817,685</u>	<u>\$ 8,494,679</u>	<u>\$ 9,234,957</u>	<u>\$ 11,102,763</u>	<u>\$ 9,374,427</u>	<u>\$ 7,143,302</u>
All Other Governmental Funds										
Restricted for:										
Parks and recreation	\$ 3,691,949	\$ 3,288,077	\$ 3,661,118	\$ 3,018,062	\$ 2,831,175	\$ 2,866,204	\$ 2,831,428	\$ 2,988,638	\$ 2,818,515	\$ 2,463,577
Law enforcement	80,825	62,025	150,329	280,956	301,459	99,657	57,412	65,619	146,212	146,276
Debt service	70,248	61,105	46,839	55,625	154,267	499,671	58,665	166,137	87,630	58,283
Committed to:										
Capital projects	6,092,254	3,317,936	2,698,207	2,186,357	1,761,434	3,066,775	1,941,867	2,017,325	4,491,115	2,750,772
Parks and recreation	457,750	457,594	456,411	454,647	451,714	681,420	514,541	388,285	582,547	3,934,695
Housing	-	-	-	448,903	408,432	-	-	-	-	-
Assigned to:										
Parks and recreation	330,123	183,774	208,943	138,724	45,705	283,316	19,857	54,152	91,515	318,710
Law enforcement	21,336	28,156	26,713	19,231	28,819	-	-	-	-	-
Fire services	136,671	10,723	9,965	6,577	3,861	3,113	3,598	3,865	-	-
Other purposes	-	62,181	142,167	784	778	10,000	35,050	32,182	118,366	35,471
Total all other governmental funds	<u>\$ 10,881,156</u>	<u>\$ 7,471,571</u>	<u>\$ 7,400,692</u>	<u>\$ 6,609,866</u>	<u>\$ 5,987,644</u>	<u>\$ 7,510,156</u>	<u>\$ 5,462,418</u>	<u>\$ 5,716,203</u>	<u>\$ 8,335,900</u>	<u>\$ 9,707,784</u>

Note: GASB Statement 54 was adopted in 2011. All years presented are being reported in accordance with that statement.

City of Englewood, Colorado
Changes in Fund Balances, Governmental Funds
Last Ten Years
(Modified accrual basis of accounting)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues										
Taxes (see Schedule 5)	\$ 38,827,710	\$ 36,127,239	\$ 34,136,103	\$ 31,573,167	\$ 30,532,471	\$ 29,495,567	\$ 28,933,845	\$ 31,978,782	\$ 32,876,011	\$ 29,300,961
Licenses and permits	1,612,118	1,576,298	1,446,578	983,359	778,536	695,563	588,328	671,609	1,168,977	623,945
Intergovernmental revenue	3,924,728	3,926,947	2,909,535	3,491,447	3,277,833	4,375,328	4,315,479	3,919,829	4,020,738	2,967,346
Charges for services	5,889,612	6,034,354	6,306,039	6,363,331	6,410,092	6,353,327	5,992,943	6,021,313	5,590,788	5,405,336
Fines and forfeitures	1,047,268	1,350,165	1,317,707	1,381,453	1,284,759	1,437,957	1,639,678	1,461,100	1,445,641	1,566,922
Special assessments	-	-	-	-	-	-	31,922	31,922	37,245	72,947
Net investment income	65,852	112,144	(24,453)	133,512	152,697	152,240	333,115	791,326	972,058	620,093
Contributions (to) from component unit	873,347	684,683	573,526	551,295	425,159	105,125	(188,163)	599,143	-	-
Other	538,443	325,533	1,560,740	1,469,757	1,523,234	632,696	749,472	351,329	289,652	363,732
Total revenues	52,779,078	50,137,363	48,225,775	45,947,321	44,384,781	43,247,803	42,396,619	45,826,353	46,401,110	40,921,282
Expenditures										
Current:										
General government	8,894,226	8,574,957	8,690,056	8,664,555	9,256,214	9,387,348	8,071,028	8,232,062	8,108,949	7,714,343
Safety services	22,159,568	21,212,863	19,413,044	19,018,153	18,142,085	17,824,861	17,635,319	17,263,053	16,612,084	15,841,211
Public works	6,960,961	6,856,658	6,523,903	6,619,083	6,550,114	6,374,708	6,713,512	7,497,736	8,037,202	6,219,939
Culture and recreation	7,668,688	7,108,436	6,886,274	7,278,678	7,122,606	7,562,631	8,171,347	7,958,537	7,676,521	7,113,732
Capital outlay	2,374,881	2,467,138	727,432	889,458	2,345,049	1,278,288	1,676,676	3,020,685	3,111,726	1,646,913
Debt service:										
Principal	1,925,000	2,087,689	2,022,742	2,005,963	1,962,271	1,907,772	1,620,766	1,570,602	1,655,228	856,530
Interest and other fiscal charges	864,173	874,326	928,701	995,888	1,064,105	1,041,109	1,279,562	1,335,039	1,349,059	1,515,171
Lease issue costs	-	-	-	-	-	250,128	-	-	-	-
Total expenditures	50,847,497	49,182,067	45,192,152	45,471,778	46,442,444	45,626,845	45,168,210	46,877,714	46,550,769	40,907,839
Excess revenues over (under) expenditures	1,931,581	955,296	3,033,623	475,543	(2,057,663)	(2,379,042)	(2,771,591)	(1,051,361)	(149,659)	13,443
Other financing sources (uses)										
Proceeds from borrowing	-	-	-	-	-	12,506,373	-	-	-	-
Transfers in	2,917,292	2,159,544	1,947,575	3,155,993	2,547,813	2,962,606	1,366,294	2,997,239	4,949,278	1,854,213
Transfers out	(2,921,292)	(1,746,544)	(2,347,349)	(2,756,189)	(1,689,656)	(1,716,128)	(716,294)	(2,837,239)	(4,889,278)	(1,351,999)
Payment to refunded lease escrow agent	-	-	-	-	-	(10,066,349)	-	-	948,900	-
Proceeds from sale of fixed assets	-	-	-	-	-	-	-	-	-	4,586,066
Total other financing sources (uses)	(4,000)	413,000	(399,774)	399,804	858,157	3,686,502	650,000	160,000	1,008,900	5,088,280
Net change in fund balances	1,927,581	1,368,296	2,633,849	875,347	(1,199,506)	1,307,460	(2,121,591)	(891,361)	859,241	5,101,723
Fund balances - beginning	19,682,821	18,314,525	15,680,676	14,805,329	16,004,835	14,697,375	16,818,966	17,710,327	16,851,086	11,749,363
Fund balances - ending	\$ 21,610,402	\$ 19,682,821	\$ 18,314,525	\$ 15,680,676	\$ 14,805,329	\$ 16,004,835	\$ 14,697,375	\$ 16,818,966	\$ 17,710,327	\$ 16,851,086
Debt service as a percentage of noncapital expenditures	5.8%	6.3%	6.6%	6.7%	6.9%	6.6%	6.7%	6.6%	6.9%	6.0%

City of Englewood, Colorado
Tax Revenues by Source, Governmental Funds
Last Ten Years
 (Accrual basis of accounting)

Fiscal Year	Property	Specific Ownership	Sales and Regular Use	Vehicle Use	Building Use	Cigarette	Franchise	Other	Total
2006	\$ 3,525,200	\$ 333,018	\$ 20,688,258	\$ 1,239,648	\$ 849,507	\$ 293,776	\$ 2,362,000	\$ 9,554	\$ 29,300,961
2007	3,727,407	341,423	22,753,820	1,440,089	1,968,380	278,785	2,356,385	9,722	32,876,011
2008	4,163,482	316,242	22,617,767	1,252,178	769,078	261,743	2,588,214	10,078	31,978,782
2009	3,956,702	276,414	20,624,659	993,597	402,273	218,449	2,452,611	9,140	28,933,845
2010	4,067,599	263,434	20,866,515	926,715	545,987	196,320	2,620,191	8,806	29,495,567
2011	4,081,464	246,062	21,737,110	1,030,776	605,084	190,762	2,631,393	9,820	30,532,471
2012	3,727,479	243,293	22,363,618	1,294,050	813,826	189,618	2,930,888	10,395	31,573,167
2013	3,858,731	266,881	23,433,775	1,408,029	1,860,250	195,088	3,101,310	12,039	34,136,103
2014	4,009,516	291,670	24,839,296	1,594,886	1,983,292	188,652	3,207,978	11,949	36,127,239
2015	4,032,592	305,166	26,603,384	1,871,244	2,494,933	188,285	3,320,046	12,060	38,827,710
Change 2006-2015	14.39%	(8.36%)	28.59%	50.95%	193.69%	(35.91%)	40.56%	26.23%	32.51%

City of Englewood, Colorado
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Years

Year	Residential	Commercial	Vacant	Industrial	State Assessed	Total Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a % of Actual Value
2006	\$ 175,035,270	\$ 251,099,410	\$ 3,517,820	\$ 18,066,570	\$ 19,815,060	\$ 467,534,130	8.10%	\$ 3,207,387,104	14.58%
2007	175,463,640	253,673,240	3,044,070	17,857,810	18,239,950	468,278,710	8.40%	3,213,823,727	14.57%
2008	190,192,280	273,510,780	7,308,110	19,713,830	20,899,330	511,624,330	8.17%	3,497,493,528	14.63%
2009	190,910,110	272,343,170	7,460,020	19,073,670	21,637,760	511,424,730	7.91%	3,503,350,564	14.60%
2010	176,323,980	296,310,110	7,235,300	19,798,060	19,545,870	519,213,320	8.01%	3,397,252,527	15.28%
2011	177,896,360	293,377,190	6,232,240	18,339,590	19,821,960	515,667,340	7.62%	3,399,357,133	15.17%
2012	171,837,160	278,532,750	5,016,550	18,101,510	24,699,380	498,187,350	7.79%	3,283,907,557	15.17%
2013	171,896,760	277,807,930	5,329,940	16,691,820	26,665,110	498,391,560	8.12%	3,166,274,240	15.74%
2014	172,832,227	275,559,546	4,965,852	17,439,957	27,075,588	497,873,170	8.12%	3,292,104,148	15.12%
2015	220,454,124	308,860,205	5,244,648	18,664,778	22,455,870	575,679,625	8.12%	3,995,611,615	14.41%

Note: Property in Colorado is reassessed every two years. Tax rates are per \$1,000 of assessed value. The assessed value of taxable property is determined by multiplying the "actual" value times an assessment ratio. The assessment ratio of residential property changes every two years based on a constitutionally mandated requirement to keep the ratio of the assessed value of commercial property to residential property at the same level as it was in the property tax year commencing January 1, 1985 (the "Gallagher Amendment"). The Gallagher Amendment requires that statewide residential assessed values must be approximately 45% of the total assessed value in the State with commercial and other assessed values making up the other 55% of the assessed values in the State. In order to maintain this 45%/55% ratio, the commercial assessment rate is established at 29% of the actual value of commercial property and the residential assessment rate fluctuates. The assessment rate of residential property by collection year was:

Year	Assessment Rate
2004-2005	7.96%
2006-2007	7.96%
2008-2009	7.96%
2010-2011	8.77%
2012-2013	7.96%
2014-2015	7.96%

Source : Arapahoe County Assessor.

City of Englewood, Colorado
Direct and Overlapping Property Tax Rates
Last Ten Years

Collection Year	City Direct Rates			Overlapping Rates					
	Basic Rate	Debt Service	Total Direct	Arapahoe County	Englewood School District	Littleton School District	Sheridan School District	Valley Sanitation District	Urban Drainage & Flood Control District
2006	5.880	2.220	8.100	15.421	40.141	49.509	35.989	2.493	0.597
2007	5.880	2.520	8.400	16.083	40.354	48.907	39.419	2.493	0.608
2008	5.880	2.293	8.173	15.217	37.211	46.791	38.294	2.493	0.568
2009	5.880	2.031	7.911	15.672	37.199	46.081	37.627	2.493	0.508
2010	5.880	2.130	8.010	15.949	37.495	55.389	37.891	2.493	0.576
2011	5.880	1.741	7.621	17.316	45.858	57.530	38.764	2.493	0.623
2012	5.880	1.914	7.794	17.150	46.719	56.935	41.998	2.493	0.657
2013	5.880	2.244	8.124	17.130	46.874	56.985	42.823	2.493	0.672
2014	5.880	2.244	8.124	16.950	47.018	56.601	40.854	2.493	0.700
2015	5.880	1.924	7.804	14.856	44.268	53.424	38.308	2.860	0.839

Notes:

The City's basic property tax rate may be increased only by a majority vote of the City's residents. Rates for debt service are set based on each year's requirements.

Overlapping rates are those governments that apply to property owners within the City of Englewood. Not all overlapping rates apply to all Englewood property owners; for example, although the county rate applies to all City property owners, the rates for the various school districts apply to only property owners whose property is located within that district's geographic boundaries.

Tax rates are per \$1000 of assessed valuation.

Source : Arapahoe County Assessor.

**City of Englewood, Colorado
Principal Property Tax Payers
Current Year and Nine Years Ago**

Taxpayer	Collection Year					
	2015			2006		
	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Columbia Healthone LLC	\$ 21,025,000	1	3.65%	\$ 31,349,460	1	6.71%
MTS Brookridge LLC	3,483,480	2	0.61%			
EKM Corp	3,196,670	3	0.56%			
EQR Marks B LLC	3,066,430	4	0.53%	2,607,100	10	0.56%
Englewood Meridian LTD	2,918,932	5	0.51%			
Kent Place Associates LLC	2,913,360	6	0.51%			
Wal-Mart	2,911,890	7	0.51%	2,710,520	7	0.58%
Northern Englewood Limited	2,900,100	8	0.50%			
HTA Hampden Place LLC	2,887,240	9	0.50%			
Realty Associates Fund VIII LLVC	2,674,670	10	0.46%			
Public Service Company				4,169,260	3	0.89%
Qwest Corporation				6,260,800	2	1.34%
TSA Corporate Services				3,122,120	4	0.67%
First Industrial LP				2,609,990	8	0.56%
First Industrial LP				2,900,000	5	0.62%
Omni Development Corp				2,609,990	9	0.56%
First Industrial LP				2,900,000	6	0.62%
	<u>\$ 47,977,772</u>		<u>8.33%</u>	<u>\$ 61,239,240</u>		<u>13.10%</u>

Source : Arapahoe County Assessor.

City of Englewood, Colorado
Property Tax Levies and Collections
Last Ten Years

Collection Year	Total Levy	Current Collection	Percentage of Levy	Delinquent Taxes Collected	Total Tax Collection	Percentage of Levy
2006	\$ 3,559,146	\$ 3,542,013	99.52%	\$ (16,813)	\$ 3,525,200	99.05%
2007	3,702,457	3,687,969	99.61%	(6,778)	3,681,191	99.43%
2008	4,181,506	4,158,223	99.44%	5,259	4,163,482	99.57%
2009	4,002,921	3,971,026	99.20%	16,549	3,987,575	99.62%
2010	4,107,497	4,094,389	99.68%	(30,276)	4,064,113	98.94%
2011	4,130,497	4,093,763	99.11%	(14,973)	4,078,790	98.75%
2012	3,796,686	3,736,555	98.42%	(11,422)	3,725,133	98.12%
2013	3,882,872	3,863,693	99.51%	(18,391)	3,845,302	99.03%
2014	4,051,657	4,014,807	99.09%	(6,976)	4,007,831	98.92%
2015	4,044,722	4,037,119	99.81%	(7,602)	4,029,517	99.62%

Note:

Taxes are levied by December 15 of each year and are due and payable on January 1. Taxes may be paid in two equal installments, on or before February 28 and June 15; or in full, on or before April 30. After October 1, delinquent real estate is advertised for sale. The tax sale is held on or about December 1 of each year. Delinquent tax collections, as shown above, may be negative due to tax abatements.

Source : Arapahoe County Assessor and Treasurer.

**City of Englewood, Colorado
Sales Tax Collections by Category (1)
Last Ten Years**

Category	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Retail	\$ 5,438,448	\$ 5,234,938	\$ 4,812,424	\$ 4,830,062	\$ 4,653,258	\$ 4,330,293	\$ 4,149,309	\$ 4,881,581	\$ 5,446,717	\$ 5,415,504
Utilities	3,187,085	3,589,443	3,510,853	3,526,513	4,109,175	3,357,033	3,248,988	3,847,273	3,636,480	3,314,418
Bldg Materials/Hardware	2,515,723	2,593,358	2,072,084	1,670,205	1,479,608	1,197,084	1,239,205	1,629,274	1,503,922	1,568,946
Eating/Drinking Places	2,468,123	2,310,341	2,111,639	1,956,410	1,901,217	1,867,441	1,939,054	2,008,877	1,970,427	1,880,357
Automotive Dealers/Service Stations	2,548,368	2,206,185	2,089,906	2,088,087	1,952,101	1,925,035	1,833,262	1,954,468	2,112,028	2,020,048
Personal Service other than Lodging	747,070	1,852,361	2,004,760	1,932,614	1,742,996	1,736,575	1,923,168	1,844,698	1,918,597	1,180,089
General Merchandise	1,629,531	1,782,655	1,766,664	1,778,732	1,732,192	1,729,813	1,786,989	2,016,736	2,097,943	2,145,435
Food	1,077,599	1,125,607	963,623	665,713	868,206	732,163	666,727	691,164	724,817	796,463
Non-classifiable	885,175	1,050,219	1,026,549	968,416	1,035,461	1,002,921	1,114,561	929,063	676,711	511,151
Apparel/Accessories	640,626	861,869	862,196	825,966	779,874	727,018	700,194	711,537	732,103	709,763
Finance/Insurance/Real Estate	856,523	855,146	760,729	822,862	833,329	771,929	828,804	1,192,040	968,783	978,359
Furniture/Home	751,399	724,022	664,584	736,958	741,818	718,916	667,597	760,602	707,230	733,986
Manufacturing	484,327	541,992	450,280	446,649	308,440	411,951	395,798	412,842	397,553	331,814
Contract Construction	32,908	90,015	84,831	62,943	59,189	53,281	73,398	85,415	94,516	100,542
Hotels/Lodging	20,525	21,145	32,949	28,955	25,741	22,591	23,283	16,998	17,394	16,653
	<u>\$ 23,283,430</u>	<u>\$ 24,839,296</u>	<u>\$ 23,214,071</u>	<u>\$ 22,341,085</u>	<u>\$ 22,222,605</u>	<u>\$ 20,584,044</u>	<u>\$ 20,590,337</u>	<u>\$ 22,982,568</u>	<u>\$ 23,005,221</u>	<u>\$ 21,703,528</u>

The City direct sales tax rate is 3.5% for all years presented.

(1) Includes the Englewood Urban Renewal Authority, a Tax Increment Financing District, which ended on August 23, 2007.

Amounts are presented on a cash basis.
Source : City of Englewood Revenue and Budget Division

City of Englewood, Colorado
Ratios of Outstanding Debt by Type
Last Ten Years

Year	Governmental Activities					Business-Type Activities			Total Primary Government	Percentage of Personal Income (2)	Per Capita (2)
	General Obligation Bonds	Certificates of Participation	Special Assessment Bonds	Loans Payable	Capital Leases	General Obligation Bonds (1)	Revenue Bonds	Loans Payable (1)			
2006	\$ 12,538,359	\$ 18,820,000	\$ 36,000	\$471,644	\$ 173,598	\$ 2,955,000	\$ 4,255,000	\$ 64,781,401	\$ 104,031,002	15.32%	\$ 3,202
2007	12,000,000	18,010,000	-	381,014	948,900	2,845,000	4,135,000	63,235,475	101,555,389	15.05%	3,145
2008	11,435,000	17,175,000	-	288,571	870,741	2,735,000	4,010,000	61,613,444	98,127,756	14.43%	3,016
2009	10,850,000	16,315,000	-	194,279	789,268	5,240,000	3,885,000	59,908,415	97,181,962	14.29%	2,987
2010	10,800,000	15,425,000	-	98,101	2,864,424	5,115,000	3,750,000	55,903,684	93,956,209	14.86%	3,105
2011	10,185,000	14,500,000	-	-	2,540,254	4,990,000	3,610,000	51,720,374	87,545,628	11.03%	2,894
2012	9,846,372	13,736,591	-	-	2,144,292	11,847,419	3,447,255	50,048,143	91,070,072	10.95%	2,944
2013	9,148,964	12,715,642	-	-	1,786,549	11,696,837	3,265,385	46,072,234	84,685,611	10.80%	2,773
2014	8,286,244	11,661,822	-	-	1,558,861	11,546,103	3,086,899	42,126,230	78,266,159	9.57%	2,483
2015	7,402,860	10,434,745	-	-	1,320,063	11,374,900	2,981,540	38,109,764	71,623,872	8.45%	2,273

Notes: Details of the City's outstanding debt can be found in the notes to the financial statements.

- (1) In addition to the \$3,055,000 of 2004 General Obligation Water Bonds, the City issued \$51,126,340 of new loans with the Colorado Water and Power Development Authority in 2004.
In 2009 the City issued an additional \$2,615,000 of General Obligation Water Bonds.
In 2012 a portion of the 2004 General Obligation Water Bond issue was refunded and an additional \$6,730,000 was issued.
- (2) See Schedule 16 for personal income and population data.

City of Englewood, Colorado
Ratios of General Bonded Debt Outstanding
Last Ten Years

<u>Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Fund</u>	<u>Net General Bonded Debt</u>	<u>Percentage of Estimated Actual Taxable Value of Property (1)</u>	<u>Per Capita (2)</u>
2006	\$ 15,493,359	\$ (48,541)	\$ 15,444,818	0.48%	\$ 475
2007	14,845,000	(87,630)	14,757,370	0.46%	457
2008	14,170,000	(166,137)	14,003,863	0.40%	430
2009	16,090,000	(58,665)	16,031,335	0.46%	493
2010	15,915,000	(9,616)	15,905,384	0.47%	526
2011	15,175,000	(154,267)	15,020,733	0.44%	496
2012	21,693,791	(55,625)	21,638,166	0.66%	700
2013	20,845,801	(46,839)	20,798,962	0.66%	681
2014	19,832,347	(61,105)	19,771,242	0.60%	627
2015	18,777,760	(70,248)	18,707,512	0.47%	594

Notes: (1) See Schedule 6 for property value data.

(2) See Schedule 16 for population data.

Prior years have been restated to include Water Fund general obligation debt which has historically been serviced by funds available in the Water fund.

Details of the City's outstanding debt can be found in the notes to the financial statements.

City of Englewood, Colorado
Direct and Overlapping Governmental Activities Debt
December 31, 2015

	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Direct debt	\$ 25,727,255	100.000%	\$ 25,727,255
Overlapping entities:			
Englewood School District No. 1	62,006,602	97.320%	60,344,825
Sheridan School District No. 2	23,098,001	33.050%	7,633,889
Littleton School District No. 6	135,328,526	2.130%	2,882,498
Cherry Creek School District No. 5	<u>531,751,000</u>	0.390%	<u>2,073,829</u>
Total overlapping debt	<u>752,184,129</u>		<u>72,935,041</u>
Total direct and overlapping debt	<u>\$ 777,911,384</u>		<u>\$ 98,662,296</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Arapahoe County Assessor. Debt outstanding data provided by each governmental entity.

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

City of Englewood, Colorado
Legal Debt Margin Information
Last Ten Years

Year	Actual Valuation	Debt Limit Percentage	Debt Limit	Debt Applicable to Limit	Legal Debt Margin	As a Percentage of Debt Limit
2006	\$ 3,018,993,737	3.00%	\$ 90,569,812	\$ 13,022,939	\$ 77,546,873	16.8%
2007	3,024,628,577	3.00%	90,738,857	12,538,359	78,200,498	16.0%
2008	3,297,243,391	3.00%	98,917,302	12,000,000	86,917,302	13.8%
2009	3,308,401,216	3.00%	99,252,036	11,435,000	87,817,036	13.0%
2010	3,399,357,133	3.00%	101,980,714	10,850,000	91,130,714	11.9%
2011	3,266,465,613	3.00%	97,993,968	10,185,000	87,808,968	11.6%
2012	3,283,907,557	3.00%	98,517,227	9,846,372	88,670,855	11.1%
2013	3,166,274,240	3.00%	94,988,227	9,148,964	85,839,263	10.7%
2014	3,292,104,148	3.00%	98,763,124	8,286,244	90,476,880	9.2%
2015	3,995,611,615	3.00%	119,868,348	7,402,860	112,465,488	6.6%

On November 6, 2001, a majority of the City's electors voted to change the Home Rule Charter of the City of Englewood by allowing the debt ceiling to be three percent (3%) of **actual** valuation versus three percent (3%) of **assessed** valuation. The entire section (Section 104) of the Charter that establishes the debt margin follows:

Indebtedness and obligations of the City shall be incurred and limited as provided in Article XI of the Constitution of the State of Colorado applicable to towns and cities except as otherwise provided in this Charter. Council shall have power to issue general obligation bonds of the City for any public capital purpose, upon majority vote of the registered electors of the City voting thereon at a special election; provided, however, that water extension and water improvement bonds may be issued without an election upon determination to that effect by Council. The total outstanding general obligation indebtedness of the City, other than for water bonds, shall not at any time exceed three percent (3%) of the actual valuation of the taxable property within the City as shown by the last preceding assessment for tax purposes. Water bonds shall mature and be payable as provided by the ordinance authorizing the issuance of said bonds.

Refer to the Notes to Financial Statements, particularly Note 3F, for detailed information regarding long-term indebtedness of the City.

Future debt issuance may be subject to the Taxpayer's Bill of Rights (TABOR).

City of Englewood, Colorado
Pledged Revenue Coverage
Water Fund
Last Ten Years

Year	Gross Revenue*	Expense*	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage	Required Coverage *
				Principal	Interest	Total		
2006	\$ 7,496,977	\$ 6,244,504	\$ 1,252,473	\$ 700,981	\$ 426,267	\$ 1,127,248	1.11	1.10
2007	7,788,802	6,082,067	1,706,735	717,442	405,555	1,122,997	1.52	1.10
2008	8,260,511	6,385,693	1,874,818	735,276	392,266	1,127,542	1.66	1.10
2009	7,939,517	6,149,780	1,789,737	755,852	372,978	1,128,830	1.59	1.10
2010	8,743,689	6,204,171	2,539,518	773,686	352,233	1,125,919	2.26	1.10
2011	9,020,153	6,467,258	2,552,895	795,634	330,360	1,125,994	2.27	1.10
2012	9,005,360	6,447,796	2,557,564	818,954	307,230	1,126,184	2.27	1.10
2013	8,808,270	5,877,277	2,930,993	845,018	203,621	1,048,639	2.80	1.10
2014	9,207,872	6,611,806	2,596,066	868,339	188,041	1,056,380	2.46	1.10
2015	8,294,553	6,682,740	1,611,813	868,339	188,041	1,056,380	1.53	1.10

* As defined in the applicable bond indenture

**City of Englewood, Colorado
Pledged Revenue Coverage
Sewer Fund
Last Ten Years**

Year	Gross Revenue*	Expense*	Rate Stabilization Used	Total Funds Available for Debt Service	Debt Service Requirements			Coverage	Required Coverage *
					Principal	Interest	Total		
2006	\$10,211,409	\$ 8,376,818	\$ 1,497,778	\$ 3,332,369	\$ 774,087	\$ 2,255,340	\$ 3,029,427	1.10	1.10
2007	11,247,422	8,684,566	831,149	3,394,005	828,484	2,256,976	3,085,459	1.10	1.10
2008	12,813,297	9,956,867	491,302	3,347,732	886,755	2,156,638	3,043,393	1.10	1.10
2009	13,227,399	10,016,885	136,743	3,347,257	949,177	2,093,784	3,042,961	1.10	1.10
2010	14,080,938	9,840,996	1,545,014	5,784,956	3,231,045	2,028,006	5,259,051	1.10	1.10
2011	13,526,579	9,677,968	1,945,476	5,794,087	3,387,676	1,879,676	5,267,352	1.10	1.10
2012	14,542,316	10,244,230	1,203,807	5,501,893	3,270,884	1,730,837	5,001,721	1.10	1.10
2013	15,218,765	10,273,261	-	4,945,504	2,535,351	1,784,525	4,319,876	1.14	1.10
2014	15,868,700	10,682,918	-	5,185,782	2,755,034	1,459,033	4,214,067	1.23	1.10
2015	16,553,722	10,948,950	-	5,604,772	2,871,548	1,337,636	4,209,184	1.33	1.10

* As defined in the applicable bond indenture

Since 2004 a rate stabilization account has been maintained to ensure that debt coverage requirements are met.

City of Englewood, Colorado
Pledged Revenue Coverage
Golf Course Fund
Last Ten Years

Year	Gross Revenue*	Expense*	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage	Required Coverage *
				Principal	Interest	Total		
2006	\$ 2,006,955	\$1,453,014	\$ 553,941	\$ 50,000	\$ 163,070	\$ 213,070	2.60	1.35
2007	1,716,358	1,330,281	386,077	55,000	161,463	216,463	1.78	1.35
2008	1,979,946	1,616,896	363,050	55,000	159,494	214,494	1.69	1.35
2009	2,097,188	1,681,836	415,352	55,000	157,098	212,098	1.96	1.35
2010	2,029,283	1,633,823	395,460	60,000	155,245	215,245	1.84	1.35
2011	1,834,831	1,548,002	286,829	60,000	152,605	212,605	1.35	1.35
2012	2,113,394	1,642,720	470,674	65,000	149,815	214,815	2.19	1.35
2013	1,953,899	1,566,368	387,531	85,000	124,744	209,744	1.85	1.35
2014	2,005,739	1,688,630	317,109	85,000	130,181	215,181	1.47	1.35
2015	2,077,038	1,738,965	338,073	85,000	128,481	213,481	1.58	1.35

* As defined in the applicable bond indenture

City of Englewood, Colorado
Pledged Revenue Coverage
Storm Drainage Fund
Last Ten Years

Year	Gross Revenue*	Expense*	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage	Required Coverage *
				Principal	Interest	Total		
2006	\$ 364,833	\$ 105,393	\$ 259,440	\$ 60,000	\$ 72,938	\$ 132,938	1.95	1.15
2007	384,088	110,346	273,742	65,000	70,334	135,334	2.02	1.15
2008	378,299	105,869	272,430	70,000	67,450	137,450	1.98	1.15
2009	347,503	121,774	225,729	70,000	64,294	134,294	1.68	1.15
2010	331,715	144,104	187,611	75,000	61,342	136,342	1.38	1.15
2011	337,317	112,833	224,484	80,000	57,818	137,818	1.63	1.15
2012	332,668	133,066	199,602	95,000	42,305	137,305	1.45	1.15
2013	334,013	152,115	181,898	95,000	17,291	112,291	1.62	1.15
2014	327,860	107,643	220,217	100,000	15,454	115,454	1.91	1.15
2015	328,164	95,030	233,134	100,000	14,433	114,433	2.04	1.15

The 2001 Storm Drainage Revenue Bonds were refunded in 2012.

* As defined in the applicable bond indenture

**City of Englewood, Colorado
Demographic and Economic Statistics
Last Ten Years**

Year	(1) Population	Personal Income	(2) Per Capita Personal Income	(2) Median Age	(3) School Enrollment	(4) Unemployment Rate	(5) Consumer Price Index
2006	32,491	\$ 679,191,864	\$ 20,904	36.2	3,495	5.0%	3.56%
2007	32,286	674,906,544	20,904	36.2	3,427	4.5%	2.18%
2008	32,532	680,048,928	20,904	36.2	3,298	6.0%	3.91%
2009	32,532	680,048,928	20,904	36.2	3,427	7.3%	-1.34%
2010	30,255	632,450,520	20,904	36.2	3,414	10.1%	1.86%
2011	30,255	793,528,140	26,228	37.1	3,954	9.5%	3.75%
2012	30,930	831,460,260	26,882	37.1	3,954	7.6%	2.23%
2013	30,534	784,174,188	25,682	38.3	4,018	6.1%	2.83%
2014	31,516	817,682,620	25,945	37.1	4,018	4.4%	2.89%
2015	31,516	825,971,328	26,208	37.1	3,927	4.3%	0.96%

Sources:

(1) & (2) Colorado Department of Local Affairs, Division of Local Government

(3) Colorado Department of Education, Fall Enrollment

(4) U.S. Dept. of Labor, Bureau of Labor Statistics - Annual Averages, City of Englewood

(5) U.S. Dept. of Labor, Bureau of Labor Statistics - Annual Increase, Denver/Boulder area. All Urban Consumers

**City of Englewood, Colorado
Principal Employers
Current Year and Nine Years Ago**

Employer	2015			2006		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Columbia Swedish Medical Center	2,075	1	8.17%	1,800	1	8.07%
Craig Hospital	760	2	2.99%	650	4	2.91%
The Sports Authority	505	3	1.99%	900	2	4.04%
Englewood School District	490	4	1.93%	525	3	2.35%
City of Englewood	423	5	1.66%	520	5	2.33%
Burt Automotive Dealers	400	6	1.57%	450	6	2.02%
Windsor Industries, Inc	350	7	1.38%	300	7	1.35%
7-Up Bottling Company	300	8	1.18%	300	8	1.35%
Meadow Gold Dairies	250	9	0.98%	230	10	1.03%
Wal-Mart	150	10	0.59%	250	9	1.12%
Total	<u>5,703</u>		<u>22.45%</u>	<u>5,925</u>		<u>26.56%</u>

Sources:

City of Englewood Community Development Department

City of Englewood, Colorado
Full-time Equivalent Employees by Function/Program
Last Ten Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government:										
City Manager	5.50	5.50	5.38	5.00	5.00	4.92	5.00	5.00	5.25	5.00
City Attorney	5.38	5.50	5.50	5.50	5.50	5.70	6.15	6.15	5.87	6.57
Municipal Court	10.99	11.06	10.90	10.61	10.38	10.20	10.05	9.90	10.48	10.51
Human Resources	7.48	7.48	7.17	6.57	6.17	6.10	6.40	6.51	6.51	5.81
Finance & Admin Services	19.58	18.60	18.90	17.90	17.76	17.63	17.90	17.90	17.90	18.90
Central Services	1.00	1.00	1.10	1.10	1.09	1.08	1.10	1.10	1.10	1.10
Information Technology	9.60	9.60	10.60	11.50	10.42	10.34	10.50	10.50	10.50	10.50
Community Development	12.00	12.00	12.00	11.00	10.92	10.83	11.00	11.00	10.50	10.50
Building and Safety	7.00	7.00	7.00	7.00	6.94	6.89	7.00	7.00	7.00	7.00
Police:										
Administration	10.70	10.60	8.60	8.60	8.53	8.47	8.60	8.60	7.00	7.00
Communications and Records	19.63	18.13	17.13	15.40	14.79	14.68	14.20	16.50	16.00	16.00
Police Operations	70.15	69.90	69.90	70.70	72.14	70.89	73.00	72.00	72.00	76.00
Neighborhood Services	6.00	6.00	6.00	6.00	5.95	4.92	5.00	5.00	5.00	5.00
Public Works:										
Administration	2.00	2.00	2.00	2.70	2.80	2.78	2.56	2.58	2.58	2.58
Engineering	4.08	4.22	4.22	3.13	2.99	2.96	3.00	3.80	4.00	4.00
Streets and Drainage	13.00	13.00	13.00	13.00	10.92	10.83	11.00	11.00	11.00	11.00
Traffic Maintenance	6.50	6.50	6.50	6.50	6.45	6.40	6.50	6.50	6.50	6.50
General Ops and Maintenance	22.70	22.70	21.70	21.70	21.84	21.68	21.00	21.00	20.00	22.00
Concrete Utility	3.53	3.53	3.54	3.92	3.89	3.86	3.92	4.16	3.92	2.92
ServiCenter	10.30	11.30	11.30	11.30	9.92	9.85	10.00	10.00	10.00	11.00
Parks and Recreation:										
Administration	4.00	4.00	4.00	5.00	4.96	4.92	5.74	5.00	5.00	5.00
Programs	17.19	18.70	18.41	18.41	18.52	18.37	17.16	17.50	16.38	17.16
Parks	17.00	16.50	17.00	15.50	15.38	14.28	13.50	13.50	13.50	14.50
Golf	8.75	8.75	9.00	8.50	7.44	7.39	7.38	7.38	7.38	7.38
Library	16.38	15.97	15.70	16.64	16.27	15.60	16.30	15.87	15.93	16.64
Utilities:										
Water Operations	22.55	24.30	23.80	24.30	23.12	22.94	23.30	24.50	24.50	21.50
Sewer Operations	5.70	5.75	5.50	5.50	5.46	5.42	5.50	6.40	6.40	6.40
Storm Drainage Operations	0.45	0.65	0.65	0.65	0.65	0.64	0.65	0.55	0.55	0.55
Utilities Administration	15.62	15.36	15.55	15.05	14.93	14.82	17.05	15.55	15.55	15.05
Littleton/Englewood Wastewater Treatment Plant	75.13	76.37	76.50	77.50	78.89	77.15	81.50	84.35	83.90	78.90
Total	429.89	431.96	428.55	426.18	420.02	412.54	421.96	426.80	422.19	422.96

Source: City Revenue and Budget Division. Includes permanent full and part-time employees only; seasonal employees are excluded.

City of Englewood, Colorado
Operating Indicators by Function/Program
Last Ten Years

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Police										
Calls for assistance	39,911	40,680	40,207	43,766	43,365	45,647	45,337	50,882	50,760	47,099
Number of uniformed officers	68	68	69	71	72	71	71	71	72	75
Building Division										
Commercial construction value	\$ 41,143,000	\$ 3,766,805	\$ 22,071,707	\$ 8,402,603	\$ 14,919,187	\$ 9,984,183	\$ 30,797,601	\$ 12,432,894	\$ 56,949,582	\$ 73,276,444
Number of units	8	15	130	77	99	88	92	68	108	119
Residential construction value	\$ 4,927,013	\$ 9,976,544	\$ 4,177,080	\$ 3,700,373	\$ 3,681,187	\$ 5,021,642	\$ 4,969,163	\$ 5,461,307	\$ 8,255,353	\$ 13,730,421
Number of units	25	20	264	236	230	264	302	251	299	352
Building permits value	\$ 27,051,370	\$ 85,478,543	\$ 31,659,277	\$ 18,318,108	\$ 30,235,127	\$ 26,247,031	\$ 49,405,068	\$ 145,154,652	\$ 93,181,634	\$ 105,041,678
Number of permits	1842	2147	2065	2018	2479	2517	2446	2096	3936	3246
Parks and Recreation										
Englewood Recreation Center										
Admissions	315,000	317,000	309,000	313,000	308,000	307,000	305,500	287,000	240,679	242,472
Malley Recreation Center										
Visits *	2,882	2,775	2,812	2,504	2,477	2,154	3,522	2,502	89,497	114,410
Park Shelter Reservations	414	475	454	476	459	482	538	511	536	627
Golf Rounds Played: **										
9 hole	19,047	22,070	17,000	16,078	16,578	17,408	19,645	18,157	17,766	16,737
18 hole	25,995	-	19,061	25,277	25,570	25,508	26,628	25,900	24,580	25,605
Par 3 Course	16,149	-	11,794	21,985	20,961	19,454	22,234	20,020	19,207	19,905
Water										
New connections	22	18	8	5	6	13	3	8	13	25
Water Main Breaks	29	39	36	34	34	44	38	35	35	15
Average Daily Consumption										
(Millions of gallons)	7.093	6.050	7.000	6.800	6.300	5.650	5.454	4.703	5.275	4.763
Peak Daily Consumption										
(Millions of gallons)	16.30	15.45	15.75	16.50	12.27	11.24	11.91	10.89	10.91	10.01
Wastewater										
Average Daily Sewage Treated										
(Millions of gallons)	22.0	22.1	21.8	22.8	22.6	21.6	20.9	21.1	21.5	23.1

*Malley Recreation Center activity tracking was changed from membership tracking to number of visits during 2014.

** Portions of the Golf Course were closed for reconstruction during 2006-2008

Sources: City Departments

City of Englewood, Colorado
Capital Asset Statistics by Function/Program
Last Ten Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Police										
Marked police vehicles	21	19	18	20	20	20	20	19	19	20
Stations	1	1	1	1	1	1	1	1	1	1
Public Works										
Miles of streets and alleys										
Streets	121.63	121.63	121.63	121.63	121.63	121.63	121.63	121.63	121.63	121.63
Alleys	39.5	39.5	39.5	39.5	39.5	39.5	39.5	39.5	39.5	39.5
Parks and Recreation										
Parks	12	12	12	12	12	12	12	12	12	12
Acreage	166.1	166.1	166.1	166.1	166.1	166.1	166.1	166.1	166.1	166.1
Median strips	5	5	5	5	5	5	5	5	5	5
Acreage	2.86	2.86	2.86	2.86	2.86	2.86	2.86	2.86	2.86	2.86
Greenbelts	3	3	3	3	3	3	3	3	3	3
Acreage	23.67	23.67	23.67	23.67	23.67	23.67	23.67	23.67	23.67	23.67
Athletic fields	3	3	3	3	3	3	3	3	3	3
Acreage	30.87	30.87	30.87	30.87	30.87	30.87	30.87	30.87	30.87	30.87
Facility sites	9	9	9	9	9	9	9	9	9	9
Acreage	34.15	34.15	34.15	34.15	34.15	34.15	34.15	34.15	34.15	34.15
Miscellaneous areas	11	11	11	11	11	11	11	11	11	11
Acreage	8.92	8.92	8.92	8.92	8.92	8.92	8.92	8.92	8.92	8.92
Landscaped areas	6	6	6	6	6	7	7	7	7	7
Acreage	5.54	5.54	5.54	5.54	5.54	6.26	6.26	6.26	6.26	6.26
Dog Park	1	1	1	1	1	1	1	1	1	1
Recreation Centers	2	2	2	2	2	2	2	2	2	2
Swimming pools	2	2	2	2	2	2	2	2	2	2
Golf courses - 18 hole	1	1	1	1	1	1	1	1	1	1
Golf courses - 9 hole	1	1	1	1	1	1	1	1	1	1
Golf courses - Par 3	1	1	1	1	1	1	1	1	1	1
Water										
Water Mains (miles)	155	155	155	155	155	155	155	155	155	155
Fire hydrants	550	550	550	570	570	570	570	570	570	570
Storage Capacity (Millions of gallons)	13.5	6.5	6.7	6.7	6.7	6.7	6.7	6.7	6.7	6.7
Daily Plant Capacity (Millions of gallons)	28	28	28	28	28	28	28	28	28	28
Wastewater										
Sanitary Sewers (miles)	530	530	530	530	530	530	530	530	530	530
Treatment Capacity (Millions of gallons)	36.3	36.3	36.3	50	50	50	50	50	50	50

Sources: City Departments