

Town of Ridgway
Financial Statements
and
Report of Independent Auditor
December 31, 2015

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Town Council
Town of Ridgway, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Ridgway, Colorado, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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, each major fund, and the aggregate remaining fund information of the Town of Ridgway, Colorado, as of December 31, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-10 and 37-41 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Ridgway, Colorado's basic financial statements. The Schedules of Revenues, Expenditures and Changes in Fund Balance and Available Resources-Budget and Actual- Capital Projects Fund and Enterprise Funds and local highway finance report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedules of Revenues, Expenditures and Changes in Fund Balance and Available Resources-Budget and Actual- Capital Projects Fund and Enterprise Funds and local highway finance report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedules of Revenues, Expenditures and Changes in Available Resources-Budget and Actual-Enterprise Funds and local highway finance report are fairly stated in all material respects in relation to the basic financial statements as a whole.

Blair and Associates, P.C.

Cedaredge, Colorado
August 31, 2016

TOWN OF RIDGWAY
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2015

As management of the Town of Ridgway (the "Town"), we offer readers of the Town's basic financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2015. We encourage readers to consider the information presented here in conjunction with additional information provided in the financial statements.

FINANCIAL HIGHLIGHTS

- The Town's assets exceeded its liabilities by \$ 10,234,816 (i.e. net position) as of December 31, 2015, an increase of \$ 618,838 in comparison to the prior year.
- Governmental funds reported combined ending fund balances of \$ 2,781,503, an increase of \$ 345,322 in comparison with the prior year.
- The Town's fund balance for the General Fund was \$ 2,680,100, an increase of \$ 205,644 in comparison to the prior year.
- Total long-term liabilities increased by \$ 470,335 during the 2015 fiscal year with one new debt issued.
- General property tax, sales tax, and other tax totaled \$ 1,273,100 or 76% of general revenues.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The basic statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide Financial Statements

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

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

The statement of activities presents information showing how the Town'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 reported in this statement for some items will result in cash flows in future periods (e.g. uncollected taxes and earned but unused personal time).

The government-wide financial statements distinguish functions of the Town 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 Town include general government administration, police, public works, and community center. The Business-type Activities of the Town include the following utilities: water and sewer funds.

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. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The Town's funds 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 reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on short-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's short-term financing requirements. The accounting method is called modified accrual accounting.

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 activities in the 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 short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town maintains two major government funds, the General Fund and the Capital Projects Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund.

Proprietary Funds – The Town maintains one type of proprietary fund. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses a separate enterprise fund to account for each of its utility funds: Water and Sewer Fund.

Fiduciary Funds – The Town maintains one type of fiduciary fund, the Ridgway General Improvement District #1.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted previously, net position may serve over time as a useful indicator of the Town's financial position. For the year ended December 31, 2015, the Town's combined assets exceeded liabilities by \$ 10,234,816. Of this amount, \$ 2,254,011 is unrestricted and available to meet the Town's ongoing financial obligations.

By far the largest portion of net position is the investment in capital assets (net of related debt) of \$ 6,516,821 (64% of net position). This amount reflects the investment in all capital assets (e.g. infrastructure, land, buildings, and equipment) less any related debt used to acquire those assets that are still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

The following table summarizes the Town's governmental and business-type net assets for 2015:

	Governmental Activities		Business Type Activities		Totals	
	2015	2014	2015	2014	2015	2014
Assets						
Current and other assets	\$ 3,092,476	\$ 2,745,161	\$ 1,058,797	\$ 1,182,154	\$ 4,151,273	\$ 3,927,315
Capital assets	4,287,376	6,174,985	4,840,439	2,687,418	9,127,815	8,862,403
Total assets	<u>\$ 7,379,852</u>	<u>\$ 8,920,146</u>	<u>\$ 5,899,236</u>	<u>\$ 3,869,572</u>	<u>\$ 13,279,088</u>	<u>\$ 12,789,718</u>
Current liabilities	\$ 107,401	\$ 165,306	\$ 101,486	\$ 89,351	\$ 208,887	\$ 254,657
Non-current liabilities						
Compensated absences	90,337	84,589	-	-	90,337	84,589
Bond and loans payables	1,286,485	1,378,863	1,162,613	614,131	2,449,098	1,992,994
Total liabilities	<u>1,484,223</u>	<u>1,628,758</u>	<u>1,264,099</u>	<u>703,482</u>	<u>2,748,322</u>	<u>2,332,240</u>
Deferred inflow of resources						
Deferred property taxes	<u>295,950</u>	<u>235,500</u>	<u>-</u>	<u>-</u>	<u>272,000</u>	<u>270,300</u>
Net assets						
Investment in capital assets, net of related debt	2,908,513	4,704,296	3,608,308	2,017,447	6,516,821	6,721,743
Restricted	1,463,984	1,461,187	-	-	1,463,984	1,461,187
Unrestricted	1,227,182	890,405	1,026,829	1,148,643	2,254,011	2,039,048
Total net assets	<u>\$ 5,599,679</u>	<u>\$ 7,055,888</u>	<u>\$ 4,635,137</u>	<u>\$ 3,166,090</u>	<u>\$ 10,234,816</u>	<u>\$ 10,221,978</u>

An additional portion of net position, \$ 1,463,984, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$ 2,254,011 (22% of net position), may be used to meet the government's ongoing obligations to citizens and creditors.

Change in Net Position

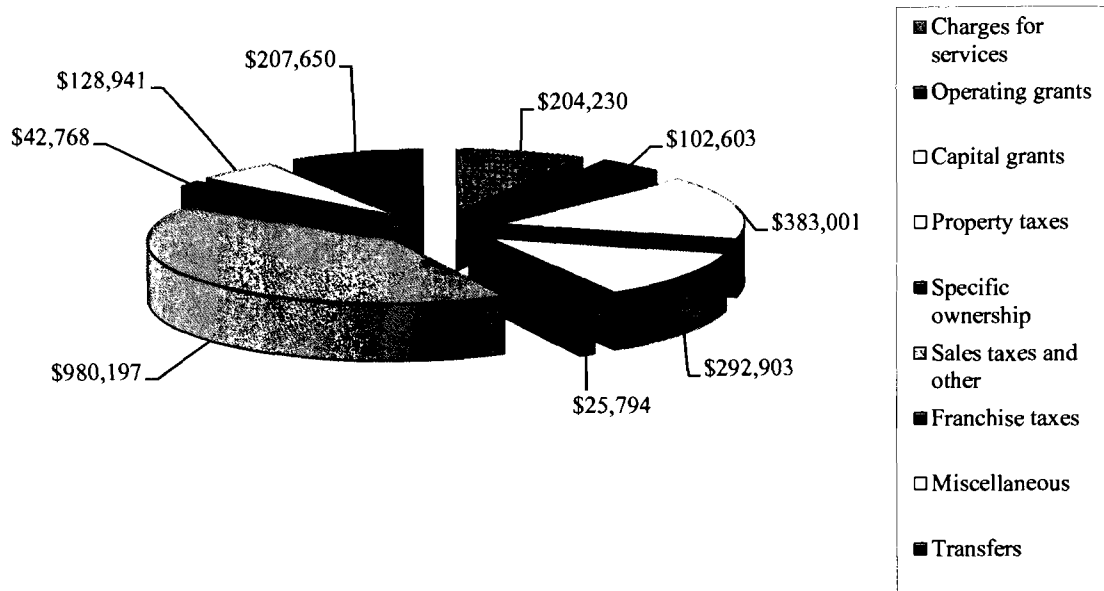
Governmental and business-type activities increased the Town's net position by \$ 618,838 in 2015.

	Governmental Activities		Business Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues						
Program revenues						
Charges for services	\$ 204,230	\$ 235,919	\$ 676,041	\$ 678,291	\$ 880,271	\$ 914,210
Operating grants	102,603	90,179	-	-	102,603	90,179
Capital grants	383,001	1,537,654	22,000	58,875	405,001	1,596,529
General revenues						
Property taxes	292,903	234,596	-	-	292,903	234,596
Specific ownership	25,794	19,752	-	-	25,794	19,752
Sales taxes and other	980,197	950,081	-	-	980,197	950,081
Franchise taxes	42,768	29,017	-	-	42,768	29,017
Transfers	207,650	-	(207,650)	-	-	-
Miscellaneous	125,045	116,518	-	-	125,045	116,518
Interest income	3,896	839	1,462	814	5,358	1,653
Totals	<u>2,368,087</u>	<u>3,214,555</u>	<u>491,853</u>	<u>737,980</u>	<u>2,859,940</u>	<u>3,952,535</u>
Expenses						
General government	565,898	506,629	-	-	565,898	506,629
Public safety	281,653	275,426	-	-	281,653	275,426
Public works	402,979	423,824	675,531	756,381	1,078,510	1,180,205
Culture and recreation	315,041	292,545	-	-	315,041	292,545
Total expenses	<u>1,565,571</u>	<u>1,498,424</u>	<u>675,531</u>	<u>756,381</u>	<u>2,241,102</u>	<u>2,254,805</u>
Increase in net position	802,516	1,716,131	(183,678)	(18,401)	618,838	1,697,730
Beginning	7,055,888	5,339,757	2,560,090	3,184,491	9,615,978	8,524,248
Residual transfer	(2,258,725)	-	2,258,725	-	-	-
Ending	<u>\$ 5,599,679</u>	<u>\$ 7,055,888</u>	<u>\$ 4,635,137</u>	<u>\$ 3,166,090</u>	<u>\$ 10,234,816</u>	<u>\$ 10,221,978</u>

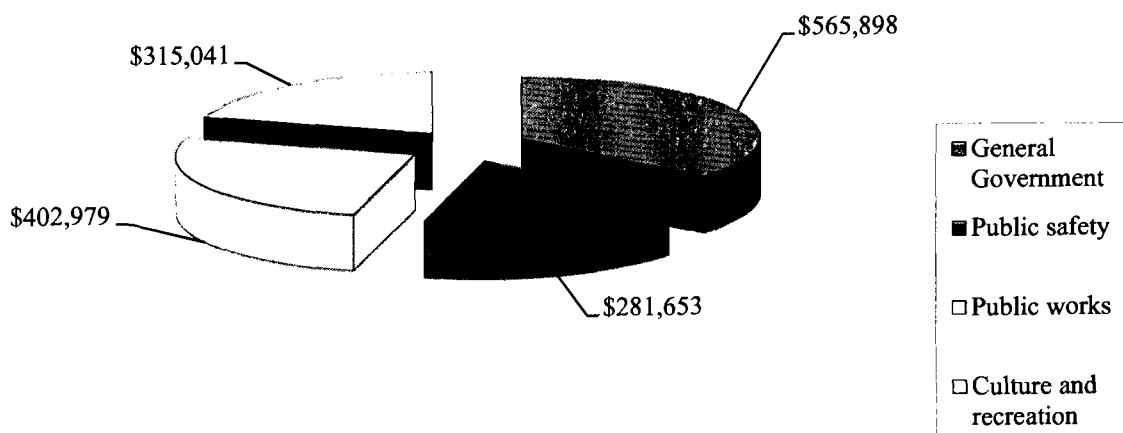
Governmental Activities

Governmental activities increased the Town's net position by \$ 802,516.

Revenues by Source-Governmental Activities



Expenses by Department-Governmental Activities



Business-type Activities

Business-type activities for the year had a decrease in net position of \$ 676,041. Charges for services accounted for 97% of total revenues.

FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS

Governmental funds

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the Town's net resources available for spending at the end of the fiscal year.

As of the end of 2015, the Town's governmental funds reported combined ending fund balances of \$ 2,781,503, an increase of \$ 345,322 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 40% of this total amount, \$ 1,113,448, constitutes unassigned fund balance, which is available for appropriation at the Town's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it is already committed to meet a State constitution mandated emergency reserve, \$63,783 and reserve for capital improvements of \$ 1,502,869.

The Town has one major governmental fund, the General Fund, which is the primary operating fund for the Town. At the end of 2015, unassigned fund balance of the General Fund was \$ 1,113,448, while the total fund balance was \$ 2,680,100. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. The fund balance in the Town's General Fund increased by \$ 205,644 during 2015.

Proprietary funds

The Town's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

The Town has two enterprise funds: Water Fund and Sewer Fund. At the end of 2015, these funds represented the following net position amounts:

	<u>Water</u>	<u>Sewer</u>
Unrestricted net position	\$ 383,007	\$ 643,822
Total net position	\$ 2,939,737	\$ 1,695,400
Increase (decrease) in net position	\$ (196,740)	\$ 13,062

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town budgeted \$ 1,906,434 for 2015 expenditures. Actual expenditures were \$ 1,571,792. There was no amendment to the original budget for General Fund.

CAPITAL ASSET AND DEBT ADMINISTRATION

The Town's investment in capital assets for its governmental and business-type activities as of December 31, 2015, was \$ 9,127,815. As required for this year by GASB 34, the investment in capital assets includes land, buildings, building improvements, and equipment.

	Balance January 1, 2015	Additions	Dispositions	Balance December 31, 2015
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 1,662,500	\$ -	\$ -	\$ 1,662,500
Construction in progress	2,524,999	450,973	(2,258,725)	717,247
	<u>4,187,499</u>	<u>450,973</u>	<u>(2,258,725)</u>	<u>2,379,747</u>
Capital assets being depreciated				
Buildings	366,551	12,917	-	379,468
Vehicles and equipment	391,753	9,200	-	400,953
Equipment-culture and recreation	120,061	-	-	120,061
Infrastructure	2,107,509	-	-	2,107,509
Less accumulated depreciation	(998,388)	(101,974)	-	(1,100,362)
Capital assets being depreciated, net	<u>1,987,486</u>	<u>(79,857)</u>	<u>-</u>	<u>1,907,629</u>
Total Governmental Activities Capital Assets	<u>\$ 6,174,985</u>	<u>\$ 371,116</u>	<u>\$ (2,258,725)</u>	<u>\$ 4,287,376</u>
	Balance January 1, 2015	Additions	Dispositions	Balance December 31, 2015
Business - Type Activities				
Capital assets not being depreciated				
Land	\$ 39,500	\$ 1,996,758	\$ -	\$ 2,036,258
	<u>39,500</u>	<u>1,996,758</u>	<u>-</u>	<u>2,036,258</u>
Capital assets being depreciated				
Buildings	20,668	-	-	20,668
Improvements other than buildings	4,305,229	261,967	-	4,567,196
Vehicles and equipment	338,062	-	-	338,062
Less accumulated depreciation	(2,016,041)	(105,704)	-	(2,121,745)
Capital assets being depreciated, net	<u>2,647,918</u>	<u>156,263</u>	<u>-</u>	<u>2,804,181</u>
Total Business-Type Activities Capital Assets	<u>\$ 2,687,418</u>	<u>\$ 2,153,021</u>	<u>\$ -</u>	<u>\$ 4,840,439</u>

Long-term Debt

As of December 31, 2015, the Town had long-term debt as follows:

	Balance January 1, 2015	Additions	Reductions	Balance December 31, 2015	Due Within One Year
Governmental Activities					
Accrued compensated absences	\$ 84,589	\$ 5,748	\$ -	\$ 90,337	\$ 90,337
G.O Bonds Series 2014	1,400,000	-	(75,000)	1,325,000	75,000
Loan payable	70,689	-	(16,826)	53,863	17,378
Total	<u>\$ 1,555,278</u>	<u>\$ 5,748</u>	<u>\$ (91,826)</u>	<u>\$ 1,469,200</u>	<u>\$ 182,715</u>
Enterprise Activities					
Bank loan	\$ 66,000	\$ -	\$ -	\$ 66,000	\$ 12,000
CWCB loan	-	606,000	-	606,000	12,738
CWCB loan	41,011	-	(6,341)	34,670	6,531
Loan payable	214,209	-	(14,998)	199,211	15,749
CWRPDA loan	348,750	-	(22,500)	326,250	22,500
Total	<u>\$ 669,970</u>	<u>\$ 606,000</u>	<u>\$ (43,839)</u>	<u>\$ 1,232,131</u>	<u>\$ 69,518</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The Town is in good financial condition.
- The Town's General fund has a fund balance that will cover three months of normal expenditures.
- In 2006 the voters approved a sales tax increase of .06%, which is designated for capital improvements.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in the report or requests for additional financial information should be addressed to:

Town Clerk
Town of Ridgway
Ridgway, Co

**Town of Ridgway
Statement of Net Position
December 31, 2015**

	Governmental Activities	Business -Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 354,655	\$ 360,880	\$ 715,535
Investments	738,423	643,628	1,382,051
Restricted investments	1,502,869	-	1,502,869
Taxes receivable	85,304	-	85,304
Property taxes receivable	295,950	-	295,950
Accounts receivable	16,259	54,289	70,548
Grants and loans receivable	99,016	-	99,016
Capital assets			
Nondepreciable	2,379,747	2,036,258	4,416,005
Depreciable, net of accumulated depreciation	1,907,629	2,804,181	4,711,810
Total assets	<u>7,379,852</u>	<u>5,899,236</u>	<u>13,279,088</u>
LIABILITIES			
Accounts payable	8,420	437	8,857
Accrued payroll costs	6,603	-	6,603
Accrued compensated absences	90,337	-	90,337
Accrued interest payable	-	1,531	1,531
Deferred revenue	-	30,000	30,000
Non current liabilities			
Due within one year	92,378	69,518	161,896
Due in more than one year	1,286,485	1,162,613	2,449,098
Total liabilities	<u>1,484,223</u>	<u>1,264,099</u>	<u>2,748,322</u>
Deferred inflows of resources			
Deferred property taxes	<u>295,950</u>	<u>-</u>	<u>295,950</u>
NET POSITION			
Invested in capital assets, net of related debt	2,908,513	3,608,308	6,516,821
Restricted for:			
Emergencies	63,783	-	63,783
Ramp Project	1,400,201	-	1,400,201
Unrestricted	1,227,182	1,026,829	2,254,011
Total net position	<u>\$ 5,599,679</u>	<u>\$ 4,635,137</u>	<u>\$ 10,234,816</u>

The accompanying notes are an integral part of this statement.

Town of Ridgway
Statement of Activities
For the Year Ended December 31, 2015

Functions/Programs	Expenses	Program Revenues		
		Charges for Service and Fees	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 565,898	\$ 32,680	\$ 19,000	\$ -
Public Safety	281,653	19,762	-	-
Public Works	402,979	151,788	74,693	-
Culture and Recreation	315,041	-	8,910	383,001
Total governmental activities	<u>1,565,571</u>	<u>204,230</u>	<u>102,603</u>	<u>383,001</u>
Business-type activities:				
Water	388,488	388,852	-	10,000
Sewer	287,043	287,189	-	12,000
Total business- type activities	<u>675,531</u>	<u>676,041</u>	<u>-</u>	<u>22,000</u>
Total primary government	<u>\$ 2,241,102</u>	<u>\$ 880,271</u>	<u>\$ 102,603</u>	<u>\$ 405,001</u>

General Revenues

Taxes:

Property taxes

Specific ownership

Sales taxes and miscellaneous

Lodging tax

Franchise taxes

Miscellaneous

Investment earnings

Transfers in (out)

Total General Revenues

Changes in Net Position

Net Position-January 1

Residual transfer

Net Position-December 31

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental	Business-Type	
Activities	Activities	Total
\$ (514,218)	\$ -	\$ (514,218)
(261,891)	-	(261,891)
(176,498)	-	(176,498)
76,870	-	76,870
<u>(875,737)</u>	<u>-</u>	<u>(875,737)</u>
-	10,364	10,364
-	12,146	12,146
-	22,510	22,510
<u>(875,737)</u>	<u>22,510</u>	<u>(853,227)</u>
292,903	-	292,903
25,794	-	25,794
980,197	-	980,197
32,340	-	32,340
42,768	-	42,768
92,705	-	92,705
3,896	1,462	5,358
207,650	(207,650)	-
<u>1,678,253</u>	<u>(206,188)</u>	<u>1,472,065</u>
802,516	(183,678)	618,838
7,055,888	2,560,090	9,615,978
(2,258,725)	2,258,725	-
<u>\$ 5,599,679</u>	<u>\$ 4,635,137</u>	<u>\$ 10,234,816</u>

The accompanying notes are an integral part of this statement.

**Town of Ridgway
Governmental Funds
Balance Sheet
December 31, 2015**

	General Fund	Capital Projects Fund	Total Governmental Funds
Assets			
Cash and cash equivalents	\$ 346,773	\$ 7,882	\$ 354,655
Investments	738,423	-	738,423
Restricted investments	1,502,869	-	1,502,869
Taxes receivable	85,304	-	85,304
Property taxes receivable	295,950		295,950
Grants receivable	-	99,016	99,016
Accounts receivable	16,259	-	16,259
Total assets	<u>\$ 2,985,578</u>	<u>\$ 106,898</u>	<u>\$ 3,092,476</u>
Liabilities and Fund Balance			
Liabilities:			
Accounts payable	\$ 2,925	\$ 5,495	\$ 8,420
Accrued payroll costs	6,603	-	6,603
Total liabilities	<u>9,528</u>	<u>5,495</u>	<u>15,023</u>
Deferred inflows of resources			
Deferred property taxes	<u>295,950</u>	<u>-</u>	<u>295,950</u>
Fund balances:			
Reserve for emergencies	63,783	-	63,783
Reserve for capital improvements	1,502,869	101,403	1,604,272
Unreserved	1,113,448	-	1,113,448
Total fund balance	<u>2,680,100</u>	<u>101,403</u>	<u>2,781,503</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 2,985,578</u>	<u>\$ 106,898</u>	<u>\$ 3,092,476</u>

The accompanying notes are an integral part of this statement.

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

Total Fund Balance, Governmental Funds \$ 2,781,503

Amounts 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.

Cost of capital assets	\$ 5,387,738	
Less accumulated depreciation	<u>(1,099,362)</u>	4,288,376

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Capital leases	\$ (53,863)	
Bond payables	(1,325,000)	
Compensated absences	<u>(90,337)</u>	(1,469,200)

Net Position - Governmental Activities		<u><u>\$ 5,600,679</u></u>
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The accompanying notes are an integral part of this statement.

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

	General Fund	Capital Projects Fund	Total Governmental Funds
Revenues			
Taxes	\$ 1,328,555	\$ -	\$ 1,328,555
Fees and fines	19,762	-	19,762
Licenses and permits	63,704	-	63,704
Intergovernmental	148,050	383,001	531,051
Charges for services	119,074	-	119,074
Miscellaneous	98,291	-	98,291
Total revenues	<u>1,777,436</u>	<u>383,001</u>	<u>2,160,437</u>
Expenditures			
Current:			
General government	551,136	-	551,136
Public safety	273,667	-	273,667
Public works	293,118	-	293,118
Culture and recreation	314,412	-	314,412
Debt service payments	139,459	-	139,459
Capital outlay	-	450,973	450,973
Total expenditures	<u>1,571,792</u>	<u>450,973</u>	<u>2,022,765</u>
Excess of revenues over expenditures	<u>205,644</u>	<u>(67,972)</u>	<u>137,672</u>
OTHER FINANCING SOURCES (USES)			
Transfers in (out)	-	207,650	207,650
Total other financing (uses)	<u>-</u>	<u>207,650</u>	<u>207,650</u>
Net change to fund balance	205,644	139,678	345,322
Fund balance, January 1	<u>2,474,456</u>	<u>(38,275)</u>	<u>2,436,181</u>
Fund balance, December 31	<u><u>\$ 2,680,100</u></u>	<u><u>\$ 101,403</u></u>	<u><u>\$ 2,781,503</u></u>

The accompanying notes are an integral part of this statement.

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

Net Change in Fund Balances - Total Governmental Funds **\$ 345,322**

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 capital outlays exceeded depreciation in the current period.

Capital outlay	\$ 473,090	
Depreciation expense	<u>(101,974)</u>	
Excess of capital outlay over depreciation		371,116

Repayment of long-term debt principal is reported as an expenditure in the governmental funds but reduces long-term liabilities in the statement of net position.

Loans and notes payable	91,826	
Compensated absences	<u>(5,748)</u>	

Change in Net Position of Governmental Funds **\$ 802,516**

The accompanying notes are an integral part of this statement.

Town of Ridgway
Statement of Net Position
Enterprise Funds
December 31, 2015

	Enterprise Funds		Total Enterprise Funds
	Water	Sewer	
Assets			
Current assets:			
Equity in pooled cash and investments	\$ 384,739	\$ 619,769	\$ 1,004,508
Receivables-net	30,069	24,220	54,289
Total current assets	<u>414,808</u>	<u>643,989</u>	<u>1,058,797</u>
Utility plant in service			
Land and reservoirs	2,036,258	-	2,036,258
Buildings	15,275	5,393	20,668
Improvements other than buildings	2,680,001	1,887,195	4,567,196
Vehicles and equipment	204,929	133,133	338,062
Less: Accumulated depreciation	<u>(1,297,098)</u>	<u>(824,647)</u>	<u>(2,121,745)</u>
Utility plant in service-net	<u>3,639,365</u>	<u>1,201,074</u>	<u>4,840,439</u>
Total assets	<u><u>\$ 4,054,173</u></u>	<u><u>\$ 1,845,063</u></u>	<u><u>\$ 5,899,236</u></u>
Liabilities and fund equity			
Current liabilities			
Accounts payable	\$ 270	\$ 167	\$ 437
Deferred revenue	30,000	-	30,000
Accrued interest payable	1,531	-	1,531
Current portion of long-term debt	<u>61,078</u>	<u>8,440</u>	<u>69,518</u>
Total current liabilities	<u>92,879</u>	<u>8,607</u>	<u>101,486</u>
Long-term debt-net	<u>1,021,557</u>	<u>141,056</u>	<u>1,162,613</u>
Net Position			
Invested in capital assets, net of related debt	2,556,730	1,051,578	3,608,308
Unrestricted	<u>383,007</u>	<u>643,822</u>	<u>1,026,829</u>
Total net position	<u><u>\$ 2,939,737</u></u>	<u><u>\$ 1,695,400</u></u>	<u><u>\$ 4,635,137</u></u>

The accompanying notes are an integral part of this statement.

Town of Ridgway
All Enterprise Funds
Statement of Revenues, Expenses, and Changes in Net Position
December 31, 2015

	Enterprise Funds		Total Enterprise Funds
	Water	Sewer	
Operating revenues			
Charges for services	\$ 379,043	\$ 286,319	\$ 665,362
Other	9,809	870	10,679
Total operating revenues	<u>388,852</u>	<u>287,189</u>	<u>676,041</u>
Operating expenses			
Salaries and fringe benefits	168,082	141,496	309,578
Maintenance and repairs	49,726	12,651	62,377
Material and Supplies	12,094	9,996	22,090
Utilities and telephone	11,774	38,962	50,736
Professional fees	7,550	3,650	11,200
Depreciation	62,269	43,435	105,704
Miscellaneous	26,779	16,705	43,484
Consulting and engineering	11,341	5,018	16,359
Insurance	7,253	7,253	14,506
Total operating expenses	<u>356,868</u>	<u>279,166</u>	<u>636,034</u>
Operating income or (loss)	31,984	8,023	40,007
Non operating revenues (expenses)			
Transfers	(207,650)	-	(207,650)
Investment income	546	916	1,462
Interest expense	(31,620)	(7,877)	(39,497)
Total non operating revenues (expenses)	<u>(238,724)</u>	<u>(6,961)</u>	<u>(245,685)</u>
Income (loss) before transfers and capital contributions	(206,740)	1,062	(205,678)
Capital contributions-Tap fees	<u>10,000</u>	<u>12,000</u>	<u>22,000</u>
Change in net position	(196,740)	13,062	(183,678)
Total net position, January 1	877,752	1,682,338	2,560,090
Residual transfer	<u>2,258,725</u>	-	<u>2,258,725</u>
Total net position, December 31	<u><u>\$2,939,737</u></u>	<u><u>\$1,695,400</u></u>	<u><u>\$ 4,635,137</u></u>

The accompanying notes are an integral part of this statement.

**Town of Ridgway
Statement of Cash Flows
Enterprise Funds
Year Ended December 31, 2015**

	Water Fund	Sewer Fund	Total Enterprise Funds
Cash Flows From Operating Activities			
Cash received from charges for services	\$ 390,474	\$ 285,443	\$ 675,917
Cash payments for goods and services	(127,894)	(94,401)	(222,295)
Cash payments to employees for services	(168,082)	(141,496)	(309,578)
Net cash provided (used) by operating activities	<u>94,498</u>	<u>49,546</u>	<u>144,044</u>
Cash Flows from Capital and Related Financing Activities			
Tap fees	10,000	12,000	22,000
Transfers	(207,650)	-	(207,650)
Principal paid on loans and leases	(35,802)	(8,038)	(43,840)
Interest expense	(31,620)	(7,877)	(39,497)
Net cash provided (used) by capital and related financing activities	<u>(265,072)</u>	<u>(3,915)</u>	<u>(268,987)</u>
Cash Flows from Investing Activities			
Interest on investments	<u>546</u>	<u>916</u>	<u>1,462</u>
Net increase (decrease) in cash and equivalents	(170,028)	46,547	(123,481)
Cash balances, January 1	<u>554,767</u>	<u>573,222</u>	<u>1,127,989</u>
Cash balances, December 31	<u><u>\$ 384,739</u></u>	<u><u>\$ 619,769</u></u>	<u><u>\$ 1,004,508</u></u>
Reconciling of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	<u>\$ 31,984</u>	<u>\$ 8,023</u>	<u>\$ 40,007</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation expense	62,269	43,435	105,704
Assets (increase) decrease:			
Accounts receivables	1,622	(1,746)	(124)
Liabilities increase (decrease):			
Accounts payable	(1,377)	(166)	(1,543)
Due to other funds	-	-	-
Total adjustments	<u>62,514</u>	<u>41,523</u>	<u>104,037</u>
Net cash provided (used) by operating activities	<u><u>\$ 94,498</u></u>	<u><u>\$ 49,546</u></u>	<u><u>\$ 144,044</u></u>

The accompanying notes are an integral part of this statement.

**Town of Ridgway
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2015**

	Trust and Agency Fund
Assets	
Cash and cash equivalents	<u>\$ 37,662</u>
Net Position	
Held in trust for benefits and other purposes	<u>\$ 37,662</u>

The accompanying notes are an integral part of this statement.

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Town of Ridgway, Colorado (the Town) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the Town's accounting policies are described below:

A. Financial Reporting Entity

The Town is a home rule municipality with a mayor – council form of government with seven elected Council members. As required by accounting principles generally accepted in the United States of America, these financial statements present the Town of Ridgway (the primary government). The Town has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled by or dependent on the Town. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing body.

B. Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the activities of the Town and its component unit. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes, charges for services and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user charges for support.

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

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water and Sewer funds are charges to customers for sales and services. They also recognize as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 1 - Summary of Significant Accounting Policies (continued)

C. Fund Financial Statements

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

All governmental funds are accounted for on a flow of current financial resources basis. Balance sheets for these funds generally include only current assets and current liabilities. Reported fund balances are considered a measure of available, spendable resources. Operating statements for these funds present a summary of available, spendable resources and expenditures for the period.

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

The Town reports the following major governmental funds:

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

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

The Town reports the following major enterprise fund business-type activities:

Water and Sewer funds -accounts for all operations of the Town's water and sewer services. They are primarily financed by user charges.

Fiduciary Funds

Fiduciary fund -accounts for assets held by the Town in a trustee or agency capacity. Agency fund (**Ridgway General Improvement District No. 1**) is custodial in nature and do not involve measurement of results of operations.

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 1 - Summary of Significant Accounting Policies (continued)

D. Measurement Focus and Basis of Accounting

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

The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which is recognized when due, and compensated absences which are recognized when the obligations are expected to be liquidated with expendable available resources.

Those revenues susceptible to accrual are interest revenue and charges for services. Entitlement revenues are not susceptible to accrual because generally, they are not measurable until received. Grant revenues are recognized as they are earned.

The accrual basis of accounting is utilized by enterprise funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

E. Cash and Cash Equivalents

For the purposes of the statement of cash flows of the enterprise funds, cash and cash equivalents consist of operating and restricted cash and highly liquid securities with an initial maturity of three months or less.

F. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

G. Property Taxes

Property taxes for the current year are levied and attach as a lien on property the following January 1. They are payable in full by April 30 or in two equal installments due February 28 and June 15. Property taxes levied in the current year and collected in the following year are reported as a receivable at December 31. However, since the taxes are not available to pay current liabilities, the receivable is recorded as deferred inflows of resources in the governmental and enterprise funds.

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 1 - Summary of Significant Accounting Policies (continued)

H. Capital Assets

Capital assets, which include property, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capitalized assets are defined by the Town as assets that have a useful life of one or more years, and for which the initial, individual value equals or exceeds \$ 5,000.

All purchased assets are valued at cost where historical records are available and at an estimated historical costs where no historical records exist. Donated assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that does not add to the value of an asset or materially extend asset life is not capitalized.

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

<u>Asset Class</u>	<u>Useful Life</u>
Building and Other Improvements	15-40 years
Utility Plant and System	40-50 years
Equipment and vehicles	3-10 years
Infrastructure	15-50 years

Public domain assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are examples of infrastructure assets. Infrastructure assets are distinguished from other capitalized assets as their useful life often extends beyond most other capital assets and are stationary in nature. General infrastructure assets are those associated with or arising from governmental activities. Prior to GASB 34 governments were not required to report general infrastructure assets.

I. Long-Term Liabilities

In the government-wide financial statements, and enterprise fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise fund type statement of net position. The long-term compensated absences are serviced from revenues of the General Fund from future appropriations.

J. Compensated Absences

Vacation time accumulates at the rate of 40 hours at the end of their first year of service, 80 hours per year in years of service from two (2) through four (4), 120 hours per year in years of service from five (5) through fourteen (14) and the maximum accrual is 160 vacation hours for service after the fifteenth (15) year and after. Upon termination of employment, the employee shall be paid for each hour of earned and unused annual vacation leave at his or her regular rate of pay.

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 1 - Summary of Significant Accounting Policies (continued)

K. Net Position

Net position represent the difference between assets and liabilities. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or construction of improvements on those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

L. Interfund Transactions

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. At year end, outstanding balances between funds are reported as "due to/from other funds." Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

M. Encumbrances

The Town does not use an encumbrance system for budgetary control.

N. Accounts Receivable

The Town considers accounts receivable for water and sewer to be fully collectible because the Town can place liens on the individual properties; accordingly, no allowance for doubtful accounts is required. If amounts become uncollectible, they will be charged to operations when that determination is made.

O. Fund Equity

Beginning with fiscal year 2011, the Town implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions". This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent.

The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non-spendable fund balance amounts that are not in spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance-amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation;
- Committed fund balance-amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 1 - Summary of Significant Accounting Policies (continued)

O. Fund Equity (continued)

- Assigned fund balance-amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance-amounts that are available for any purpose; positive amounts are reported only in the general fund.

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

Note 2 - Reconciliation of Government-wide and Fund Financial Statements

The governmental funds balance sheet includes reconciliation between fund balances total governmental funds and net position - governmental activities as reported in the government-wide statement of net position. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net change in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. The enterprise fund statement of net position and statement of revenues, expenses and changes in net position also includes reconciliation to the government-wide statement of net position and activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for government fund statements to the economic resources measurement and full accrual basis used for government-wide statements. However, certain items having no effect on measurement and basis of accounting were eliminated from the governmental fund statements during the consolidation of governmental activities.

Note 3 - Tax, Spending and Debt Limitations

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments, excluding "enterprises."

The Amendment is complex and subject to judicial interpretation. The Town believes it is in compliance with the requirements of the amendment.

The Amendment requires that an emergency reserve be maintained at three percent of fiscal year spending. A portion of the General Fund's fund balance is classified as restricted for emergencies as required by the Amendment.

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 4 - Budgets

The Town adheres to the following procedures in establishing budgetary data reflected in the financial statements:

- A. By September of each year, the Town Clerk gives public notice of the budget calendar for the next fiscal year. The Town Clerk asks that all Town departments, boards, commissions or citizens submit within thirty days from the notice, any request for funds under the budget being prepared. The Town Clerk then prepares a proposed budget for the ensuing fiscal year and submits it to the Council no later than forty-five days prior to any date required by state law for the certification to the County of the tax levy.
- B. The budget provides a complete financial plan of all Town funds and activities for the ensuing fiscal year indicating anticipated revenues, proposed operating and capital expenditures, a provision for contingencies, and anticipated net surplus or deficit for the ensuing fiscal year.
- C. A public hearing on the proposed budget is held by the Council in early December.
- D. The Council adopts the budget by resolution on or before the final day established by law for the certification of the ensuing year's tax levy to the County. Adoption of the budget by the Council shall constitute appropriations of the amounts specified therein as expenditures from the funds indicated and shall constitute a levy of the property tax therein proposed.
- E. If during the fiscal year the Town Clerk determines that there are expenses in excess of those estimated in the budget, the Council by resolution may make supplemental appropriations for the year up to the amount of such excess. To meet an emergency affecting public property, health, peace or safety, the Council may make emergency appropriations. If at any time during the fiscal year it appears probable to the Town Clerk that the revenues available will be insufficient to meet the amount appropriated, the Town Clerk reports to the Council, indicating the estimated amount of deficit, any remedial action already taken, and a recommendation as to any other steps to be taken. Any time during the fiscal year the Town Clerk may transfer part or all of any unencumbered appropriation balance within a department.
- F. Budget appropriations lapse at the end of each year.
- G. Expenditures may not exceed appropriations at the fund level. Budget amounts included in the financial statements are based on the final amended budget.
- H. Budgets for governmental funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP), except for long-term receivables and advances and capital lease financing which are budgeted when liquidated rather than when the receivable/liability is incurred. Budgets for enterprise funds are adopted on a basis consistent with the spending measurement focus of the governmental funds.

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 5 - Deposits and Investments

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories; eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels 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 is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits. Collateral in the pool is considered to be equal to depository insurance pursuant to definitions listed in GASB Statement No. 40. At December 31, 2015, the bank balance of the Town's deposits was \$ 885,636 of which \$ 500,000 was covered by federal depository insurance and \$ 385,636 was collateralized under PDPA.

The composition of all cash and cash investments held by the Town at December 31, 2015 is as follows

Cash on hand	\$ 60
Cash in bank	815,370
CSAFE	2,215,445
ColoTrust	<u>569,580</u>
Total cash and investments	<u>\$ 3,600,455</u>
 Ridgway General Improvement District # 1	 <u>\$ 37,662</u>

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. Authorized investments include obligations of the United States and certain U.S. government agency securities; certain international agency securities; general obligation and revenue bonds of U.S. local government entities; bankers' acceptance of certain banks; commercial paper; local government investment pools; written pools; written repurchase agreement collateralized by certain authorized securities; certain money market funds; and, guaranteed investment contracts.

The Town had invested \$ 2,785,025 in the Colorado Surplus Asset Fund Trust (CSAFE), and ColoTrust, which are investment vehicles established for local governmental entities in Colorado to pool surplus funds. CSAFE and ColoTrust operate similarly to a money market fund and each share is equal value to \$1.00. Investments of CSAFE and ColoTrust consist of U.S. Treasury and Agency securities. These pools are not required to and are not registered with the SEC. COLOTRUST's and CSAFE funds are rated AAAM by Standard and Poor's, Fitch's and Moody's rating services.

Interest rate risk-The town does not have a formal policy limiting investment maturities, other than that established by the state statute of five years, which would help manage its exposure to fair value losses from increasing interest rates.

Credit risk-Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. It is the Town's policy to limit its investments to U.S. Treasury obligations, certain U.S. government agencies securities, commercial paper, local government investment pools, repurchase agreements and money market funds.

Custodial Credit Risk- For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party.

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 6 - Long-Term Liabilities

General obligation bonds, revenue bonds, notes payable of the Town are as follows:

General obligation Water Refunding Bonds Series
2009 Private Placement with the Montrose Bank:

The Town refinanced their G.O. bonds with
Capmark Finance, Inc. with the Montrose Bank.

Total refinanced amount was \$ 119,000, due in
annual installments of \$ 9,000 in 2010;
increasing to \$14,000 in 2018, with a final
payment of \$ 14,000 in 2019, plus interest @
4.75% per annum, payable from the Water Fund.

\$ 66,000

Revenue bonds and contracts include:

\$ 175,000 contract payable to Colorado Water
Conservation Board in annual installments of

\$ 7,571 including interest at 3% per annum,
payable from the water fund.

\$ 34,670

EIA loan in 2006 payable to the Department of
Local Affairs. Total original amount of \$100,000
due in annual installments of \$ 9,794.80 starting
on September 1, 2007, with an annual interest
rate of 5%

\$ 49,715

EIA loan in 2008 payable to the Department of
Local Affairs. Total original amount of \$200,000
due in annual installments of \$ 15,914.78
starting on September 1, 2009, with an annual
interest rate of 5%.

\$ 149,496

Caterpillar Financial Services Corporation loan
for the purchase of Backhoe Loader. Total
original amount of \$86,980 due in quarterly
payments of \$4,729.07 starting in 2014, with an
annual interest rate of 3.25%.

\$ 53,863

General Obligation Note Series 2014 with
Branch Banking and Trust Company. Total
amount was \$ 1,400,000, due in semi-annual
installments, with an interest rate of 3.09% per
annum, payable from the General Fund.

\$1,325,000

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 6 - Long-Term Liabilities (continued)

Loan payable to Colorado Water Resources and Power Development Authority. Total original amount of \$ 450,000 in semi-yearly amounts of \$ 11,250, starting on November 1, 2010 with an annual interest rate of 0% \$ 326,250

Loan payable to Colorado Water Conservation Board. Total original amount of \$ 606,000 annual amount of \$ 30,917.67, starting on January 1, 2016 with an annual interest rate of 3% \$ 606,000

Total long term debt \$2,610,994

Debt service requirements to maturity are as follows:

General obligation water bonds

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 12,000	\$ 3,135	\$ 15,135
2016	13,000	2,565	15,565
2017	13,000	1,948	14,948
2018	14,000	1,330	15,330
2019	14,000	664	14,664
	<u>\$ 66,000</u>	<u>\$ 9,642</u>	<u>\$ 75,642</u>

Colorado water conservancy board-contracts payable

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 6,531	\$ 1,040	\$ 7,571
2017	6,726	845	7,571
2018	6,928	643	7,571
2019	7,136	435	7,571
2020	7,349	221	7,570
	<u>\$ 34,670</u>	<u>\$ 3,184</u>	<u>\$ 37,854</u>

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 6- Long-Term Liabilities (continued)

Significant bond covenants:

1974 Sewer Revenue Bond - Town must maintain a reserve account for payment of principal and interest when other revenues are insufficient of \$6,900.

EIA 2006 Loan

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 7,309	\$ 2,486	\$ 9,795
2017	7,675	2,120	9,795
2018	8,058	1,737	9,795
2019	8,461	1,334	9,795
2020	8,884	911	9,795
2021	9,328	467	9,795
	<u>\$ 49,715</u>	<u>\$ 9,055</u>	<u>\$ 58,770</u>

EIA 2008 Loan

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 8,440	\$ 7,475	\$ 15,915
2017	8,862	7,053	15,915
2018	9,305	6,610	15,915
2019	9,770	6,144	15,914
2020	10,259	5,656	15,915
2021 to 2025	59,521	20,053	79,574
2026 to 2030	43,339	4,404	47,743
	<u>\$ 149,496</u>	<u>\$ 57,395</u>	<u>\$ 206,891</u>

Caterpillar Loan

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 17,378	\$ 1,538	\$ 18,916
2017	17,949	967	18,916
2018	18,536	377	18,913
	<u>\$ 53,863</u>	<u>\$ 2,882</u>	<u>\$ 56,745</u>

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 6- Long-Term Liabilities (continued)

CWRPDA Loan
Water Lines

	<u>Principal</u>
2016	\$ 22,500
2017	22,500
2018	22,500
2019	22,500
2020	22,500
2021 to 2025	112,500
2026 to 2030	<u>101,250</u>
Total	\$ <u>326,250</u>

General Obligation Notes, Series 2014

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 75,000	\$ 40,943	\$ 115,943
2017	80,000	38,625	118,625
2018	80,000	36,153	116,153
2019	85,000	33,681	118,681
2020 to 2024	465,000	127,617	592,617
2025 to 2029	<u>540,000</u>	<u>51,139</u>	<u>591,139</u>
	<u>#####</u>	<u>\$ 328,158</u>	<u>\$ 1,653,158</u>

Colorado Water Conservation Board

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 12,738	\$ 18,180	\$ 30,918
2017	13,120	17,798	30,918
2018	13,513	17,404	30,917
2019	13,919	16,999	30,918
2020	14,336	16,581	30,917
2021 to 2025	78,397	76,191	154,588
2026 to 2030	90,884	63,705	154,589
2031 to 2035	105,359	49,229	154,588
2036 to 2040	122,140	32,448	154,588
2041 to 2045	<u>141,594</u>	<u>12,994</u>	<u>154,588</u>
	<u>\$ 606,000</u>	<u>\$ 321,529</u>	<u>\$ 927,529</u>

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 7 - Risk Management

The Town is a member of the Colorado Intergovernmental Risk Sharing Agency (CIRSA), a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-1155, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, Section 18(2).

The purposes of CIRSA are to provide members defined liability and property coverage and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees or officers.

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend indemnify, in accordance with the bylaws, and member of CIRSA against liability or loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverage at reasonable costs. All income and assets of CIRSA shall at all time be dedicated to the exclusive benefit of its members. All Colorado municipalities who are member of the Colorado Municipal League and own property are eligible to participate.

The general objectives of the Agency are to provide member municipalities defined liability and property coverage through joint self-insurance and too assists members in loss prevention measures. Any member may withdraw from the Agency by giving written notice to the Board of Directors of the prospective effective date of its withdrawal.

The Town recognizes an expense for coverage for the amount paid to CIRSA annually. Contingent liability claims for the coverage have not been recognized to date after reviewing claim history and the remoteness of potential loss in excess of actual contributions by the Town.

CIRSA is a separate legal entity and the Town does not approve budgets nor does it have ability to significantly affect the operations of CIRSA. The Board of Directors of the Agency is composed of seven directors elected by the members at the annual meeting to be scheduled in December of each year.

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. Claims have not exceeded coverage in any of the last three fiscal years.

Note 8 - Retirement Plans

Defined Contribution Plan

The Town has a defined contribution plan for its employees which is administered by Colorado County Officials and Employees Retirement Association (CCOERA). In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. Employees are eligible to participate six months from the date of employment. Both the employees and the Town make a basic contribution of 4% of the employee's salary. Employees may make additional voluntary contributions not to exceed 10% of compensations. Participants vest in employer contributions and in earnings, losses and changes in fair market value of Plan assets at a rate of 20% per year. Any nonvested Town contributions forfeited by an employee who leaves the Town's employment are remitted to the Town.

The Town's total payroll in 2015 was \$ 877,164. The total payroll covered by the plan was \$ 643,300. Contributions consisted of the Town's contribution of \$25,732 and the employee's contributions of \$25,732.

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 9 - Capital Assets

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

	Balance January 1, 2015	Additions	Dispositions	Balance December 31, 2015
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 1,662,500	\$ -	\$ -	\$ 1,662,500
Construction in progress	2,524,999	450,973	(2,258,725)	717,247
Total	<u>4,187,499</u>	<u>450,973</u>	<u>(2,258,725)</u>	<u>2,379,747</u>
Capital assets being depreciated				
Buildings	366,551	12,917	-	379,468
Vehicles and equipment	391,753	9,200	-	400,953
Equipment - culture and recreation	120,061	-	-	120,061
Infrastructure	2,107,509	-	-	2,107,509
Less accumulated depreciation	(998,388)	(101,974)	-	(1,100,362)
Capital assets being depreciated, net	<u>1,987,486</u>	<u>(79,857)</u>	<u>-</u>	<u>1,907,629</u>
Total Governmental Activities capital assets	<u><u>\$ 6,174,985</u></u>	<u><u>\$ 371,116</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 6,546,101</u></u>
	Balance January 1, 2015	Additions	Dispositions	Balance December 31, 2015
Business-type Activities				
Capital assets not being depreciated				
Land	\$ 39,500	\$1,996,758	\$ -	\$ 2,036,258
	<u>39,500</u>	<u>1,996,758</u>	<u>-</u>	<u>2,036,258</u>
Capital assets being depreciated				
Buildings	20,668	-	-	20,668
Improvements other than buildings	4,305,229	261,967	-	4,567,196
Vehicles and equipment	338,062	-	-	338,062
Less accumulated depreciation	(2,016,041)	(105,704)	-	(2,121,745)
Capital assets being depreciated, net	<u>2,647,918</u>	<u>156,263</u>	<u>-</u>	<u>2,804,181</u>
Total Business-Type Activities Capital Assets	<u><u>\$ 2,687,418</u></u>	<u><u>\$2,153,021</u></u>	<u><u>-</u></u>	<u><u>\$ 4,840,439</u></u>

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 9 - Capital Assets (continued)

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

General government	\$ 9,014	Water	\$ 62,269
Public safety	7,986	Sewer	43,435
Culture and recreation	22,746		<u>\$ 105,704</u>
Public works, including depreciation of general infrastructure assets	<u>62,228</u>		
Total depreciation expenses	<u>\$101,974</u>		

Note 10 - Long-Term Liabilities

	Balance January 1, 2015	Additions	Reductions	Balance December 31, 2015	Due Within One Year
Governmental Activities					
Accrued compensated absences	\$ 84,589	\$ 5,748	\$ -	\$ 90,337	\$ 90,337
G.O Bonds Series 2014	1,400,000	-	(75,000)	1,325,000	75,000
Loan payable	70,689	-	(16,826)	53,863	17,378
Total	<u>\$ 1,555,278</u>	<u>\$ 5,748</u>	<u>\$ (91,826)</u>	<u>\$ 1,469,200</u>	<u>\$ 182,715</u>
Enterprise Activities					
Bank loan	\$ 66,000	\$ -	\$ -	\$ 66,000	\$ 12,000
CWCB loan	-	606,000	-	606,000	12,738
CWCB loan	41,011	-	(6,341)	34,670	6,531
Loan payable	214,209	-	(14,998)	199,211	15,749
CWRPDA loan	348,750	-	(22,500)	326,250	22,500
Total	<u>\$ 669,970</u>	<u>\$ 606,000</u>	<u>\$ (43,839)</u>	<u>\$ 1,232,131</u>	<u>\$ 69,518</u>

Town of Ridgway
Notes to the Financial Statements
December 31, 2015

Note 11 - Restatement of Net Position and Fund Balance

Effective December 31, 2014, a correction was made to decrease net position in the Water Fund of \$606,000 for a loan from CWCB that was originally shown as grant revenue in 2014. Total changes decreased net position from \$1,483,752 to \$877,752 for the Water Fund.

Note 12 – Residual Transfer

A residual transfer was made from the governmental assets “Construction in Progress” to the Water Fund of \$2,258,725 for the completion of the water projects in 2015.

Town of Ridgway
General Fund
Schedule of Revenues-Budget and Actual
December 31, 2015

Revenues	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Taxes:				
General property taxes	\$ 235,538	\$ 235,538	\$ 235,256	\$ (282)
Property taxes-debt service	59,000	59,000	57,647	(1,353)
Specific Ownership taxes	19,000	19,000	25,794	6,794
General sales taxes	825,682	825,682	929,457	103,775
Franchise taxes	38,000	38,000	42,768	4,768
Lodging tax	22,500	22,500	32,340	9,840
Interest on delinquent taxes	500	500	866	366
Delinquent taxes	250	250	30	(220)
Sales tax-penalty and interest	2,000	2,000	4,397	2,397
Excise Development Tax	3,000	3,000	-	(3,000)
Total taxes	<u>1,205,470</u>	<u>1,205,470</u>	<u>1,328,555</u>	<u>123,085</u>
Licenses and permits:				
Liquor licenses	2,500	2,500	6,050	3,550
Other	13,130	13,130	13,980	850
Sales tax and license	500	500	10,960	10,460
Building permit fees	45,000	45,000	32,714	(12,286)
Total licenses and permits	<u>61,130</u>	<u>61,130</u>	<u>63,704</u>	<u>2,574</u>
Intergovernmental revenues				
Grants	9,000	9,000	19,000	10,000
State shared revenue:				
Lottery funds	9,500	9,500	8,910	(590)
Cigarette taxes	2,400	2,400	2,466	66
Motor vehicle registration fees	5,000	5,000	5,571	571
Mineral leasing and other	30,000	30,000	42,981	12,981
Road and bridge apportionment	20,448	20,448	20,448	-
Highway user's taxes	46,428	46,428	48,674	2,246
Total intergovernmental revenues	<u>122,776</u>	<u>122,776</u>	<u>148,050</u>	<u>25,274</u>
Fines and forfeits	<u>20,000</u>	<u>20,000</u>	<u>19,762</u>	<u>(238)</u>
Miscellaneous revenues:				
Interest	350	350	3,896	3,546
Consulting services	500	500	100	(400)
P & Z applications	1,500	1,500	1,690	190
Reimbursements and refunds	42,600	42,600	21,241	(21,359)
Other	55,220	55,220	71,364	16,144
Total miscellaneous revenues	<u>100,170</u>	<u>100,170</u>	<u>98,291</u>	<u>(1,879)</u>
Charges for services-trash	<u>123,000</u>	<u>123,000</u>	<u>119,074</u>	<u>(3,926)</u>
Total revenues	<u>\$ 1,632,546</u>	<u>\$ 1,632,546</u>	<u>\$ 1,777,436</u>	<u>\$ 144,890</u>

Town of Ridgway
General Fund
Schedule of Expenditures-Budget and Actual
December 31, 2015

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
General Government				
Personnel				
Salary and wages	\$ 260,757	\$ 260,757	\$ 245,682	\$ 15,075
Employee benefits	92,850	92,850	88,148	4,702
Council and Mayor	18,600	18,600	18,000	600
Building Inspector	40,000	40,000	23,234	16,766
P and Z compensation	13,200	13,200	12,750	450
Town Attorney	20,000	20,000	14,520	5,480
Miscellaneous	45,000	45,000	19,044	25,956
Total personnel	490,407	490,407	421,378	69,029
Administration				
Treasurer fees	5,720	5,720	4,730	990
Audit and budget	5,000	5,000	3,650	1,350
Insurance and bonds	5,261	5,261	5,761	(500)
Printing and publishing	2,000	2,000	907	1,093
Office supplies and postage	5,150	5,150	5,229	(79)
Utilities	1,600	1,600	1,362	238
Telephone	3,750	3,750	3,921	(171)
Repairs and maintenance	200	200	49	151
Elections	2,000	2,000	1,648	352
Janitor services	6,800	6,800	6,800	-
Conference and school	3,000	3,000	4,322	(1,322)
Dues	2,300	2,300	2,493	(193)
Consulting services	20,000	20,000	6,703	13,297
Miscellaneous	106,056	106,056	51,746	54,310
Reimbursable bonds and permits	4,500	4,500	6,598	(2,098)
Tourism promotion	13,250	13,250	14,730	(1,480)
Leases	2,000	2,000	2,295	(295)
Meeting and community events	5,000	5,000	3,130	1,870
Website	10,000	10,000	1,914	8,086
Filing and recording	400	400	717	(317)
Total administrative	203,987	203,987	128,705	75,282
Capital outlay				
Office equipment	5,000	5,000	708	4,292
Records management	250	250	345	(95)
Total capital outlay	5,250	5,250	1,053	4,197
Total general government	\$ 699,644	\$ 699,644	\$ 551,136	\$ 148,508

**Town of Ridgway
General Fund
Statement of Expenditures-Budget and Actual
December 31, 2015**

continued

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Public Safety				
Personal				
Salary and wages	\$ 133,832	\$ 133,832	\$ 133,832	\$ -
Municipal Judge	1,440	1,440	1,440	-
Court Clerk	3,600	3,600	3,600	-
Employee benefits	79,266	79,266	74,684	4,582
Juvenile diversion	5,000	5,000	5,000	-
Total personnel	<u>223,138</u>	<u>223,138</u>	<u>218,556</u>	<u>4,582</u>
Administration				
Utilities	1,600	1,600	1,362	238
Gas and oil	7,000	7,000	4,027	2,973
Telephone	3,900	3,900	3,832	68
Uniforms	750	750	126	624
Radio and radar repair	750	750	710	40
Office supplies	1,200	1,200	688	512
Dues and schools	239	239	210	29
Equipment purchases	3,200	3,200	-	3,200
Traffic and investigations	500	500	1,241	(741)
Dispatch services	23,356	23,356	23,356	-
Testing and examinations	200	200	-	200
Other	7,903	7,903	5,407	2,496
Vehicle maintenance	4,500	4,500	4,512	(12)
Computer services	1,000	1,000	1,376	(376)
Total administration	<u>56,098</u>	<u>56,098</u>	<u>46,847</u>	<u>9,251</u>
Other				
Weed control	350	350	710	(360)
Mosquito control	3,200	3,200	7,554	(4,354)
Total other	<u>3,550</u>	<u>3,550</u>	<u>8,264</u>	<u>(4,714)</u>
Total public safety	<u>\$ 282,786</u>	<u>\$ 282,786</u>	<u>\$ 273,667</u>	<u>\$ 9,119</u>

Town of Ridgway
General Fund
Statement of Expenditures-Budget and Actual
December 31, 2015

continued

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Public Works				
Personnel				
Salaries	\$ 99,065	\$ 99,065	\$ 99,018	\$ 47
Employee benefits	34,170	34,170	32,915	1,255
Total personnel	<u>133,235</u>	<u>133,235</u>	<u>131,933</u>	<u>1,302</u>
Administration				
Repairs and maintenance	9,500	9,500	5,543	3,957
Supplies	2,000	2,000	1,675	325
Gas, oil and diesel	10,000	10,000	4,934	5,066
Tools	200	200	55	145
Utilities	2,400	2,400	1,970	430
Telephone	1,200	1,200	1,111	89
Safety equipment	1,150	1,150	-	1,150
Street signs	750	750	294	456
Consulting services	400	400	80	320
Street lighting	2,300	2,300	2,413	(113)
Miscellaneous	4,150	4,150	719	3,431
Computer services	700	700	1,098	(398)
Total administration	<u>34,750</u>	<u>34,750</u>	<u>19,892</u>	<u>14,858</u>
Capital Outlay				
Storm Drainage	25,000	25,000	568	24,432
Gravel and paving	23,000	23,000	5,015	17,985
Streetscape	10,000	10,000	-	10,000
Equipment Leases	6,305	6,305	6,305	
Dust prevention	30,000	30,000	28,730	1,270
Equipment purchase	667	667	517	150
Total capital outlay	<u>94,972</u>	<u>94,972</u>	<u>41,135</u>	<u>53,687</u>
Total public works	<u>262,957</u>	<u>262,957</u>	<u>192,960</u>	<u>69,847</u>
Trash removal	<u>\$ 123,000</u>	<u>\$ 123,000</u>	<u>\$ 119,074</u>	<u>\$ 3,926</u>

**Town of Ridgway
General Fund
Statement of Expenditures-Budget and Actual
December 31, 2015**

continued

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Culture and recreation				
KVNF radio	\$ 500	\$ 500	\$ 500	-
Voyage after school program	3,000	3,000	3,000	-
Other donations	29,000	29,000	24,924	4,076
Uncompahgre Volunteer Legal Aid	-	-	2,000	(2,000)
Second chance humane society	5,000	5,000	5,000	-
Affordable housing incentives	1,000	1,000	-	1,000
Total culture and recreation	38,500	38,500	35,424	2,076
Community Center				
Utilities	1,600	1,600	1,362	238
Maintenance and repairs	52,000	52,000	18,570	33,430
Janitorial services	6,800	6,800	6,800	-
Supplies	5,000	5,000	2,478	2,522
Total community center	65,400	65,400	29,210	36,190
Parks				
Personnel				
Salaries and benefits	85,758	85,758	95,316	(9,558)
Employee benefits	25,246	25,246	25,748	(502)
Total personnel	111,004	111,004	121,064	(10,060)
Administration				
Utilities	9,000	9,000	4,165	4,835
Gas and oil	2,000	2,000	1,504	496
Repairs and maintenance	12,000	12,000	10,979	1,021
Janitorial	3,000	3,000	3,000	-
Supplies and materials	12,000	12,000	7,801	4,199
Insurance	5,200	5,200	5,200	-
Urban forest management	21,000	21,000	14,316	6,684
River Corridor maintenance	2,000	2,000	1,683	317
Events and festivals	-	-	50,286	(50,286)
Other	7,400	7,400	6,362	1,038
Total administration	73,600	73,600	105,296	(31,696)
Capital outlay	129,000	129,000	23,418	105,582
Total parks	313,604	313,604	249,778	63,826
Debt service	120,543	120,543	120,543	-
Transfers		-	-	-
Total expenditures	\$ 1,906,434	\$ 1,906,434	\$ 1,571,792	\$ 333,492

**Town of Ridgway
Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended December 31, 2015**

	Original Budget	Final Budget	Actual	Favorable (Unfavorable)
Revenues				
Intergovernmental	\$ 1,033,214	\$ 1,033,214	\$ 383,001	\$ (650,213)
Town Funding	147,431	147,431	-	(147,431)
Donations	-	-	-	\$ -
Total revenues	<u>1,180,645</u>	<u>1,180,645</u>	<u>383,001</u>	<u>(797,644)</u>
Expenditures				
Current:				
Culture and recreation	-	-		
Capital outlay	1,166,135	1,166,135	450,973	715,162
Total expenditures	<u>1,166,135</u>	<u>1,166,135</u>	<u>450,973</u>	<u>715,162</u>
Excess (deficiency) of revenues over expenditures	14,510	14,510	(67,972)	(82,482)
Other financing sources (uses)				
Transfers in (out)	-	-	207,650	207,650
Fund balance (deficit), January 1	-	-	(38,275)	(38,275)
Fund balance (deficit), December 31	<u>\$ 14,510</u>	<u>\$ 14,510</u>	<u>\$ 101,403</u>	<u>\$ 86,893</u>

Town of Ridgway
Water Fund-(non GAAP Budgetary Basis)
Schedule of Revenues and Expenditures-Budget and Actual
December 31, 2015

Revenues	Budgeted		Actual	Variable
	Original	Final		Favorable (Unfavorable)
Charges for services	\$ 377,500	\$ 377,500	\$ 379,043	\$ 1,543
Tap fees and contributions	18,000	18,000	10,000	(8,000)
Investment income	240	240	546	306
Other	12,100	12,100	9,809	(2,291)
Total revenues	407,840	407,840	399,398	(8,442)
Expenditures				
Salaries and fringe benefits	167,659	167,659	168,082	(423)
Supplies	11,500	11,500	11,491	9
Insurance	7,247	7,247	7,253	(6)
Professional fees	7,300	7,300	7,550	(250)
Repairs and maintenance	28,150	28,150	11,498	16,652
Vehicle expense	15,500	15,500	8,141	7,359
GIS mapping	5,000	5,000	-	5,000
Testing and permits	5,150	5,150	5,383	(233)
Capital outlay	70,667	70,667	603	70,064
Consulting and engineering	4,075	4,075	11,341	(7,266)
Utilities and telephone	13,100	13,100	11,774	1,326
Plant Expenses	22,000	22,000	30,087	(8,087)
Computer services	1,000	1,000	1,387	(387)
Other	43,875	43,875	13,704	30,171
Equipment Lease	6,805	6,805	6,305	500
Debt service-CWCB	7,571	7,571	7,571	-
Debt service-Montrose Bank	15,705	15,705	3,169	12,536
Debt service-CWRPD	22,500	22,500	22,500	-
Debt service-DOLA	9,795	9,795	9,795	-
Debt service- CWCB	30,917	30,917	24,389	6,528
Transfers	121,013	121,013	207,650	(86,637)
Total expenditures	616,529	616,529	569,673	46,856
Excess of revenues over expenditures	(208,689)	(208,689)	(170,275)	38,414
Available Resources-January 1	477,134	477,134	553,282	76,148
Available Resources-December 1	\$ 268,445	\$ 268,445	\$ 383,007	\$ 114,562

Town of Ridgway
Sewer Fund-(Non GAAP Budgetary Basis)
Schedule of Revenues and Expenditures-Budget and Actual
December 31, 2015

	Budgeted			Variable Favorable (Unfavorable)
Revenues	Original	Final	Actual	
Charges for services	\$ 286,500	\$ 286,500	\$ 286,319	\$ (181)
Tap fees and contributions	24,000	24,000	12,000	(12,000)
Investment income	525	525	916	391
Miscellaneous	500	500	870	370
Total revenues	311,525	311,525	300,105	(11,420)
Expenditures				
Salaries and fringe benefits	140,985	140,985	141,496	(511)
Consulting and engineering	3,575	3,575	5,018	(1,443)
Repairs and maintenance	10,150	10,150	6,044	4,106
Vehicle expense	12,000	12,000	3,965	8,035
GIS mapping	5,000	5,000	-	5,000
Testing and permits	2,000	2,000	3,323	(1,323)
Insurance	7,247	7,247	7,253	(6)
Professional fees	3,800	3,800	3,650	150
Supplies	15,000	15,000	2,119	12,881
Utilities and telephone	46,500	46,500	38,962	7,538
Computer services	850	850	1,847	(997)
Plant improvements	29,500	29,500	2,642	26,858
Debt service-DOLA	15,915	15,915	15,915	-
Other	35,730	35,730	11,535	24,195
Capital outlay	70,667	70,667	7,877	62,790
Total expenditures	398,919	398,919	251,646	147,273
Excess of revenues over expenditures	(87,394)	(87,394)	48,459	135,853
Available Resources-January 1	562,786	562,786	595,363	32,577
Available Resources-December 1	\$ 475,392	\$ 475,392	\$ 643,822	\$ 168,430



COLORADO

Department of Transportation

Data Entry

Calendar Year 2015

(Please wait a few moments for the page to load...)

ANNUAL HIGHWAY FINANCE REPORT

Step 1: Enter your email and select your City or County from the list below.

Step 2: Click on "Start" to edit/update your data.

Step 3: Click on "Submit" at the bottom of the form to edit/update your data.

Your Email Address: pkraft@town.ridgway.co.us

Select City: Ridgway ▼

Start

A. Receipts from local sources

2. General Fund Appropriations:	\$	191166.88
3. Other local imposts: <i>(from A.3. Total below)</i>	\$	26,493.51
4. Miscellaneous local receipts: <i>(from A.4. Total below)</i>	\$	19,762
5. Transfers from toll facilities	\$	0
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	0
b. Bonds - Refunding Issues:	\$	0
c. Notes:	\$	0
SubTotal:	\$	237,422.39

B. Private Contributions \$ 0

A.3. Other local imposts

a. Property Taxes and Assessments	\$	0
b. Other Local Imposts		
1. Sales Taxes:	\$	0
2. Infrastructure and Impact Fees:	\$	0
3. Liens:	\$	0
4. Licenses:	\$	1000
5. Specific Ownership and/or Other:	\$	25493.51

Total: (a + b) carried to 'Other local imposts' above: \$ 26,493.51

A.4. Miscellaneous local receipts

a. Interest on Investments:	\$	0
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b. Traffic fines & Penalties:	\$	19762
c. Parking Garage Fees:	\$	0
d. Parking Meter Fees:	\$	0
e. Sale of Surplus Property:	\$	0
f. Charges for Services:	\$	0
g. Other Misc. Receipts:	\$	0
h. Other:	\$	0

Total: (a through h) carried to Miscellaneous receipts above) \$ 19,762

C. Receipts from State Government

1. Highway User Taxes:	\$	48661.97
3. Other State funds:		
c. Motor Vehicle Registrations:	\$	5571
d. Other (Specify) - DOLA Grant:	\$	24248.3
(Specify in comments section below)		
e. Other (Specify):	\$	33800
(Specify in comments section below)		

Total: (1+3c,d,e) \$ 112,281.27

D. Receipts from Federal Government

2. Other Federal Agencies

a. Forest Service:	\$	0
b. FEMA:	\$	0
c. HUD:	\$	0
d. Federal Transit Administration:	\$	0
e. U.S. Corp of Engineers	\$	0
f. Other Federal:	\$	0

Total: (2a-f) \$ 0

A. Local highway disbursements

1. Capital outlay: (From A.1.d. Total Capital Outlay below)	\$	84,327.06
2. Maintenance:	\$	116663.16
3. Road and street services		
a. Traffic control operations:	\$	294.17
b. Snow and ice removal:	\$	21691.08
c. Other:	\$	2980.64
4. General administration & miscellaneous	\$	0
5. Highway law enforcement and safety	\$	123747.55

Total: (A.1-5) \$ 349,703.66

B. Debt service on local obligations

1. Bonds		
a. Interest	\$	0
b. Redemption	\$	0
2. Notes		
a. Interest	\$	0
b. Redemption	\$	0

Total: (B.1-5) \$ 0

	Sub Total: (1+2)	
C. Payments to State for Highways:	\$	0
D. Payments to Toll Facilities:	\$	0
Total Disbursements: (A+B+C+D)	\$	349,703.66

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
A.1. Capital Outlay			
a. Right-Of-Way Costs:	\$ 0	\$ 0	\$ 0
b. Engineering Costs:	\$ 33800	\$ 7021.99	\$ 40,821.99
c. Construction			
1. New Facilities:	\$ 0	\$ 43505.07	\$ 43,505.07
2. Capacity Improvements:	\$ 0	\$ 0	\$ 0
3. System Preservation:	\$ 0	\$ 0	\$ 0
4. System Enhancement:	\$ 0	\$ 0	\$ 0
5. Total Construction:		\$	43,505.07
d. Total Capital Outlay: (Times A 1.a. + 1.b. + 1.c.5)		\$	84,327.06

	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT
A. Bonds (Total)	\$ 0	\$ 0	\$ 0	\$ 0
1. Bonds (Refunding Portion)		\$ 0	\$ 0	\$ 0
B. Notes (Total):	\$ 0	\$ 0	\$ 0	\$ 0

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
\$ 0	\$ 349,703.66	\$ 349,703.66	\$ 0	\$ 0

Notes & Comments:
CDOT Enhancement Grant

Please enter your name: Pam Kraft

Please provide a telephone number where you may be reached: 970-626-5308

If all entries are to be considered final and no more editing is expected, please check here:

Submit