

Year ended December 31, 2018



Comprehensive
Annual Financial Report

2018 CAFR

City of Englewood
1000 Englewood Parkway
Englewood, CO 80110
www.engagewoodco.gov





CITY OF ENGLEWOOD, COLORADO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For Fiscal Year Ended
December 31, 2018

Prepared by the Finance Department:

Maria Sobota, Finance Director
Kevin Engels, Finance Manager
Christine Hart, Accounting Supervisor
Kathy Cassai, Accountant II
Jessica Kilby, Accountant I



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, 2018

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May 22, 2019

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, 2018.

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.

Hinkle & Company, PC., Certified Public Accountants, have issued an unmodified ("clean") audit opinion on the City's financial statements for the year ended December 31, 2018. The independent auditor's report is located at the front of the financial section of this report.

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), 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 2019 forecast is taken from the Colorado Business Economic Outlook 2019 prepared by the Business Research Division of the University of Colorado Leeds School of Business. The Colorado Business Economic Outlook 2019 reports that over the past 70 years, the US economy is in its third longest recorded expansion period of 9 and one half years. The longest expansion period recorded was in the 1990s for 10 years and the shortest expansion period of 12 months was in the 1980s. The national economy has structural dynamics that are constraining growth. The most significant of these are demographic changes. Baby boomer retirements have dampened wage growth and curbed inflation. The effect of this will become more evident as additional workers leave or retire from the labor force. The number of retirees is expected to peak in the early 2020s. The federal policy targets two components of the economy, employment and inflation. While the nation is experiencing full employment, inflation is restrained as evidenced by seasonally adjusted average price changes of 3.1% through October 2018.

Colorado's employment was expected to grow in 2018 (2.2% or 56,300 jobs) and 2019 (1.8% or 47,100 jobs), although the growth will be at lower rates than experienced in 2016 (2.3% or 57,300 jobs). On July 1, 2018, Colorado's estimated population was 5,724,140; an increase of 90,125, over the prior year. Population fluctuates based on natural increase (births minus deaths) and net migration. Over the year, 33% (30,100) of the population change was due to a natural increase and 67% (60,000) from net migration.

Colorado's economy is expected to remain competitive in 2019. The Colorado employment market will create, retain, and recruit a highly talented workforce as it focuses on priorities/outcomes ranging from a desirable quality of life to a diverse and robust economy. Colorado is well positioned to benefit from long-term economic growth; due in large part to its skilled workforce, high-tech diversified economy, relatively low costs of doing business, global market access, and exceptional quality of life.

Metro Denver The 2018-2019 economic update for the Denver Metro Area is from the September 2019 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 seven-county, Denver Metro economy slowed through the summer of 2018 which is consistent with the late stages of economic expansion. The job market remains strong even though population in-migration and construction have tapered off. Consumer confidence has been favorably shaped by the continued employment growth in the metro area, and a strong housing market. The housing market is one of the strongest in the nation. Prices for housing and rentals continue to climb which has priced many workers out of the market. This in turn contributes to labor shortages and rising wage pressures for some high-skilled positions. The residential construction market has leveled off as evidenced by falling residential permits which remain at pre-recessionary highs and is buoyed primarily by strong multi-family building. The nonresidential construction market also weakened in 2016 and has slowed in 2018. Year-to-date through July, the number, value and square footage of nonresidential projects are down relative to the same period a year ago.

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 \$13,683,317, or 30.7% of total General Fund revenues. The 2019 General Fund budget is calling for a \$261 surplus before transfers. Total 2019 general fund revenues, before transfers, are estimated at \$49,602,653 or \$1,643,624 less than 2018 actual revenues. Total 2019 general fund expenditures are budgeted at \$49,602,392 or \$5,023,504 more than the 2018 actual expenditures.

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.

Relevant Financial Policies

General Fund Balance

The unassigned fund balance target for the General Fund is between 16.7% of total General Fund revenues or approximately 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. The balance in the reserve was \$4,994,869 at the end of 2018.

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, 2017. This was the 35th 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,

Dorothy Hargrove

Interim City Manager

Maria Sobota

Finance Director

City of Englewood, Colorado

Principal Officials

Elected Officials

City Council

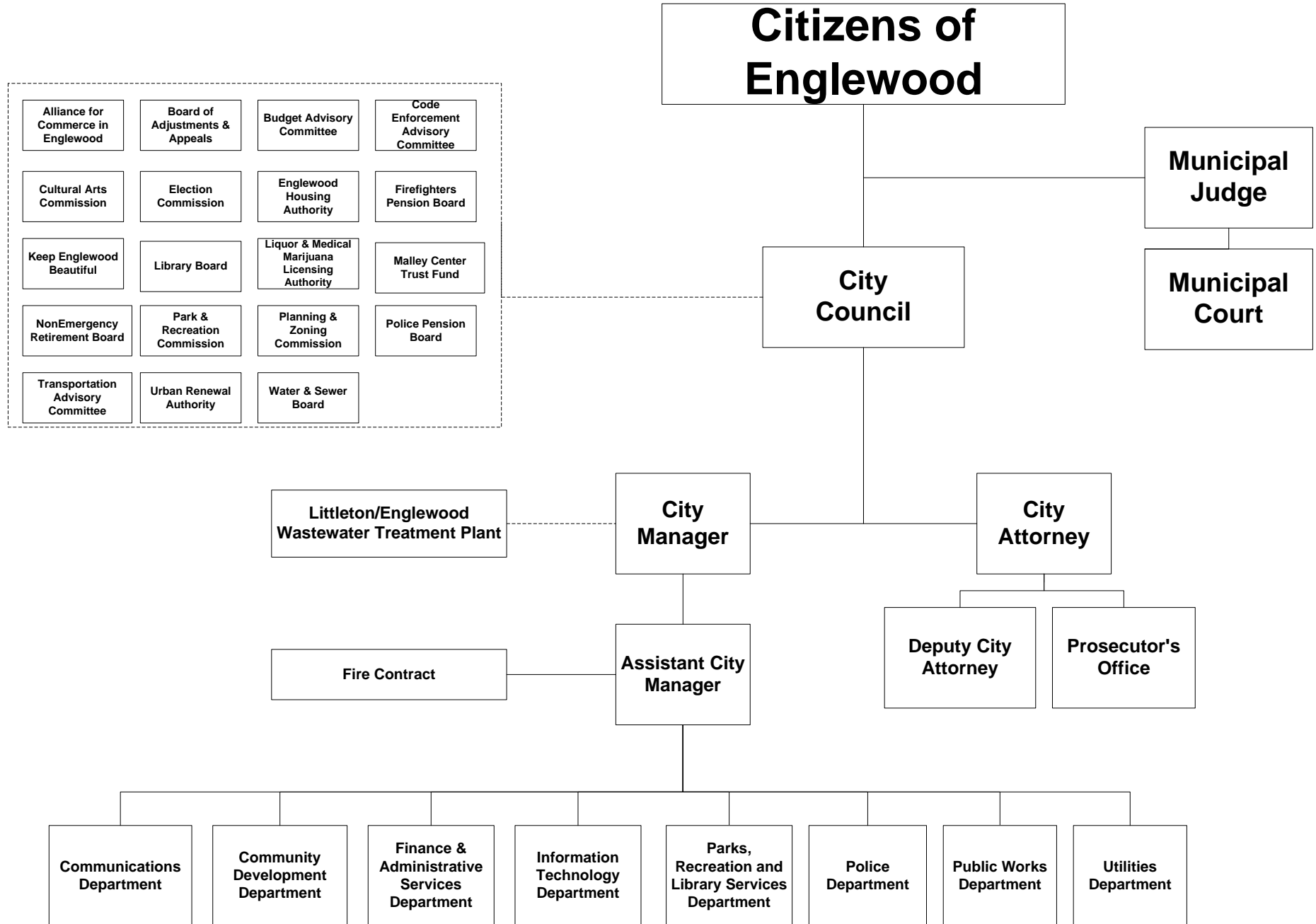
Mayor..... Linda Olson
Mayor Pro-Tem.....Rita Russell
Council Member.....Othoniel Sierra, District 1
Council Member..... Laurrett Barrentine, District 3
Council Member.....Dave Cuesta, District 4
Council Member..... Amy Martinez, At-Large
Council Member.....Cheryl Wink, At-Large

Municipal Judge Joseph Jefferson

City Officials

Interim City Manager Dorothy Hargrove
City Attorney.....Alison McKenney Brown
Community Development DirectorBrad Power
Finance Director Maria Sobota
Information Technologies Director Margaret Brocklander
Human Resources Director Maria Gonzalez
Municipal Court Administrator..... Tamara Wolfe
Police ChiefJohn Collins
Public Works Director... Maria D'Andrea
Utilities Director.....Tom Brennan

City of Englewood, Colorado - 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, 2017

Christopher P. Morill

Executive Director/CEO

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Independent Auditors' Report

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component units and remaining fund information of the City of Englewood as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the basic financial statements of the City of Englewood, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 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 discretely presented component units and remaining fund information of the City of Englewood as of December 31, 2018, and the respective changes in financial position and cash flows, where applicable, 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 the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Englewood's basic financial statements. The introductory section, combining and individual fund statements and schedules, other information, and statistical section listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules and the other information 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 the 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 basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Hick & Company, PC

Greenwood Village, Colorado
May 22, 2019



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, 2018. 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 2018 by \$182.2 million (\$85.2 million in governmental activity net position and \$97.0 million in business-type activity net position). Of the governmental activities net position total, \$25.8 million, or 30.3%, is unrestricted and may be used to meet the City's obligations to the public and creditors. Similarly, \$46.0 million, or 47.2%, of business-type activity net position is unrestricted.
- The City's total net position increased by \$15.8 million, or 9.4% compared to 2017. Net position of the City's governmental activities increased \$13.7 million, or 18.5%. Net position of the business-type activities increased \$2.4 million, or 2.5%, from 2017.
- The total cost of the City's programs decreased \$2.7 million, or 5.2%, compared to 2017. The cost of governmental activities program expenses decreased \$2.1 million to \$49.1 million, and the cost of business-type activities increased \$590,000.
- Total revenues increased \$4.8 million or 5.4%, compared to 2017. Governmental activities revenues increased \$4.6 million, or 8.0%, to \$62.0 million while revenues of business-type activities increased \$175,000 or 0.6% to \$30.7 million compared to 2017.
- The City's governmental funds reported combined ending fund balances of \$48.5 million, a decrease of \$10.0 million when compared to 2017. Of the combined ending governmental fund balances, approximately 62.7%, or \$30.4 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 \$20.4 million as of December 31, 2018, of which \$1.7 million is *restricted* for TABOR emergencies, \$5.0 million is *committed* to Long Term Asset Reserve and \$13.7 million is *unassigned*.
- The net pension liability reported in the City's governmental activities for 2018 is \$11.7 million compared to \$11.4 million in 2017.

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, liabilities and deferred inflows and outflows, with the difference 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, 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 and the Police Headquarters Construction Fund, which are considered to be major funds. Data from the other nine 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 are primarily 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)* including 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 \$182.1 million at the close of 2018. Governmental activities make up \$85.1 million or (46.7%) of these assets, with business-type activities making up the remaining \$97.0 million or (53.3%). Total net position increased by \$9.0 million in 2018. The increase is comprised of the following:

- Total assets increased by \$10.4 million during 2018.
- Total liabilities decreased by \$2.8 million.

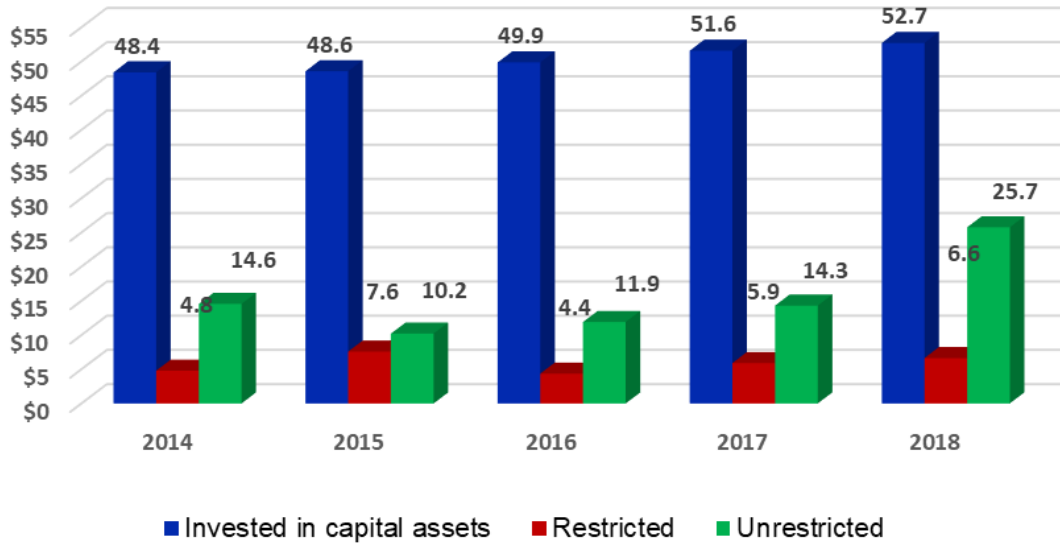
**Table 1
City of Englewood
Summary of Net Position**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2018	2017	2018	2017	2018	2017
Assets						
Current and other assets	\$ 70,059,187	\$ 74,545,736	\$ 89,293,525	\$ 90,371,224	\$ 159,352,712	\$ 164,916,960
Capital assets	84,646,656	67,807,829	63,855,741	64,775,497	148,502,397	132,583,326
Total assets	<u>154,705,843</u>	<u>142,353,565</u>	<u>153,149,266</u>	<u>155,146,721</u>	<u>307,855,109</u>	<u>297,500,286</u>
Total deferred outflows of resources	<u>5,258,135</u>	<u>3,071,814</u>	<u>2,289,529</u>	<u>240,718</u>	<u>7,547,664</u>	<u>3,312,532</u>
Liabilities						
Long-term liabilities	53,170,853	56,388,353	40,691,555	42,741,562	93,862,408	99,129,915
Other liabilities	11,921,782	9,082,050	16,829,048	17,328,642	28,750,830	26,410,692
Total liabilities	<u>65,092,635</u>	<u>65,470,403</u>	<u>57,520,603</u>	<u>60,070,204</u>	<u>122,613,238</u>	<u>125,540,607</u>
Total deferred inflows of resources	<u>9,687,990</u>	<u>8,173,194</u>	<u>895,010</u>	<u>687,255</u>	<u>10,583,000</u>	<u>8,860,449</u>
Net Position						
Net investment in capital assets	52,705,091	51,575,905	50,696,090	50,432,520	103,401,181	102,008,425
Restricted	6,635,724	5,902,025	318,273	381,680	6,953,997	6,283,705
Unrestricted	25,842,538	14,303,852	46,008,819	43,815,780	71,851,357	58,119,632
Total net position	<u>\$ 85,183,353</u>	<u>\$ 71,781,782</u>	<u>\$ 97,023,182</u>	<u>\$ 94,629,980</u>	<u>\$ 182,206,535</u>	<u>\$ 166,411,762</u>

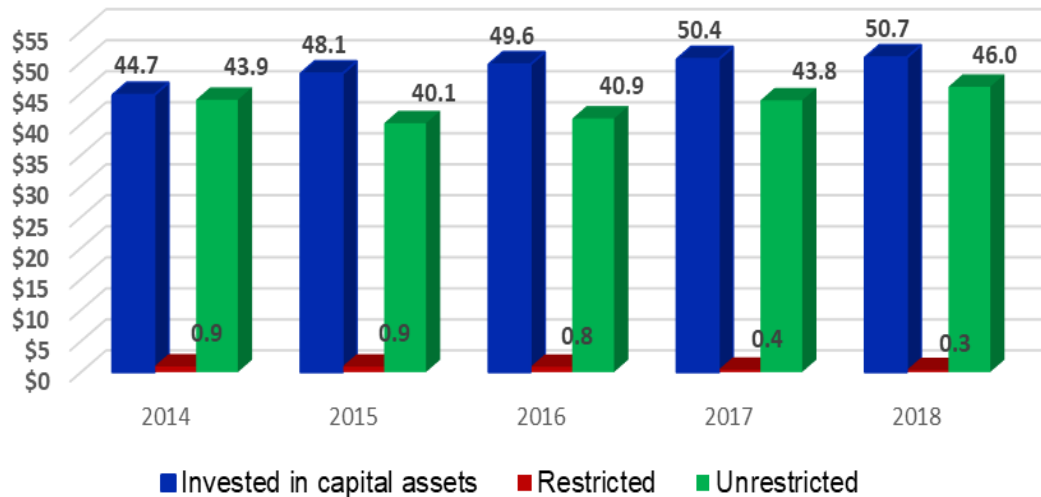
Capital assets make up (48.2%) or \$148.5 million. This represents the City's investment in capital assets (e.g., land, buildings, machinery and equipment). Net Capital assets are reported less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets 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, \$7.0 million (3.8%) represents resources that are subject to external restrictions on how they may be used. The unrestricted net position of the City's utility funds, \$46.0 million (47.4%) may be used to meet the government's ongoing obligations to citizens and creditors. Of the \$25.8 million of unrestricted net position attributed to governmental activities, \$11.1 million represents the unrestricted net position of the City's internal service funds.

Governmental Activities - Total Net Position amounts in millions



Business-type Activities - Total Net Position amounts in millions



B. Analysis of Changes in Net position

As presented in Table 2, the City of Englewood's overall net position increased by \$15.7 million during 2018. This change is explained in the governmental and business-type activities discussion below.

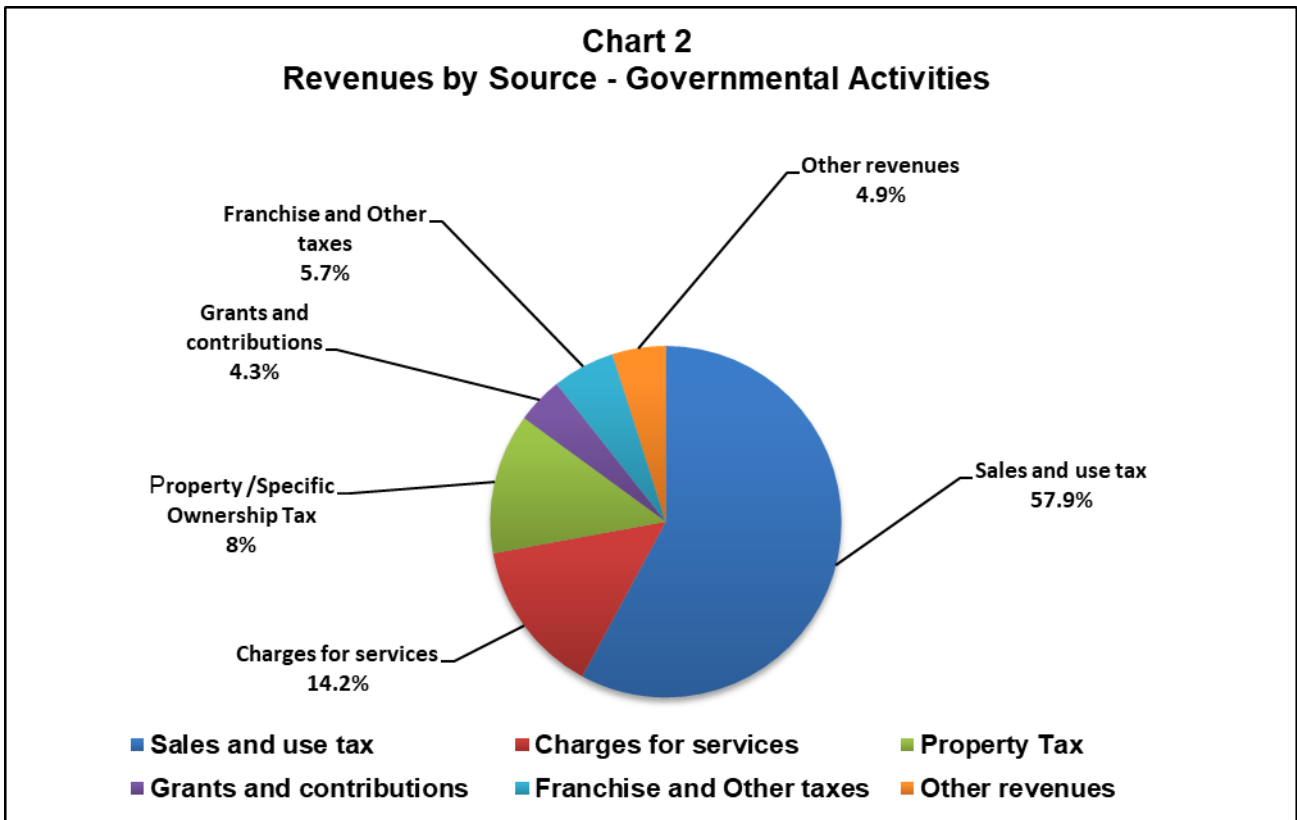
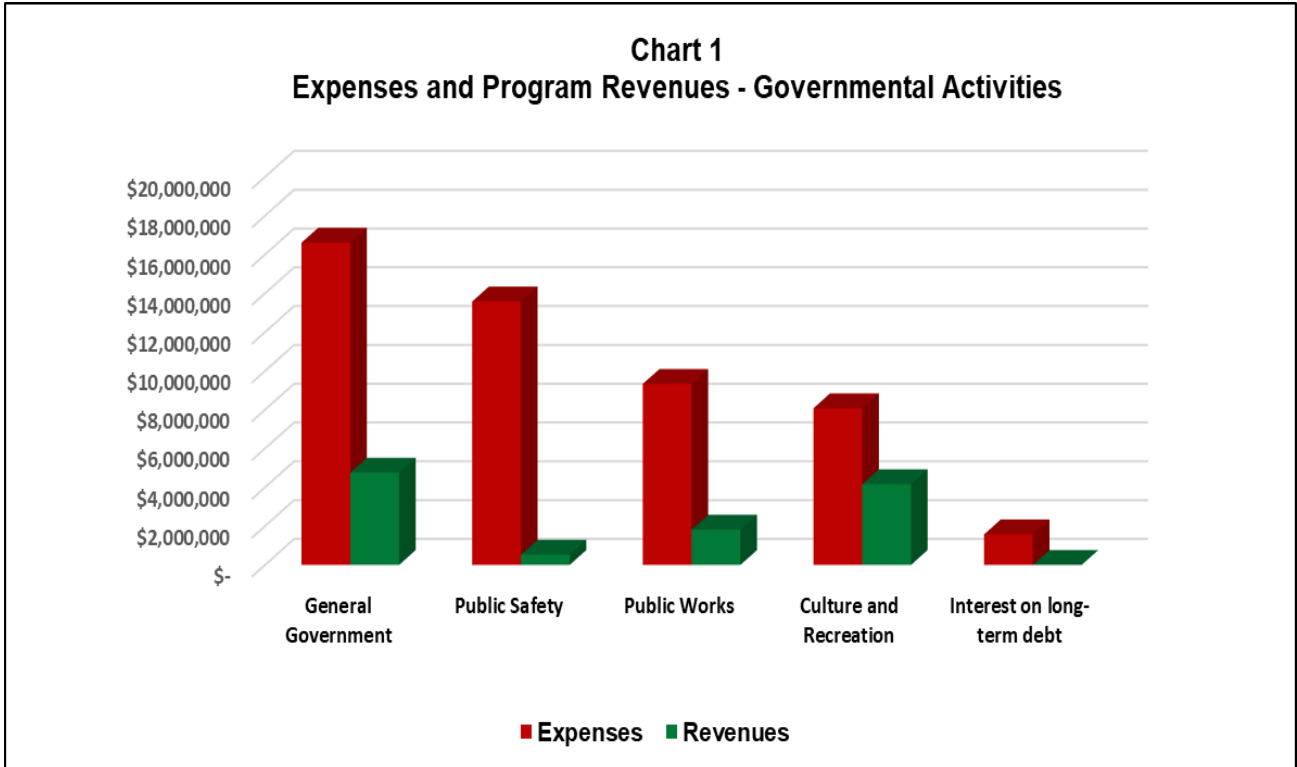
Governmental Activities

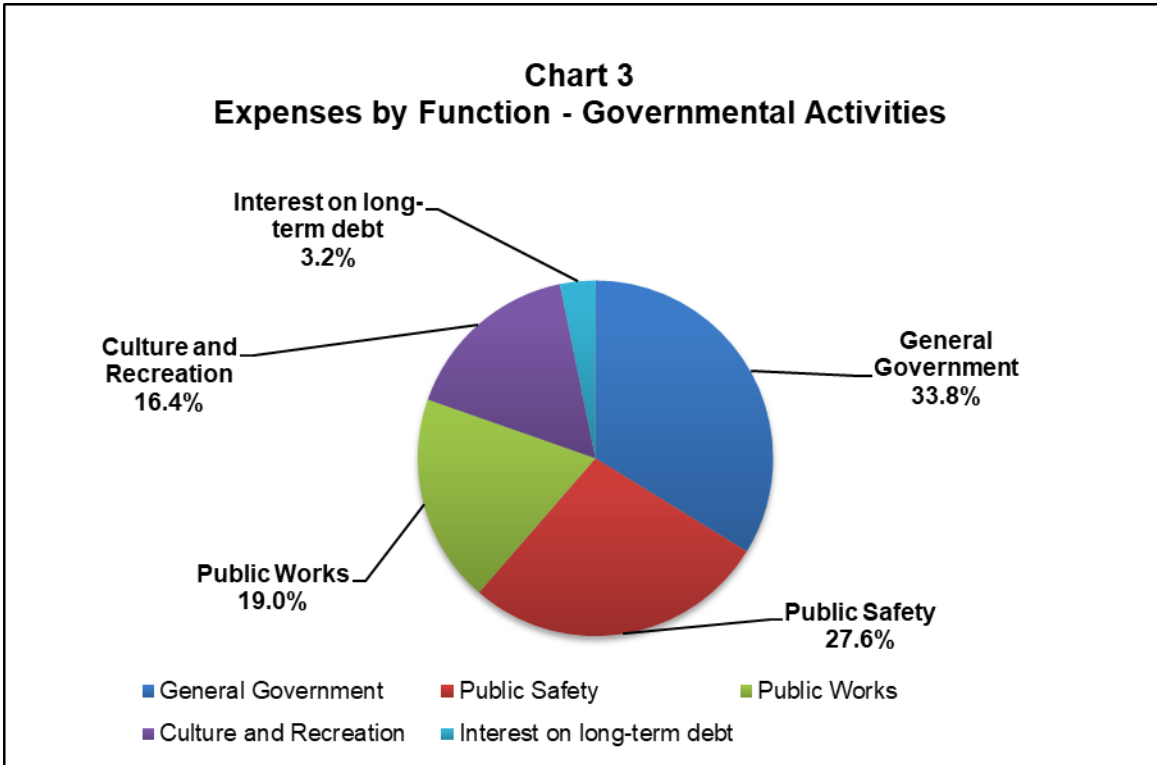
- Net position of governmental activities increased by \$13.3 million during 2018.
- Governmental revenues increased by approximately \$4.8 million or 5.4% compared to 2017. This increase is due primarily a stronger local economy and higher tax collections in 2018.
- Governmental expenses decreased by approximately \$2.0 million or 2.5% from 2017.

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

	Governmental		Business-type		Total	
	Activities		Activities		Primary Government	
	2018	2017	2018	2017	2018	2017
Revenues						
Program revenues						
Permits, fees, fines and charges for services	\$ 8,664,972	\$ 9,514,686	\$ 29,400,838	\$ 29,185,187	\$ 38,065,810	\$ 38,699,873
Operating grants and contributions	2,603,627	3,636,871	115,000	114,750	2,718,627	3,751,621
Capital grants and contributions	-	-	710,060	1,005,486	710,060	1,005,486
General Revenues						
Taxes	46,667,001	42,868,732	-	-	46,667,001	42,868,732
Grants and contributions not restricted to specific programs	-	50,567	-	-	-	50,567
Investment earnings	1,025,487	347,915	441,076	185,723	1,466,563	533,638
Other	3,007,780	968,739	-	-	3,007,780	968,739
Total revenues	<u>61,968,867</u>	<u>57,387,510</u>	<u>30,666,974</u>	<u>30,491,146</u>	<u>92,635,841</u>	<u>87,878,656</u>
Expenses						
General government	16,521,301	17,347,576	-	-	16,521,301	17,347,576
Public Safety	13,579,629	14,176,150	-	-	13,579,629	14,176,150
Public works	9,334,763	9,587,168	-	-	9,334,763	9,587,168
Culture and recreation	8,050,338	9,442,157	-	-	8,050,338	9,442,157
Interest on long-term debt	1,581,265	1,182,611	-	-	1,581,265	1,182,611
Water	-	-	8,194,041	8,456,592	8,194,041	8,456,592
Sewer	-	-	16,158,306	15,597,319	16,158,306	15,597,319
Golf Course	-	-	2,083,281	1,975,825	2,083,281	1,975,825
Storm	-	-	323,719	209,270	323,719	209,270
Concrete	-	-	692,849	556,864	692,849	556,864
Housing rehabilitation	-	-	321,576	388,281	321,576	388,281
Total expenses	<u>49,067,296</u>	<u>51,735,662</u>	<u>27,773,772</u>	<u>27,184,151</u>	<u>76,841,068</u>	<u>78,919,813</u>
Increase (decrease) in Net Position before special items and transfers	<u>12,901,571</u>	<u>5,651,848</u>	<u>2,893,202</u>	<u>3,306,995</u>	<u>15,794,773</u>	<u>8,958,843</u>
Transfers	500,000	-	(500,000)	-	-	-
Change in Net Position	<u>13,401,571</u>	<u>5,651,848</u>	<u>2,393,202</u>	<u>3,306,995</u>	<u>15,794,773</u>	<u>8,958,843</u>
Net Position - beginning	71,781,782	66,129,934	94,629,980	91,322,985	166,411,762	157,452,919
Net Position - ending	<u>\$ 85,183,353</u>	<u>\$ 71,781,782</u>	<u>\$ 97,023,182</u>	<u>\$ 94,629,980</u>	<u>\$ 182,206,535</u>	<u>\$ 166,411,762</u>

The following graphs provide visual representations of the expenses and revenues for governmental activities for 2018.





Business-type Activities

Overall the Business-type activities increased the total net position of the City by \$2.4 million in 2018.

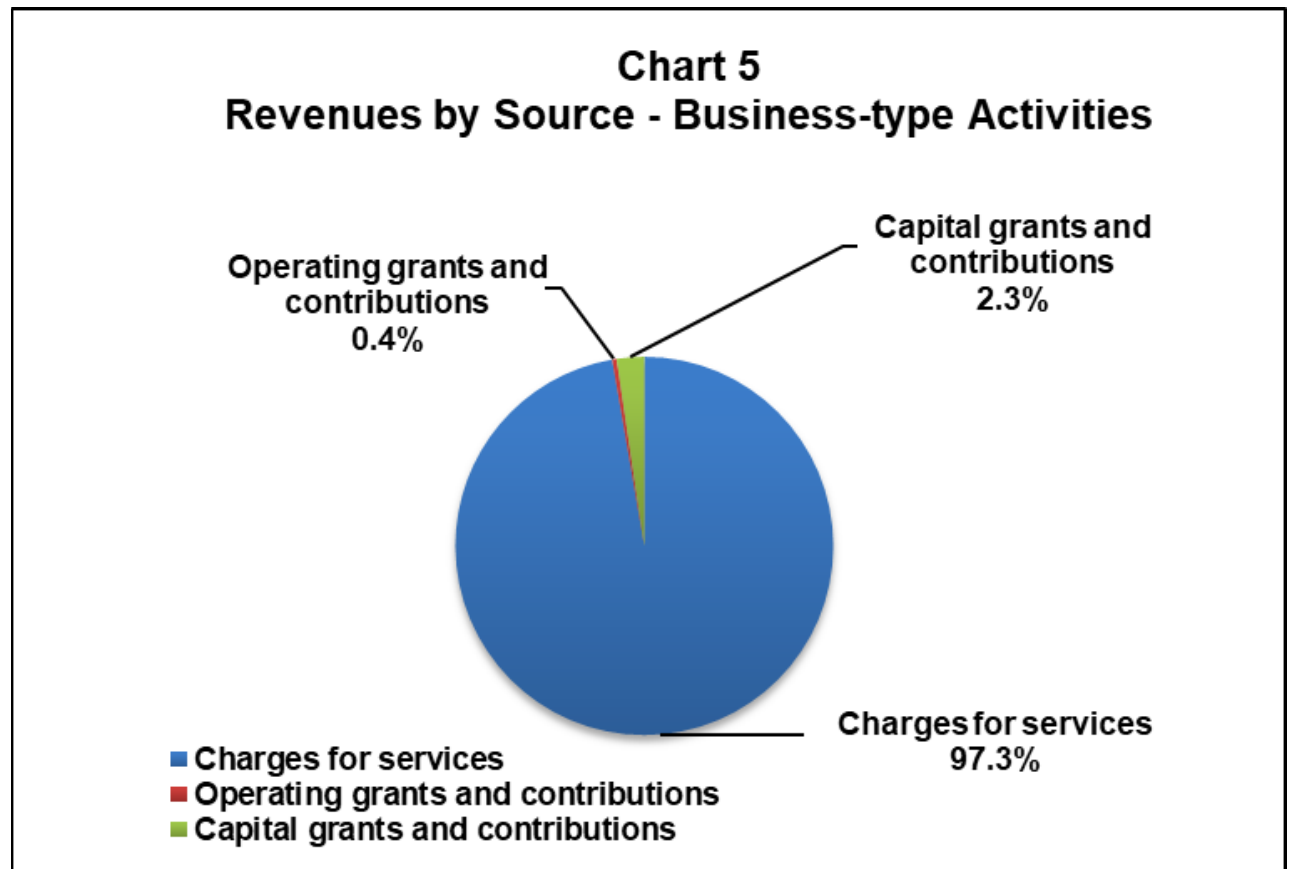
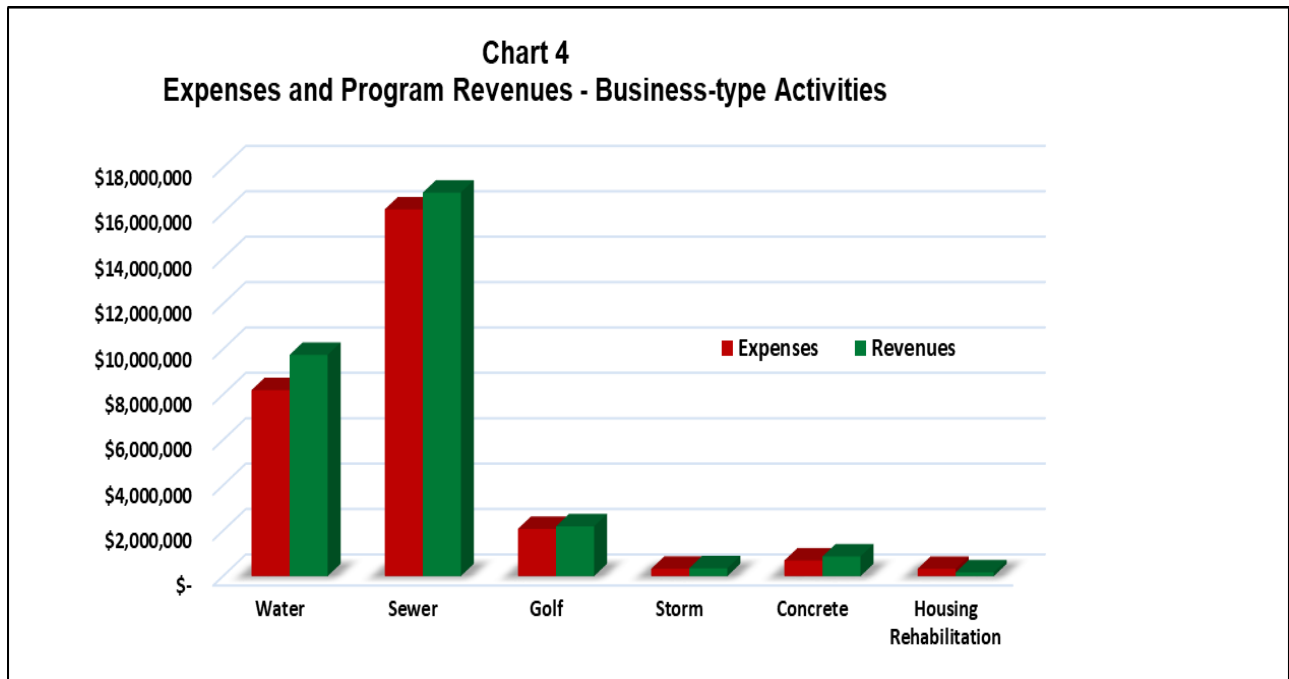
The *water fund* experienced an increase in net position of \$1.7 million compared to an increase of \$1.2 million in 2017. Water rates were last increased 7% on January 1, 2011. An increase in raw water sales and a modest increase in operating expenses left the fund with a net operating income of \$1.4 million. This, along with earnings on investments and other income covered the interest on long-term debt of \$317,921.

The *sewer fund* saw an increase in net position of \$764,000 compared to an increase of \$1.4 million in 2017. The fund experienced net operating income of \$3.9 million in 2018 compared to \$2.7 million in 2017. 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 2015 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 an increase in net position of \$138,000 compared to an increase of \$91,700 in 2017. Weather conditions play an important factor for the golf course's revenues and in 2018 conditions were more favorable than 2017.

The *storm drainage*, and *concrete utility* funds had net position increases of \$41,000 and \$192,000 respectively when compared to 2017 and the *housing rehabilitation fund* had a decrease in net position of \$643,000 when compared to 2017.

The following graphs provide visual representations of the expenses and revenues for business-type activities for 2018.



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, 2018, the City's governmental funds reported combined ending fund balances of \$48.5 million, a decrease of \$10.0 million, or 17.1%, compared to 2017. \$30.4 million (62.7%) constitutes *committed, assigned and unassigned balances*, which are available for spending at the City's discretion. Of the *committed* fund balance, \$5.0 million is for the Long Term Asset Reserve (LTAR) balance. The remainder of fund balance is *restricted* for the following purposes:

Restricted for parks and recreation	\$3,800,000
Restricted for law enforcement	11,400,000
Restricted for debt service	1,098,000
Restricted for TABOR emergency	1,740,000

The General Fund is the primary operating fund of the City. At the end of 2018, *unassigned* fund balance of the General Fund was \$13.7 million while total fund balance was \$20.4 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 30.7% of total General Fund expenditures, up from 21.1% in 2017, while total fund balance represents 62.0% of that same amount (up from 32.6% in 2017).

The Police Headquarters Construction Fund was created in 2018 to account for the construction of a new police headquarters building. General Obligation bonds were issued in the amount of \$27,000,000 which will be used to fund the construction. At December 31, 2018 the fund had a total fund balance of \$14,583,610.

The total fund balance of the City's General Fund increased by \$6.3 million during 2018. Revenues increased by \$4.6 million or approximately 9.2% and expenditures increased \$1.3 million 2.9%. Key factors are as follows:

- Sales and use tax collections increased 9.8% or \$2.7 million compared to 2017 due mainly to strong economic conditions.
- Net transfers amounting to \$379,728 were made out of the General Fund in 2018. The primary purpose of the transfers out of the General Fund in 2018 were to fund capital projects.

The original 2018 expenditure budget adopted in 2017 for the General Fund was \$47,301,920. Supplemental appropriations of \$371,382 were made during 2018 and consisted primarily of the following:

- \$298,000 for expenditures relating to various police department grants-fully offset by grant revenues

Actual expenditures were \$3.1 million less than the final amended budget amount, a 6.5% variance. This is primarily due to cost savings throughout all Departments.

Actual revenues were \$3.7 million more than the final amended budget amount, a 7.6% variance. Variances were seen in the following areas:

- Higher sales tax collections due to audit compliance and strong economic conditions

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

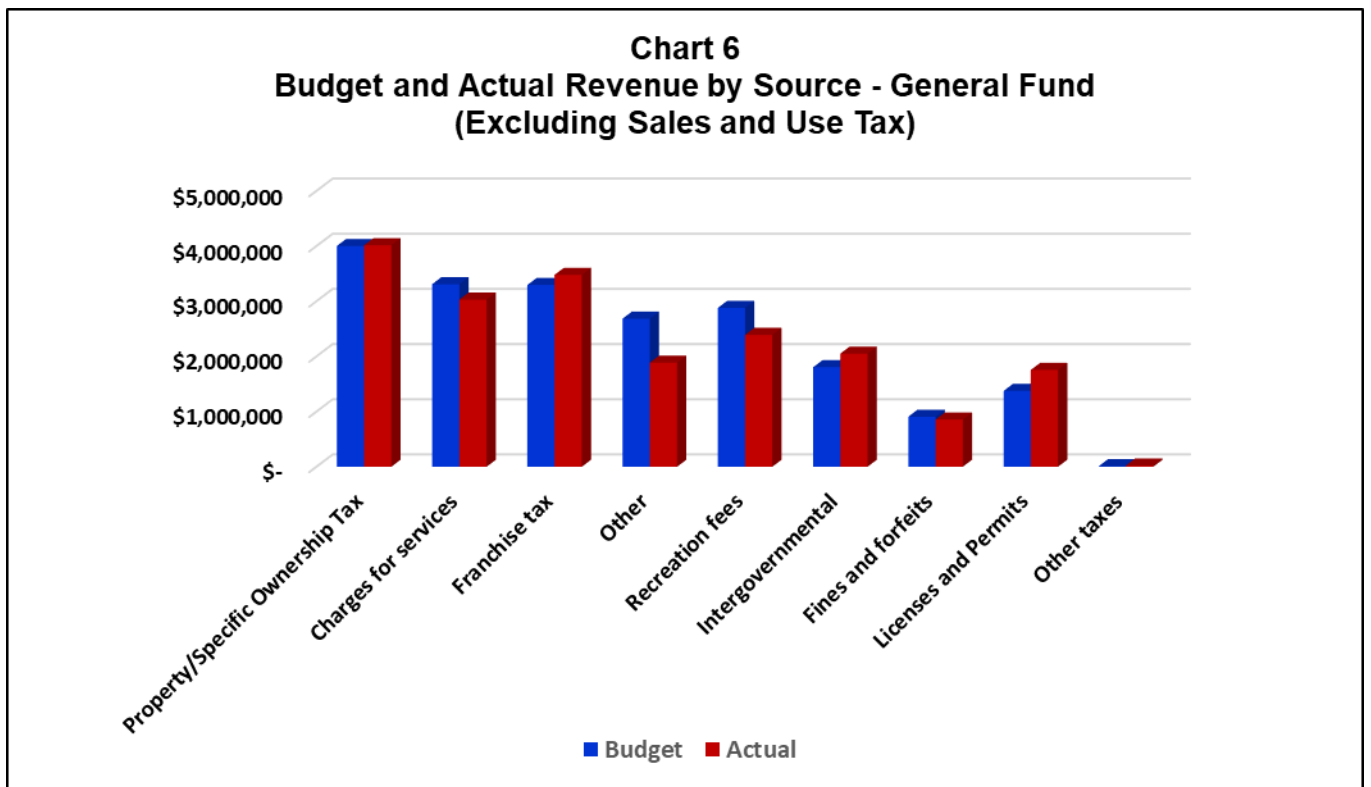


Chart 7
Budget and Actual Expenditures by Department, less Transfers - General Fund

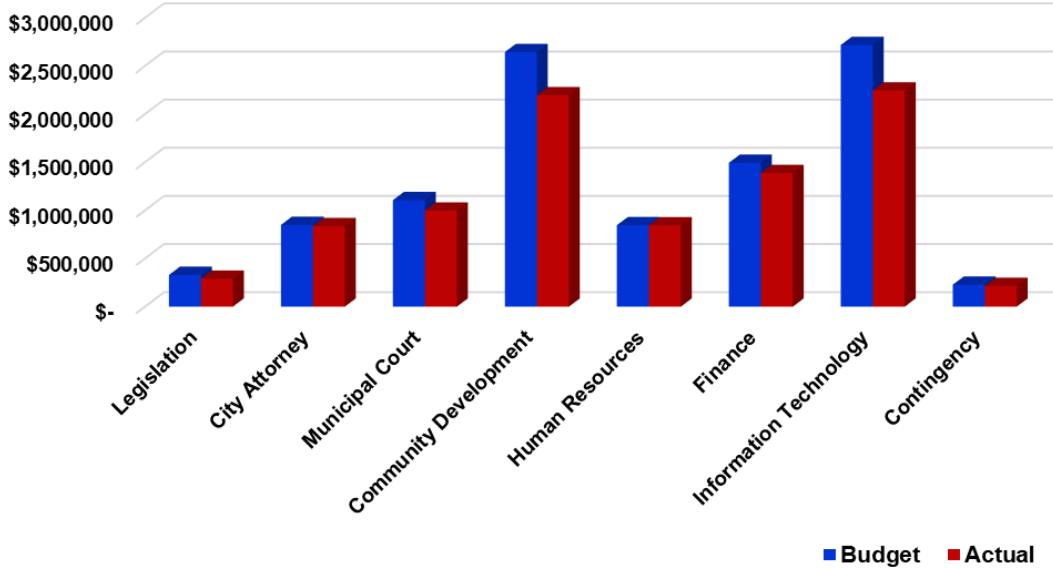
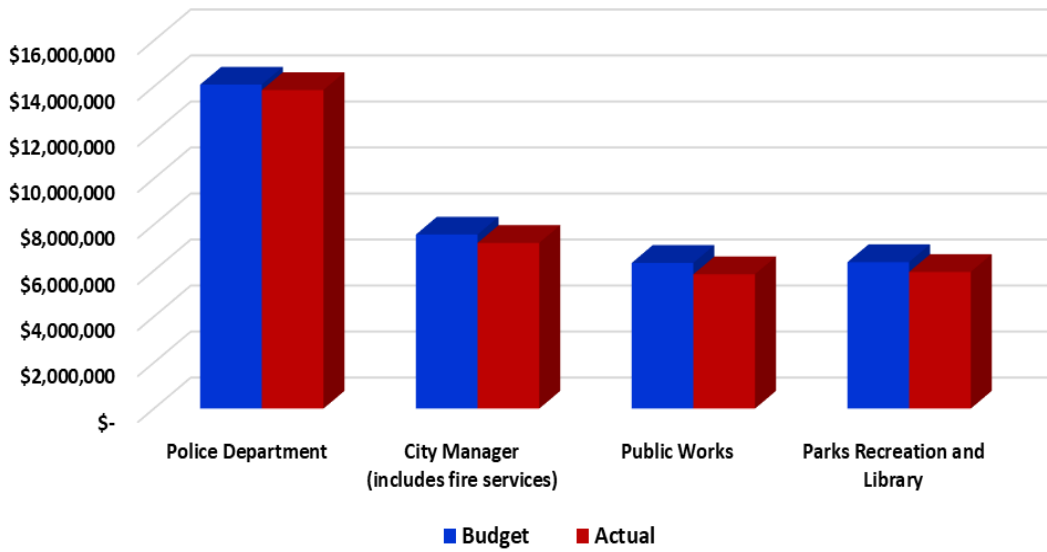
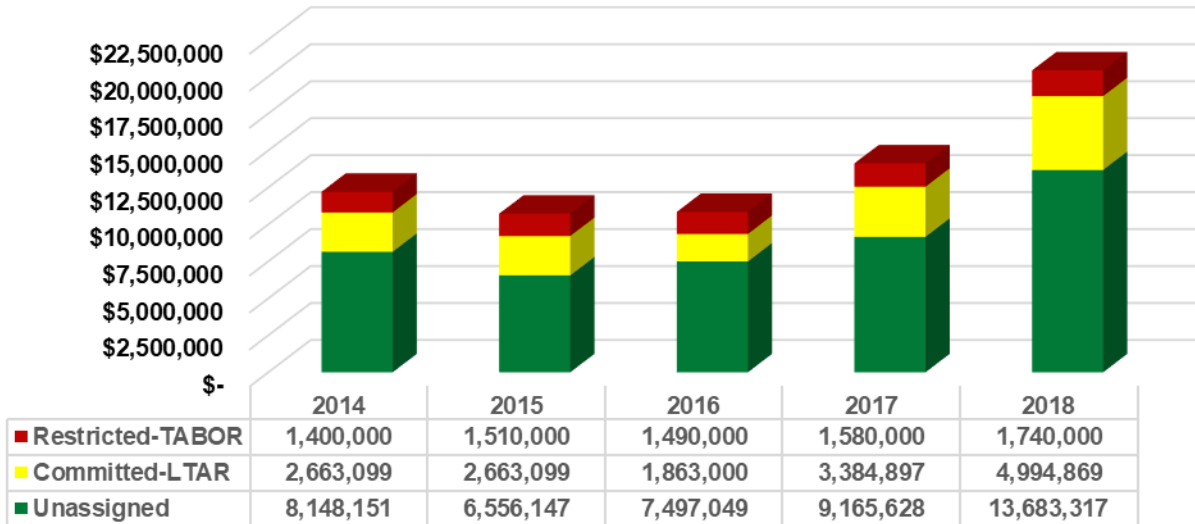


Chart 7
(Continued)



**Chart 8
Components of General Fund Balance
2013- 2017**



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, 2018 follow:

	Net Position	Change in Net Position
Water	\$ 36,558,510	\$ 1,653,146
Sewer	27,344,132	764,198
Golf	13,263,594	137,894
Storm drainage	2,769,403	40,629
Concrete utility	13,077,699	191,602
Housing rehabilitation	2,676,845	(642,912)
Total net position	<u>\$ 95,690,183</u>	<u>\$ 2,144,557</u>

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, 2018 amounts to \$149 million (net of accumulated depreciation). This investment in capital assets includes land, plant, buildings, improvements, machinery and equipment, roads and bridges. The total increase in capital assets for the current year was \$15.9 million, or 12.0%. Net capital assets of governmental activities increased approximately \$1.1 million while business-type activities decreased by \$16.8 million.

Major capital asset activity during 2018 included the following:

Governmental Activities:

- \$14.0 million in new construction related to the new Police Headquarters building

Business-type Activities

- \$695,000 in new concrete sidewalks and alley pans were installed in the City
- \$397,000 was spent on storm drain repairs at Oxford Station
- These additions were offset by \$6.0 million of depreciation on existing assets

The following tables provide comparative information on the City's capital assets for 2018 and 2017:

Capital Assets at Year-end (Net of Depreciation)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2018	2017	2018	2017	2018	2017
Land and improvements	\$ 15,558,961	\$ 15,558,961	\$ 11,522,825	\$ 11,522,825	\$ 27,081,786	\$ 27,081,786
Works of art	273,750	273,750	-	-	273,750	273,750
Raw water	-	-	6,235,211	6,235,211	6,235,211	6,235,211
Infrastructure	10,403,203	11,523,357	27,833,852	27,395,957	38,237,055	38,919,314
Improvements	6,022,920	5,878,933	13,861,064	14,064,346	19,883,984	19,943,279
Buildings	25,597,682	25,772,634	3,660,164	4,336,903	29,257,846	30,109,537
Machinery and equipment	5,414,742	5,272,951	742,625	791,935	6,157,367	6,064,886
Construction in process	21,375,398	3,527,244	-	428,320	21,375,398	3,955,564
Total capital assets	<u>\$ 84,646,656</u>	<u>\$ 67,807,829</u>	<u>\$ 63,855,741</u>	<u>\$ 64,775,497</u>	<u>\$ 148,502,397</u>	<u>\$ 132,583,326</u>

Additional information on capital assets can be found in the notes to the financial statements (Note 2C).

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	Aa3
General Obligation Water *	AA	Aa2
Golf Course Enterprise	Not requested	Not requested
Storm Water Enterprise	Not requested	Not requested

* Ratings were upgraded by Standard and Poors in 2014

* Ratings were upgraded by Moody's in 2018

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 \$156.8 million, which is significantly in excess of the City's actual outstanding general obligation debt that is subject to this limitation of \$40.6 million.

At the end of 2018, the City had total long-term debt of \$84.7 million as follows:

Outstanding Debt, at Year-end

	Governmental Activities		Business-type Activities		Total Primary Government	
	2018	2017	2018	2017	2018	2017
General obligation bonds	\$ 30,035,000	\$ 31,810,000	\$ 10,530,000	\$ 10,690,000	\$ 40,565,000	\$ 42,500,000
Revenue bonds	-	-	2,395,000	2,595,000	2,395,000	2,595,000
Capital leases	7,668,888	9,036,401	-	-	7,668,888	9,036,401
Premiums	5,659,618	5,877,400	430,400	462,548	6,090,018	6,339,948
Notes payable	-	-	25,155,051	29,483,178	25,155,051	29,483,178
Net OPEB Obligation	533,865	537,639	448,498	399,006	982,363	936,645
Compensated absences	1,563,690	1,772,971	247,338	306,062	1,811,028	2,079,033
Total outstanding debt	\$ 45,461,061	\$ 49,034,411	\$ 39,206,287	\$ 43,935,794	\$ 84,667,348	\$ 92,970,205

Additional information on the City's long-term obligations can be found in the notes to the financial statements (Note 2E and 2F).

Next Year's Budget

The **2019 Budget** is essentially "status quo." In other words, staffing and service levels are maintained as close to 2018 levels as possible while allowing for slight salary increases and inflationary adjustments commodities.

The following were the general guidelines for the 2019 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 2018 levels.
- Capital items were submitted separately, ranked by relative importance and included in the Multiple Year Capital Plan (MYCP).

The 2019 General Fund Budget projects a slight deficiency with expenditures over revenues in the amount of \$123,000. The proposed General Fund unassigned fund balance for 2019 is projected at 11.4% of projected revenues. The City adopted a new fund balance policy in 2018 that places a targeted fund balance in the General Fund equal to two months of operations or 16.7%.

Estimated Revenues

Before interfund transfers, total General Fund revenues are projected at \$49.5 million for 2019; this is a 10.0% increase from the 2018 revenue budget of \$47.4 million. Sales and use tax revenues, which comprised approximately 59% of General Fund revenues in 2018, are estimated at \$29.9 million for 2019, which is flat with 2018. The sales and use tax estimate is based on historical collections and projected economic conditions.

Expenditure Appropriations

2019 expenditure appropriations are projected at \$49.6 million.

Net Transfers

Transfers-out from the General Fund are anticipated to be \$3,100,000 in 2019. The transfers-in to the General Fund are estimated at \$123,338. After taking into account these net transfers to the General Fund, the projected operating deficiency for 2019 is \$3,099,739.

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 2019. Excluding personnel, fuel and energy costs, minimal increases are proposed for all other operating and maintenance costs for 2019.

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 16.7% unassigned and LTAR fund balance compared to total revenue. Looking to 2019 and beyond, the City will be actively looking for ways to reduce operating expenditures and identify new sources of revenues. 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.

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BASIC FINANCIAL STATEMENTS

CITY OF ENGLEWOOD, COLORADO
Statement of Net Position
December 31, 2018

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
Assets			
Cash and investments	\$ 42,323,701	\$ 30,752,858	\$ 73,076,559
Receivables:			
Property taxes	7,317,000	-	7,317,000
Sales and use taxes	4,772,124	-	4,772,124
Interest	192,890	99,741	292,631
Accounts	257,866	5,098,197	5,356,063
Intergovernmental	235,271	-	235,271
Other	-	434,740	434,740
Land held for resale	-	-	-
Internal balances	(1,332,999)	1,332,999	-
Inventories	149,750	304,582	454,332
Other assets	-	-	-
Equity in joint venture	-	46,916,866	46,916,866
Restricted assets - cash and investments	14,529,262	2,568,273	17,097,535
Noncurrent notes receivable	-	1,785,269	1,785,269
Net pension asset	1,614,322	-	1,614,322
Lease receivable	-	-	-
Capital assets not being depreciated	37,208,109	17,758,037	54,966,146
Capital assets, net of accumulated depreciation	47,438,547	46,097,704	93,536,251
Total assets	<u>154,705,843</u>	<u>153,149,266</u>	<u>307,855,109</u>
Deferred Outflows of Resources			
Pension related deferred outflows	5,258,135	2,130,389	7,388,524
Deferred charge on refunding	-	159,140	159,140
Total deferred outflows of resources	<u>5,258,135</u>	<u>2,289,529</u>	<u>7,547,664</u>
Liabilities			
Accounts payable	4,718,269	572,737	5,291,006
Accrued payroll and related liabilities	502,630	90,087	592,717
Unearned revenue	1,919,114	8,658,065	10,577,179
Other liabilities	49,301	3,213,814	3,263,115
Accrued interest payable	136,847	541,917	678,764
Claims payable	574,035	-	574,035
Noncurrent liabilities:			
Due within one year	4,021,586	3,752,428	7,774,014
Due in more than one year	53,170,853	40,691,555	93,862,408
Total liabilities	<u>65,092,635</u>	<u>57,520,603</u>	<u>122,613,238</u>
Deferred Inflows of Resources			
Deferred revenue-property tax	7,317,000	-	7,317,000
Pension related deferred inflows	2,370,990	895,010	3,266,000
Total deferred inflows of resources	<u>9,687,990</u>	<u>895,010</u>	<u>10,583,000</u>
Net Position			
Net investment in capital assets	52,705,091	50,696,090	103,401,181
Restricted for:			
Debt service	1,098,625	318,273	1,416,898
Parks and recreation	3,794,652	-	3,794,652
Law enforcement	2,447	-	2,447
TABOR emergencies	1,740,000	-	1,740,000
Unrestricted	25,842,538	46,008,819	71,851,357
Total net position	<u>\$ 85,183,353</u>	<u>\$ 97,023,182</u>	<u>\$ 182,206,535</u>

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

Component Units

EURA	EEF	EMRF
\$ 228,730	\$ 656,008	\$ 440,847
-	-	-
-	-	-
4,189	2,668	1,834
-	46,092	-
-	-	-
-	-	-
71,626	-	-
-	-	-
-	87,314	10,538
-	-	-
-	-	-
1,256,672	-	-
-	-	-
-	6,764,834	-
-	8,496,257	5,706,166
-	3,281,092	-
<u>1,561,217</u>	<u>19,334,265</u>	<u>6,159,385</u>
-	-	-
-	48,166	-
<u>-</u>	<u>48,166</u>	<u>-</u>
-	53,244	-
-	-	-
-	-	26,359
-	-	10,000
-	12,036	-
-	-	-
-	1,309,000	-
-	5,504,000	-
<u>-</u>	<u>6,878,280</u>	<u>36,359</u>
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
-	5,012,515	5,706,166
-	-	-
-	-	-
-	-	-
1,561,217	7,491,636	416,860
<u>\$ 1,561,217</u>	<u>\$ 12,504,151</u>	<u>\$ 6,123,026</u>

CITY OF ENGLEWOOD, COLORADO

**Statement of Activities
For the Year Ended December 31, 2018**

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	\$ 16,521,301	\$ 3,820,040	\$ 934,918	\$ -
Public safety	13,579,629	306,411	226,558	-
Public works	9,334,763	1,703,373	116,697	-
Culture and recreation	8,050,338	2,835,148	1,325,454	-
Interest and fiscal charges	1,581,265	-	-	-
Total governmental activities	<u>49,067,296</u>	<u>8,664,972</u>	<u>2,603,627</u>	<u>-</u>
Business-type Activities:				
Water	8,194,041	9,368,150	-	380,715
Sewer	16,158,306	16,571,232	-	329,345
Golf	2,083,281	2,195,610	-	-
Storm	323,719	347,979	-	-
Concrete	692,849	866,828	-	-
Housing Rehabilitation	321,576	51,039	115,000	-
Total business-type activities	<u>27,773,772</u>	<u>29,400,838</u>	<u>115,000</u>	<u>710,060</u>
Total primary government	<u>\$ 76,841,068</u>	<u>\$ 38,065,810</u>	<u>\$ 2,718,627</u>	<u>\$ 710,060</u>
Component Units:				
EURA	\$ 1,075	\$ -	\$ -	\$ -
EEF	2,187,364	1,531,228	-	-
EMRF	1,666,584	1,609,971	-	-
Total component units	<u>\$ 3,855,023</u>	<u>\$ 3,141,199</u>	<u>\$ -</u>	<u>\$ -</u>

General revenues:
 Property taxes
 Sales and use taxes
 Franchise tax and other taxes
 Unrestricted investment earnings
 Miscellaneous
 Transfers, net
 Total general revenues
 Change in net position
 Net position - beginning
 Net position - ending

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

Net (Expense) Revenues and Change in Net Position

Primary Government			Component Units		
Governmental Activities	Business-Type Activities	Total	EURA	EEF	EMRF
\$ (11,766,343)		\$ (11,766,343)			
(13,046,660)		(13,046,660)			
(7,514,693)		(7,514,693)			
(3,889,736)		(3,889,736)			
(1,581,265)		(1,581,265)			
<u>(37,798,697)</u>		<u>(37,798,697)</u>			
-	\$ 1,554,824	1,554,824			
-	742,271	742,271			
-	112,329	112,329			
-	24,260	24,260			
-	173,979	173,979			
-	(155,537)	(155,537)			
-	<u>2,452,126</u>	<u>2,452,126</u>			
(37,798,697)	2,452,126	(35,346,571)			
			\$ (1,075)	\$ -	\$ -
			-	(656,136)	-
			-	-	(56,613)
			<u>(1,075)</u>	<u>(656,136)</u>	<u>(56,613)</u>
7,879,516	-	7,879,516	-	-	-
35,285,546	-	35,285,546	-	-	-
3,501,939	-	3,501,939	-	-	-
1,025,487	441,076	1,466,563	48,243	8,653	5,394
3,007,780	-	3,007,780	-	-	105,278
500,000	(500,000)	-	-	-	-
<u>51,200,268</u>	<u>(58,924)</u>	<u>51,141,344</u>	<u>48,243</u>	<u>8,653</u>	<u>110,672</u>
13,401,571	2,393,202	15,794,773	47,168	(647,483)	54,059
71,781,782	94,629,980	166,411,762	1,514,049	13,151,634	6,068,967
<u>\$ 85,183,353</u>	<u>\$ 97,023,182</u>	<u>\$ 182,206,535</u>	<u>\$ 1,561,217</u>	<u>\$ 12,504,151</u>	<u>\$ 6,123,026</u>

CITY OF ENGLEWOOD, COLORADO

**Balance Sheet
Governmental Funds
December 31, 2018**

	General	Police Headquarters Construction	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and investments	\$ 18,525,917	\$ -	\$ 17,080,383	\$ 35,606,300
Receivables:				
Property taxes	4,018,000	-	3,299,000	7,317,000
Sales and use taxes	4,574,076	-	198,048	4,772,124
Interest	57,700	54,348	59,817	171,865
Accounts	231,875	-	-	231,875
Intergovernmental	225,498	-	9,773	235,271
Restricted assets - cash and investments	-	14,529,262	-	14,529,262
Total assets	<u>\$ 27,633,066</u>	<u>\$ 14,583,610</u>	<u>\$ 20,647,021</u>	<u>\$ 62,863,697</u>
Liabilities				
Accounts payable	\$ 760,647	\$ 3,161,669	\$ 700,042	\$ 4,622,358
Accrued payroll and related liabilities	488,393	-	-	488,393
Unearned revenue	1,900,000	-	19,114	1,919,114
Other liabilities	47,840	-	1,461	49,301
Total liabilities	<u>3,196,880</u>	<u>3,161,669</u>	<u>720,617</u>	<u>7,079,166</u>
Deferred Inflows of Resources				
Deferred revenue-property tax	4,018,000	-	3,299,000	7,317,000
Fund Balances				
Restricted for:				
Parks and recreation	-	-	3,794,652	3,794,652
Law enforcement	-	11,421,941	2,447	11,424,388
Debt service	-	-	1,098,625	1,098,625
Tabor emergencies	1,740,000	-	-	1,740,000
Committed to:				
Capital projects	-	-	10,639,051	10,639,051
Parks and recreation	-	-	484,059	484,059
Long term asset reserve	4,994,869	-	-	4,994,869
Assigned to:				
Parks and recreation	-	-	481,880	481,880
Law enforcement	-	-	35,724	35,724
Other purposes	-	-	90,966	90,966
Subsequent year appropriation of fund balance	3,099,739	-	-	3,099,739
Unassigned	10,583,578	-	-	10,583,578
Total fund balances	<u>20,418,186</u>	<u>11,421,941</u>	<u>16,627,404</u>	<u>48,467,531</u>
Total liabilities deferred inflows and fund balances	<u>\$ 27,633,066</u>	<u>\$ 14,583,610</u>	<u>\$ 20,647,021</u>	<u>\$ 62,863,697</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, 2018**

Total fund balances for governmental funds		\$ 48,467,531
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 total:		79,707,743
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:		
Bonds payable	(35,694,618)	
Capital leases	(7,668,888)	
Compensated absences	(1,484,090)	
Postemployment benefits	<u>(533,865)</u>	(45,381,461)
Other long-term liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. This amount represents pension assets and liabilities and the related deferred inflows and outflows.		(7,229,911)
Interest on long-term debt is not accrued in the funds, but rather is recognized as an expenditure when due.		(136,847)
Internal Service Funds are used by management to charge the costs of fleet management, print management, and insurance to individual funds. A portion of the assets and liabilities of internal service funds are included in governmental activities in the statement of net position.		<u>9,756,298</u>
Net position of governmental activities		<u><u>\$ 85,183,353</u></u>

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, 2018**

	<u>General</u>	<u>Police Headquarters Construction</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues				
Property taxes	\$ 4,553,541	\$ -	\$ 3,325,975	\$ 7,879,516
Sales and use taxes	30,662,739	-	4,622,807	35,285,546
Franchise and other taxes	3,501,939	-	-	3,501,939
Licenses and permits	1,755,377	-	-	1,755,377
Intergovernmental revenue	2,049,681	-	1,760,730	3,810,411
Charges for services	5,420,612	-	13,450	5,434,062
Fines and forfeitures	856,406	-	-	856,406
Net investment income	261,941	409,555	260,478	931,974
Contributions from component unit-EMRF	1,609,971	-	-	1,609,971
Other	574,070	-	60,770	634,840
Total revenue	<u>51,246,277</u>	<u>409,555</u>	<u>10,044,210</u>	<u>61,700,042</u>
Expenditures				
Current:				
General government	16,218,069	-	799,172	17,017,241
Public safety	13,848,526	-	362,187	14,210,713
Public works	5,839,814	-	2,161,789	8,001,603
Culture and recreation	7,110,945	-	419,255	7,530,200
Capital outlay	-	19,478,917	995,406	20,474,323
Debt service:				
Principal	1,367,513	-	1,775,000	3,142,513
Interest and other fiscal charges	194,021	106,095	1,506,651	1,806,767
Total expenditures	<u>44,578,888</u>	<u>19,585,012</u>	<u>8,019,460</u>	<u>72,183,360</u>
Excess revenues over (under) expenditures	<u>6,667,389</u>	<u>(19,175,457)</u>	<u>2,024,750</u>	<u>(10,483,318)</u>
Other financing sources (uses)				
Transfers in	120,272	-	2,667,052	2,787,324
Transfers out	(500,000)	-	(1,787,324)	(2,287,324)
Total other financing sources (uses)	<u>(379,728)</u>	<u>-</u>	<u>879,728</u>	<u>500,000</u>
Net change in fund balances	6,287,661	(19,175,457)	2,904,478	(9,983,318)
Fund balances - beginning	<u>14,130,525</u>	<u>30,597,398</u>	<u>13,722,926</u>	<u>58,450,849</u>
Fund balances - ending	<u>\$ 20,418,186</u>	<u>\$ 11,421,941</u>	<u>\$ 16,627,404</u>	<u>\$ 48,467,531</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, 2018**

Net Change in fund balances-total governmental funds		\$ (9,983,318)
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 \$20,502,219 exceeded depreciation (\$3,234,815) in the current period.		
	17,267,404	
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	178,511	
Net pension income/(expense) adjustment	1,714,067	
Adjustment to postemployment benefit obligation	3,774	1,896,352
The issuance of long-term debt provide 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	1,775,000	
Capital leases and other bonds	1,367,513	3,142,513
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	7,720	
Amortization of premium	217,782	225,502
Internal service funds are used by management to charge the costs of fleet management, printing management, and insurance to individual funds. A portion of the net revenue of internal service funds is reported with governmental activities.		
		853,118
Change in net position of governmental activities		\$ 13,401,571

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, 2018**

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Golf	Storm Drainage
Assets				
Current assets:				
Cash and investments - unrestricted	\$ 13,687,187	\$ 12,671,006	\$ 1,474,013	\$ 975,319
Cash and investments - restricted:				
Loan operations and maintenance account	-	1,250,000	-	-
Joint venture capital reserve	-	1,000,000	-	-
Interest receivable	41,249	43,045	5,127	3,637
Accounts receivable	1,258,078	3,741,441	-	17,239
Other receivables	91,241	343,499	-	-
Inventory	242,194	3,871	58,517	-
Total current assets	<u>15,319,949</u>	<u>19,052,862</u>	<u>1,537,657</u>	<u>996,195</u>
Noncurrent assets:				
Cash and investments - restricted:				
Revenue bond future debt service	-	-	215,773	102,500
Equity in joint venture	-	46,916,866	-	-
Notes receivable	-	-	-	-
Capital assets not being depreciated	7,287,297	59,500	10,411,240	-
Capital assets, net of accumulated depreciation	<u>26,989,107</u>	<u>1,499,165</u>	<u>3,473,913</u>	<u>2,048,706</u>
Total assets	<u>49,596,353</u>	<u>67,528,393</u>	<u>15,638,583</u>	<u>3,147,401</u>
Deferred Outflows of Resources				
Pension related deferred outflows	731,649	1,398,740	-	-
Deferred loss on refunding	<u>107,871</u>	<u>-</u>	<u>51,269</u>	<u>-</u>
Total deferred outflows of resources	<u>839,520</u>	<u>1,398,740</u>	<u>51,269</u>	<u>-</u>

Business-type Activities - Enterprise Funds			Governmental
Concrete	Housing		Activities
Utility	Rehabilitation	Total	Internal Service
			Funds
\$ 1,033,763	\$ 911,570	\$ 30,752,858	\$ 6,717,401
-	-	1,250,000	-
-	-	1,000,000	-
3,717	2,966	99,741	21,025
52,120	29,319	5,098,197	25,991
-	-	434,740	-
-	-	304,582	149,750
<u>1,089,600</u>	<u>943,855</u>	<u>38,940,118</u>	<u>6,914,167</u>
-	-	318,273	-
-	-	46,916,866	-
-	1,785,269	1,785,269	-
-	-	17,758,037	521,199
12,086,813	-	46,097,704	4,417,714
<u>13,176,413</u>	<u>2,729,124</u>	<u>151,816,267</u>	<u>11,853,080</u>
-	-	2,130,389	-
-	-	159,140	-
-	-	<u>2,289,529</u>	-

(Continued)

CITY OF ENGLEWOOD, COLORADO

**Statement of Net Position
Proprietary Funds
December 31, 2018
(Continued)**

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Golf	Storm Drainage
Liabilities				
Current liabilities:				
Accounts payable	\$ 352,060	\$ 8,246	\$ 90,575	\$ 23,263
Accrued wages and related liabilities	46,935	19,531	13,608	2,475
Unearned revenue	37,596	8,446,474	105,411	25,798
Other current liabilities	-	3,149,819	61,919	-
Accrued interest payable	182,939	348,923	9,381	674
Compensated absences - current	74,172	26,331	23,166	-
General Obligation bonds payable - current	170,000	-	-	-
Revenue bonds payable - current	-	-	95,000	105,000
Notes payable - current	-	3,258,759	-	-
Total current liabilities	<u>863,702</u>	<u>15,258,083</u>	<u>399,060</u>	<u>157,210</u>
Noncurrent liabilities:				
General Obligation bonds payable	10,701,734	-	-	-
Revenue bonds payable	-	-	1,975,000	220,788
Notes payable	-	21,984,170	-	-
Pension liability	1,798,805	3,438,891	-	-
Compensated absences	74,172	26,332	23,165	-
Other post employment benefits payable	131,573	287,892	29,033	-
Total noncurrent liabilities	<u>12,706,284</u>	<u>25,737,285</u>	<u>2,027,198</u>	<u>220,788</u>
Total liabilities	<u>13,569,986</u>	<u>40,995,368</u>	<u>2,426,258</u>	<u>377,998</u>
Deferred Inflows of Resources				
Pension related deferred inflows	<u>307,377</u>	<u>587,633</u>	<u>-</u>	<u>-</u>
Net position				
Net investment in capital assets	23,512,541	1,558,665	11,815,153	1,722,918
Restricted for:				
Debt service	-	-	215,773	102,500
Unrestricted	13,045,969	25,785,467	1,232,668	943,985
Total net position	<u>\$ 36,558,510</u>	<u>\$ 27,344,132</u>	<u>\$ 13,263,594</u>	<u>\$ 2,769,403</u>

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

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
<u>Concrete</u>	<u>Housing</u>		<u>Activities -</u>
<u>Utility</u>	<u>Rehabilitation</u>	<u>Total</u>	<u>Internal Service</u>
			<u>Funds</u>
\$ 48,390	\$ 50,203	\$ 572,737	\$ 95,911
7,538	-	90,087	14,237
42,786	-	8,658,065	-
-	2,076	3,213,814	574,035
-	-	541,917	-
-	-	123,669	39,800
-	-	170,000	-
-	-	200,000	-
-	-	3,258,759	-
<u>98,714</u>	<u>52,279</u>	<u>16,829,048</u>	<u>723,983</u>
-	-	10,701,734	-
-	-	2,195,788	-
-	-	21,984,170	-
-	-	5,237,696	-
-	-	123,669	39,800
-	-	448,498	-
-	-	40,691,555	39,800
<u>98,714</u>	<u>52,279</u>	<u>57,520,603</u>	<u>763,783</u>
-	-	895,010	-
12,086,813	-	50,696,090	4,938,913
-	-	318,273	-
990,886	2,676,845	44,675,820	6,150,384
<u>\$ 13,077,699</u>	<u>\$ 2,676,845</u>	<u>95,690,183</u>	<u>\$ 11,089,297</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds		<u>1,332,999</u>	
Net position of business type activities		<u>\$ 97,023,182</u>	

CITY OF ENGLEWOOD, COLORADO

**Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2018**

	Business-type Activities-Enterprise Funds			
	Water	Sewer	Golf	Storm Drainage
Operating revenues				
Charges for sales and services:				
Service fees	\$ 6,469,563	\$ 16,458,111	\$ 1,845,338	\$ 347,979
Raw water sales	2,513,360	-	-	-
City ditch revenue	40,774	-	-	-
Concessions	-	-	232,289	-
Interest from notes	-	-	-	-
Other	344,453	113,121	56,142	-
Total operating revenues	<u>9,368,150</u>	<u>16,571,232</u>	<u>2,133,769</u>	<u>347,979</u>
Operating expenses				
Direct system operating costs:				
Source of supply	1,514,006	-	-	-
Power and pumping	682,114	-	-	-
Purification	2,214,006	-	-	-
Transmission and distribution	628,294	-	-	-
Storm drainage system	-	-	-	31,186
Total direct system operating costs	<u>5,038,420</u>	<u>-</u>	<u>-</u>	<u>31,186</u>
Littleton/Englewood WWTP operating expenses	-	9,291,698	-	-
Personnel services	530,826	1,143,914	885,096	108,891
Customer accounting and collection	461,585	1,103,054	-	-
Commodities and contractual services	658,771	524,814	638,531	82,177
Other	182,949	491,463	126,643	-
Depreciation	1,084,320	87,661	310,051	93,329
Total operating expenses	<u>7,956,871</u>	<u>12,642,604</u>	<u>1,960,321</u>	<u>315,583</u>
Operating income (loss)	<u>1,411,279</u>	<u>3,928,628</u>	<u>173,448</u>	<u>32,396</u>
Nonoperating revenues (expense)				
Net investment income	179,073	188,194	25,565	17,996
Grant income	-	-	-	-
Interest expense	(317,921)	(846,928)	(122,960)	(9,763)
Gain (loss) on disposition of assets	-	-	2,500	-
Littleton/Englewood WWTP capital contributions	-	(2,835,041)	-	-
Other, net	-	-	59,341	-
Total nonoperating revenues (expenses)	<u>(138,848)</u>	<u>(3,493,775)</u>	<u>(35,554)</u>	<u>8,233</u>
Income (loss) before contributions	<u>1,272,431</u>	<u>434,853</u>	<u>137,894</u>	<u>40,629</u>
Capital contributions - tap fees	380,715	329,345	-	-
Capital contributions - other	-	-	-	-
Transfers out	-	-	-	-
Change in net position	1,653,146	764,198	137,894	40,629
Total net position - beginning	34,905,364	26,579,934	13,125,700	2,728,774
Total net position - ending	<u>\$ 36,558,510</u>	<u>\$ 27,344,132</u>	<u>\$ 13,263,594</u>	<u>\$ 2,769,403</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	
\$ 866,828	\$ -	\$ 25,987,819	\$ 9,989,722
-	-	2,513,360	-
-	-	40,774	-
-	-	232,289	-
-	48,378	48,378	-
-	2,661	516,377	145,861
<u>866,828</u>	<u>51,039</u>	<u>29,338,997</u>	<u>10,135,583</u>
-	-	1,514,006	-
-	-	682,114	-
-	-	2,214,006	-
-	-	628,294	-
-	-	31,186	-
-	-	5,069,606	-
-	-	9,291,698	-
246,577	-	2,915,304	1,047,941
-	19,655	1,584,294	-
37,916	294,328	2,236,537	7,454,973
-	-	801,055	-
408,356	-	1,983,717	784,806
<u>692,849</u>	<u>313,983</u>	<u>23,882,211</u>	<u>9,287,720</u>
<u>173,979</u>	<u>(262,944)</u>	<u>5,456,786</u>	<u>847,863</u>
17,623	12,625	441,076	93,513
-	115,000	115,000	-
-	(7,593)	(1,305,165)	-
-	-	2,500	7,855
-	-	(2,835,041)	-
-	-	59,341	130,935
<u>17,623</u>	<u>120,032</u>	<u>(3,522,289)</u>	<u>232,303</u>
191,602	(142,912)	1,934,497	1,080,166
-	-	710,060	-
-	-	-	21,596
-	(500,000)	(500,000)	-
191,602	(642,912)	2,144,557	1,101,762
12,886,097	3,319,757		9,987,535
<u>\$ 13,077,699</u>	<u>\$ 2,676,845</u>		<u>\$ 11,089,297</u>

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

248,645

Change in net position of business-type activities

\$ 2,393,202

CITY OF ENGLEWOOD, COLORADO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2018**

	Business-type Activities-Enterprise Funds		
	Water	Sewer	Golf Course
Cash flows from operating activities			
Cash received from customers	\$ 9,390,056	\$ 16,892,011	\$ 1,997,367
Collections of program loan principal	-	-	-
Interest received from borrowers	-	-	-
Cash payments to suppliers for goods and services	(4,419,305)	(11,409,413)	(689,657)
Cash payments to employees for services	(2,444,689)	(1,049,149)	(875,748)
Other cash received	-	-	59,341
Net cash provided (used) by operating activities	<u>2,526,062</u>	<u>4,433,449</u>	<u>491,303</u>
Cash flows from noncapital financing activities			
Operating grants received	-	-	-
Joint Venture investment	-	(2,242,327)	-
Principal paid on debt obligation	-	-	-
Interest paid on debt obligation	-	-	-
Transfers to other funds	-	-	-
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>(2,242,327)</u>	<u>-</u>
Cash flows from capital and related financing activities			
Contributed capital	380,715	329,345	-
Proceeds from sale of assets	-	-	2,500
Acquisition and construction of capital assets	(129,258)	-	(63,790)
Principal paid on long-term debt	(983,071)	(3,162,441)	(95,000)
Interest paid on long-term debt	(319,571)	(917,700)	(115,665)
Net cash (used) by capital related financing activities	<u>(1,051,185)</u>	<u>(3,750,796)</u>	<u>(271,955)</u>
Cash flows from investing activities			
Net investment income	179,613	192,355	25,201
Net cash provided by investing activities	<u>179,613</u>	<u>192,355</u>	<u>25,201</u>
Net increase (decrease) in cash and cash equivalents	1,654,490	(1,367,319)	244,549
Cash and cash equivalents - beginning	<u>12,032,697</u>	<u>16,288,325</u>	<u>1,445,237</u>
Cash and cash equivalents - ending	<u><u>\$ 13,687,187</u></u>	<u><u>\$ 14,921,006</u></u>	<u><u>\$ 1,689,786</u></u>

Business-type Activities-Enterprise Funds				Governmental Activities -
Storm Drainage	Concrete Utility	Housing Rehabilitation	Total	Internal Service Funds
\$ 353,687	\$ 840,216	\$ -	\$ 29,473,337	\$ 10,151,800
-	-	523,541	523,541	-
-	-	48,378	48,378	-
(283,822)	(12,047)	(260,385)	(17,074,629)	(7,722,961)
(116,294)	(240,342)	-	(4,726,222)	(1,082,713)
-	-	2,661	62,002	127,176
<u>(46,429)</u>	<u>587,827</u>	<u>314,195</u>	<u>8,306,407</u>	<u>1,473,302</u>
-	-	200,431	200,431	-
-	-	-	(2,242,327)	-
-	-	(693,196)	(693,196)	-
-	-	(7,593)	(7,593)	-
-	-	(500,000)	(500,000)	-
-	-	<u>(1,000,358)</u>	<u>(3,242,685)</u>	-
-	-	-	710,060	-
-	-	-	2,500	7,855
(175,823)	(695,092)	-	(1,063,963)	(334,632)
(105,000)	-	-	(4,345,512)	-
<u>(10,193)</u>	<u>-</u>	<u>-</u>	<u>(1,363,129)</u>	<u>-</u>
<u>(291,016)</u>	<u>(695,092)</u>	<u>-</u>	<u>(6,060,044)</u>	<u>(326,777)</u>
19,230	17,957	15,319	449,675	90,655
<u>19,230</u>	<u>17,957</u>	<u>15,319</u>	<u>449,675</u>	<u>90,655</u>
(318,215)	(89,308)	(670,844)	(546,647)	1,237,180
<u>1,396,034</u>	<u>1,123,071</u>	<u>1,582,414</u>	<u>33,867,778</u>	<u>5,480,221</u>
<u>\$ 1,077,819</u>	<u>\$ 1,033,763</u>	<u>\$ 911,570</u>	<u>\$ 33,321,131</u>	<u>\$ 6,717,401</u>

(Continued)

CITY OF ENGLEWOOD, COLORADO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2018
(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)	\$ 1,411,279	\$ 3,928,628	\$ 173,448
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	1,084,320	87,661	310,051
Miscellaneous income	-	-	59,341
Effect of changes in operating assets and liabilities:			
Accounts receivable	24,055	(34,975)	-
Other receivables	405	(24,886)	-
Inventory	(33,017)	-	(7,900)
Other current assets	-	-	-
Accounts payable	100,530	1,616	75,518
Accrued payroll and related liabilities	(66,072)	61,481	9,348
Pension deferred outflows	(706,607)	(1,351,935)	-
Pension deferred inflows	67,836	139,919	-
Net Pension Liability	645,887	1,245,300	-
Unearned revenue	(2,554)	191,516	(105,411)
Other current liabilities	-	189,124	(23,092)
Total adjustments	<u>1,114,783</u>	<u>504,821</u>	<u>317,855</u>
Net cash provided (used) by operating activities	<u>\$ 2,526,062</u>	<u>\$ 4,433,449</u>	<u>\$ 491,303</u>
Noncash investing, capital and financing activities			
Contributions of capital assets from other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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	
\$ 32,396	\$ 173,979	\$ (142,911)	\$ 5,576,819	\$ 847,863
93,329	408,356	-	1,983,717	784,806
-	-	2,661	62,002	130,934
5,229	(26,738)	85,432	53,003	12,460
-	-	193,475	168,994	-
-	-	-	(40,917)	28,166
-	-	-	-	32,582
(170,459)	25,869	(306,839)	(273,765)	(284,068)
(7,403)	6,235	-	3,589	(34,772)
-	-	-	(2,058,542)	-
-	-	-	207,755	-
-	-	-	1,891,187	-
479	126	-	84,156	-
-	-	482,377	648,409	(44,669)
(78,825)	413,848	457,106	2,729,588	625,439
\$ (46,429)	\$ 587,827	\$ 314,195	\$ 8,306,407	\$ 1,473,302
\$ -	\$ -	\$ -	\$ -	\$ 21,596

CITY OF ENGLEWOOD, COLORADO

Statement of Fiduciary Net Position
 Fiduciary Funds
 December 31, 2018

	Nonemergency Pension	Agency
	<u> </u>	<u> </u>
Assets		
Cash and equivalents	\$ 138,851	\$ 7,199,241
Interest receivable	33,292	22,251
Investments		
Fixed Income	7,710,382	-
Domestic Equities	12,284,646	-
Other	1,629,551	-
International	7,818,168	-
Real Estate equities	4,139,603	-
Total investments	<u>33,582,350</u>	<u>-</u>
Accounts receivable	-	169,483
Total assets	<u>33,754,493</u>	<u>7,390,975</u>
Liabilities		
Accounts payable	13,723	-
Due to other governments	-	7,390,975
Total liabilities	<u>13,723</u>	<u>7,390,975</u>
Net Position Restricted for Pension Benefits	<u>\$ 33,740,770</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, 2018**

	Nonemergency Pension
Additions	
Contributions:	
City	\$ 1,203,145
Plan members	154,740
Total contributions	1,357,885
Total additions	1,357,885
Deductions	
Benefits	2,801,839
Administrative expenses	20,988
Investment expense	57,650
Net fair value loss on investments	2,193,964
Total deductions	5,074,441
Net decrease in net position	(3,716,556)
Net position - beginning	37,457,326
Net position - ending	\$ 33,740,770

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CITY OF ENGLEWOOD, COLORADO

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December 31, 2018**

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CITY OF ENGLEWOOD, COLORADO

Notes to the Financial Statements December 31, 2018

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 Basic Financial Statements.

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 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 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 EURA, EEF and EMRF are included in the City's financial statements because the City Council appoints all board members and provides the component units substantial financial support.

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 a 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, intergovernmental revenues 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 funds:

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

The *police headquarters construction fund*. It accounts for the construction of the new police headquarters building.

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.

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.

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 its 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 except for the investments of the pension plan. 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.
- 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 prior to 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 Prepaid Expenses

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. Prepaid expenses are recorded when services are purchased in the current period but received in a future period.

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 South Platte Water Renewal Partners 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 and in the proprietary funds financial statements. The City currently capitalizes assets that cost more than \$5,000 and have a life of more than one year. Such capital assets are recorded at historical cost or at estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. 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 City has deferred charges on debt refunding and deferred outflows related to pension activity.

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 City has only two types of items that qualify for reporting in this category. Deferred revenue for the sources shown, represent property taxes earned but levied for collection in a subsequent period. The other type of deferred inflow is related to pension activity.

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 earned in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they are due, for example, because of employee resignations and retirements.

Leases

Leases that meet certain criteria 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.

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 and refunding losses 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, 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 expenses or expenditures.

Net Position and Fund Equity

The government-wide and proprietary-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 and premiums, discounts and deferred losses.

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 committed 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 Council has the unrestricted authority to appropriate the funds through 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 City will fund outlays for a particular purpose from both restricted and unrestricted resources. It is the City'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.

The City adopted a new fund balance policy in 2018 that places a targeted fund balance in the General Fund equal to two months of operations or 16.7%.

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.

Note 2. 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	\$ 73,037,527	\$ 7,338,092	\$ 80,375,619	\$ 228,730	\$ 491,675	\$ 434,280	\$ 81,530,304
Deposits and investments outside City internal investment pool	39,032	33,615,642	33,654,674	-	164,333	6,567	33,825,574
Subtotal unrestricted deposits and investments	73,076,559	40,953,734	114,030,293	228,730	656,008	440,847	115,355,878
Restricted:							
Deposits and investments with City internal investment pool	17,097,535	-	17,097,535	-	-	-	17,097,535
Total deposits and investments	\$ 90,174,094	\$ 40,953,734	\$ 131,127,828	\$ 228,730	\$ 656,008	\$ 440,847	\$ 132,453,413
Cash and deposits	\$ 1,515,756	\$ -	\$ 1,515,756	\$ -	\$ 164,333	\$ 6,567	\$ 1,686,656
Investments	88,658,338	40,953,734	129,612,072	228,730	491,675	434,280	130,766,757
	\$ 90,174,094	\$ 40,953,734	\$ 131,127,828	\$ 228,730	\$ 656,008	\$ 440,847	\$ 132,453,413

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, 2018, the City's deposits amounting to \$1,219,937 were collateralized and an additional \$289,032 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	\$ 164,333	\$ 6,566

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.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
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.

Fair Value Measurement

The City categorizes its fair value measurements within the fair value hierarchy established by the generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are the quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The City has the following recurring fair value measurements as of December 31, 2018:

Primary Government

Level 2 Inputs:

- US Treasury Securities of \$18,777,457 are valued using quoted market prices
- Residential mortgage-backed securities of \$25,380,250 are valued using a matrix pricing technique.
- Corporate bonds of \$27,153,507 are valued using a matrix pricing technique.

Defined Benefit Pension Plan

- Fixed Income mutual funds of \$7,710,382 are valued at net asset value using quoted market prices.
- Domestic Equity mutual funds of \$12,284,646 are valued at net asset value using quoted market prices.
- International Equity mutual funds of \$7,818,168 are valued at net asset value using quoted market prices.
- Real Estate equity mutual funds of \$4,139,603 are valued at net asset value using quoted market prices.
- Other mutual funds of \$1,629,551 are valued at net asset value using quoted market prices.

The City also participates in a 2a-7 like external investment pool (Colotrust) which is valued at net asset value per share, with each share valued at \$1.

Presented below is the minimum rating required by the City's investment policy and the actual rating as of December 31, 2018 for each investment type.

<u>Investment Type</u>	<u>Minimum Rating Required</u>	<u>Standard & Poor's Rating</u>	<u>Moody's Rating</u>	<u>Total Investment Portfolio</u>
U.S. Treasury Notes	N/A	N/A	N/A	10%
Federal Farm Credit Banks (FFCB)	N/A	AA+	Aaa	2%
Federal Home Loan Banks (FHLB)	N/A	AA+	Aaa	6%
Federal Home Loan Mortgage Corporation (FHLMC)	N/A	AA+	Aaa	5%
Federal National Mortgage Association (FNMA)	N/A	AA+	Aaa	5%
Commercial paper	A-1/P-1	A-1	P-1	4%
Corporate bonds	AA-/Aa3	AA+	Aa1	2%
Corporate bonds	AA-/Aa3	AA-	Aa2	6%
Corporate bonds	AA-/Aa3	AA-	Aa3	4%
Corporate bonds	AA-/Aa3	A+	Aa2	3%
COLOTRUST (b)	N/A	AAAm	Aaa	27%

(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, 2018.

	<u>Total</u>	<u>Investment Maturities</u>	
		<u>Less than 1 year</u>	<u>1 to 5 years</u>
Primary Government:			
Investments in City internal investment pool:			
U.S. Treasury Notes	\$ 18,777,456	\$ 9,591,588	\$ 9,185,868
U.S. Instrumentalities	27,621,130	11,265,958	16,355,172
Corporate Bonds	23,776,758	15,036,228	8,740,530
Colorado Local Government Liquid Asset Trust (COLOTRUST PLUS+)	26,836,920	26,836,920	-
Less: Component unit investments in internal investment pool	<u>(1,154,685)</u>	<u>(1,154,685)</u>	<u>-</u>
Subtotal investments in City internal investment pool	<u>95,857,579</u>	<u>61,576,009</u>	<u>34,281,570</u>
Retirement Trust Fund investments	<u>33,754,493</u>		
Total Primary Government	<u>129,612,072</u>		
Component Units:			
EURA:			
Investments in internal investment pool	228,730	<u>\$ 228,730</u>	<u>\$ -</u>
EEF:			
Investments in internal investment pool	491,675	<u>\$ 491,675</u>	<u>\$ -</u>
EMRF:			
Investments in internal investment pool	<u>434,280</u>	<u>\$ 434,280</u>	<u>\$ -</u>
Total Component Units	<u>1,154,685</u>		
Total Investments	<u>\$ 130,766,757</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, 2018, the weighted average maturity of the City's internal investment portfolio was 1.13 years.

Concentration of Credit Risk

Of the City's total investments in its internal investment pool, 23% were T-Notes, 24% were government agency notes and 26% were corporate bonds. Additionally, 27% of the internal investment pool was held by COLOTRUST.

Retirement Trust Funds' Investments

The investments of the pension trust funds are invested separately from the internal investment pool. At December 31, 2018, the investments were as follows:

<u>Investment Type</u>	<u>Fair Value</u>
Nonemergency Pension Trust Fund	
Fixed Income mutual funds	\$ 7,710,382
Equity mutual funds:	
Domestic equities	12,284,646
International equities	7,818,168
Other	1,801,694
Subtotal equity mutual funds	<u>21,904,508</u>
Real estate equity fund	<u>4,139,603</u>
Total Retirement Trust Investments	<u>\$ 33,754,493</u>

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 3.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 funds should be to changes in interest rates.

At December 31, 2018, the Fund's fixed income security mutual funds had an effective duration of 3.2 years.

U.S. Government obligations and those explicitly guaranteed by the U.S. Government account for 22.7% 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, 2018:

Rating	Percentage of
	Fixed Income Total
AAA	26.8%
AA	6.2%
A	7.6%
BBB	23.5%
BB	5.0%
B	2.3%
CCC	0.0%
Cash	5.7%
NR	0.2%
	<u>77.3%</u>

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, 2018 is summarized in the following table:

Country or Region	Currency	Fair Value	Percentage of Total
United Kingdom	British pound	\$ 664,004	10.3%
Denmark	Danish krone	82,530	1.3%
Sweden	Swedish krona	167,353	2.6%
Other Developed Europe	Other Europe	1,568,454	24.3%
Japan	Japanese yen	445,416	6.9%
South Korea	South Korean won	231,327	3.6%
Australia	Australian dollar	182,590	2.8%
Other Pacific Basin	Other Pacific Basin	1,636,023	25.3%
Brazil	Brazilian real	165,760	2.6%
Other countries	Other countries	842,713	13.1%
		<u>6,325,477</u>	<u>98.1%</u>
	Cash and equivalents	131,708	1.9%
		<u>\$ 6,457,185</u>	<u>100.0%</u>

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	Police Headquarters	Nonmajor Funds	Internal Service	
Receivables:					
Property tax	\$ 4,018,000	\$ -	\$ 3,299,000	\$ -	\$ 7,317,000
Sales and use tax	4,574,076	-	198,048	-	4,772,124
Interest	57,700	54,349	59,817	21,024	192,890
Accounts	231,875	-	-	25,991	257,866
Intergovernmental	225,498	-	9,773	-	235,271
Total receivables	<u>\$ 9,107,149</u>	<u>\$ 54,349</u>	<u>\$ 3,566,638</u>	<u>\$ 47,015</u>	<u>\$ 12,775,151</u>

	Business-type Activities						Total
	Water	Sewer	Golf Course	Storm Drainage	Concrete Utility	Housing Rehabilitation	
Receivables							
Interest	\$ 41,249	\$ 43,045	\$ 5,127	\$ 3,637	\$ 3,717	\$ 2,966	\$ 99,741
Accounts	1,258,078	3,741,441	-	17,239	52,120	29,319	5,098,197
Notes (see below)	-	-	-	-	-	1,785,269	1,785,269
Other	91,241	343,499	-	-	-	-	434,740
Total receivables	<u>\$ 1,390,568</u>	<u>\$ 4,127,985</u>	<u>\$ 5,127</u>	<u>\$ 20,876</u>	<u>\$ 55,837</u>	<u>\$ 1,817,554</u>	<u>\$ 7,417,947</u>
Not scheduled for collection during the subsequent year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,785,269	\$ 1,785,269

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.

An analysis of the notes receivable follow:

Loan Type	Balance 12/31/2017	New Loans	Principal Payments	Balance 12/31/2018
Amortized loans	\$ 640,068	\$ -	\$ 250,526	\$ 389,542
Deferred loans	1,335,983	-	(59,744)	1,395,727
	<u>\$ 1,976,051</u>	<u>\$ -</u>	<u>\$ 190,782</u>	1,785,269
			Current	\$ -
			Long-term	1,785,269
				<u>\$ 1,785,269</u>

The EURA reports a note receivable that represents a loan to the developer intended to assist with the redevelopment of various tracts of land along the South Broadway corridor in the City. The Interest rate on the loan is 4% with payments beginning in 2018. Total loan balance is \$1,256,672 with the final principal payment scheduled for December 1, 2032.

C. Capital Assets

Primary Government

Certain beginning balances have been reclassified to conform to the current year presentation. Capital asset activity for the year ended December 31, 2018 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land and land improvements	\$ 15,558,961	\$ -	\$ -	\$ 15,558,961
Works of art	273,750	-	-	273,750
Construction in process	3,527,244	18,869,747	(1,021,593)	21,375,398
Total capital assets not being depreciated	<u>19,359,955</u>	<u>18,869,747</u>	<u>(1,021,593)</u>	<u>37,208,109</u>
Capital assets being depreciated				
Buildings	44,343,356	817,726	-	45,161,082
Infrastructure	32,554,078	339,161	-	32,893,239
Machinery and equipment	20,954,166	1,250,108	(37,261)	22,167,013
Other improvements	11,786,514	603,301	-	12,389,815
Total capital assets being depreciated	<u>109,638,114</u>	<u>3,010,296</u>	<u>(37,261)</u>	<u>112,611,149</u>
Less accumulated depreciation for:				
Buildings	(18,570,722)	(992,678)	-	(19,563,400)
Infrastructure	(21,030,721)	(1,459,315)	-	(22,490,036)
Machinery and equipment	(15,681,215)	(1,108,317)	37,261	(16,752,271)
Other improvements	(5,907,582)	(459,313)	-	(6,366,895)
Total accumulated depreciation	<u>(61,190,240)</u>	<u>(4,019,623)</u>	<u>37,261</u>	<u>(65,172,602)</u>
Total capital assets being depreciated, net	<u>48,447,874</u>	<u>(1,009,327)</u>	<u>-</u>	<u>47,438,547</u>
Governmental activities capital assets, net	<u>\$ 67,807,829</u>	<u>\$ 17,860,420</u>	<u>\$ (1,021,593)</u>	<u>\$ 84,646,656</u>

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

Governmental activities:	
General Government	\$ 176,160
Safety Services	187,087
Public Works	1,887,177
Culture and Recreation	984,393
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.	784,806
Total depreciation expense - governmental activities	<u>\$ 4,019,623</u>

Capital asset activity for the year ended December 31, 2018 (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	6,235,212	-	-	6,235,212
Construction in process	428,320	-	(428,320)	-
Total capital assets not being depreciated	18,186,357	-	(428,320)	17,758,037
Capital assets being depreciated:				
Buildings	16,290,771	-	-	16,290,771
Infrastructure	58,083,248	1,341,060	(2,560,548)	56,863,760
Machinery and equipment	5,396,664	126,337	(18,352)	5,504,649
Other improvements	23,636,537	24,885	-	23,661,422
Total capital assets being depreciated	103,407,220	1,492,282	(2,578,900)	102,320,602
Less accumulated depreciation for:				
Buildings	(11,953,868)	(676,739)	-	(12,630,607)
Infrastructure	(30,687,291)	(903,165)	2,560,548	(29,029,908)
Machinery and equipment	(4,604,729)	(175,648)	18,352	(4,762,025)
Other improvements	(9,572,192)	(228,166)	-	(9,800,358)
Total accumulated depreciation	(56,818,080)	(1,983,718)	2,578,900	(56,222,898)
Total capital assets being depreciated, net	46,589,140	(491,436)	-	46,097,704
Business-type activities capital assets, net	\$ 64,775,497	\$ (491,436)	\$ (428,320)	\$ 63,855,741

Discretely Presented Component Units

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	10,772,213	-	-	10,772,213
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	21,772,528	-	-	21,772,528
Less accumulated depreciation for:				
Site development	(8,511,333)	(413,801)	-	(8,925,134)
Curb, sidewalk and streets	(4,841,536)	-	-	(4,841,536)
Parking structure	(2,848,571)	(158,254)	-	(3,006,825)
Bridge	(1,451,994)	(80,686)	-	(1,532,680)
Equipment and other	(185,179)	(82)	-	(185,261)
Total accumulated depreciation	(17,838,613)	(652,823)	-	(18,491,436)
Total capital assets being depreciated, net	3,933,915	(652,823)	-	3,281,092
EEF capital assets, net	\$ 12,430,172	\$ (652,823)	\$ -	\$ 11,777,349

Englewood McLellan Reservoir Foundation (EMRF)

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

D. Interfund Transfers

The composition of interfund balances as of December 31, 2018, is as follows:

	Transfers in:		
	General Fund	Nonmajor Governmental	Total Transfers In
Transfers out:			
General Fund	\$ -	\$ 500,000	\$ 500,000
Nonmajor governmental funds	120,272	1,667,052	1,787,324
Proprietary funds	-	500,000	500,000
Total transfers out	<u>\$ 120,272</u>	<u>\$ 2,667,052</u>	<u>\$ 2,787,324</u>

Transfers between funds provide support for various City programs in accordance with budgetary authorizations. During the year ended December 31, 2018, the City made one-time transfers to the General Fund from nonmajor governmental funds for debt service. The General Fund and Public Improvement Funds made transfers to the Capital Projects Fund to assist in funding for projects accounted for in that fund.

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	\$ (9,011,411)	\$ 13,382,121

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 2.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%.

The net present value of the minimum lease payments as of December 31, 2018, are as follows:

Year Ending December 31	Governmental Activities	
		Civic Center
2019	\$	1,439,560
2020		1,431,597
2021		1,437,062
2022		1,438,838
2023		1,433,031
Minimum lease payments		7,180,089
Less: Amount representing interest		(367,089)
Present value of minimum Lease Payments	\$	6,813,000

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 Bonds, Series 2017. On June 20, 2017, the City issued \$27,000,000 of General Obligation Bonds. The 2017 bonds bear interest at 3.0% to 5.25% and consist of serial bonds maturing yearly on December 1 through 2036. Proceeds from the sale of the Bonds will be used to finance the acquisition, construction, installation and equipping of the Project, which generally includes the construction of a new Englewood Police Department Headquarters Building, and to pay the costs of issuance of the Bonds. The Bonds are general obligations of the City and are secured by the City's full faith and credit. All taxable property within the boundaries of the City is subject to *ad valorem* taxation without limitation as to the mill rate to generate an amount sufficient to pay the principal of and interest on the Bonds when due.

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. 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.

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 were issued to refund the Series 2004 General Obligation Water bonds. The remaining \$1,970,000 of outstanding bonds were called January 1, 2016. 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 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. Principal payments begin on December 31, 2019.

General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Amount
Governmental activities	2.00% - 5.10%	\$ 30,035,000
Business-type activities	3.625% - 4.75%	10,530,000
		<u>\$ 40,565,000</u>

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

	Principal	Interest	Total
2019	\$ 2,010,000	\$ 1,811,141	\$ 3,821,141
2020	2,555,000	1,726,541	4,281,541
2021	2,655,000	1,623,808	4,278,808
2022	2,765,000	1,507,208	4,272,208
2023	2,410,000	1,389,248	3,799,248
2024-2028	10,345,000	5,572,602	15,917,602
2029-2033	11,855,000	3,044,285	14,899,285
2034-2036	5,970,000	611,725	6,581,725
	<u>\$ 40,565,000</u>	<u>\$ 17,286,558</u>	<u>\$ 57,851,558</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. The bonds are payable solely from the revenues of the Golf Course. For the year ended December 31, 2018, revenues of \$570,905 were available to pay debt service of \$217,960. Remaining debt service was \$3,132,856.

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. 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. The bonds are payable solely from the revenues of the Storm Water system. For the year ended December 31, 2018, revenues of \$143,721 were available to pay debt service of \$115,193. Remaining debt service was \$341,928.

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

	Principal	Interest	Total
2019	\$ 200,000	\$ 120,672	\$ 320,672
2020	205,000	114,746	319,746
2021	220,000	108,121	328,121
2022	110,000	100,291	210,291
2023	115,000	95,066	210,066
2024-2028	670,000	378,358	1,048,358
2029-2033	875,000	162,530	1,037,530
	<u>\$ 2,395,000</u>	<u>\$ 1,079,784</u>	<u>\$ 3,474,784</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% through July 19, 2026. 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
2019	\$ 90,741	\$ 17,858	\$ 108,599
2020	96,171	15,843	112,014
2021	101,813	13,708	115,521
2022	107,672	11,450	119,122
2023	113,755	9,062	122,817
2024-2026	345,736	11,502	357,238
	<u>\$ 855,888</u>	<u>\$ 79,423</u>	<u>\$ 935,311</u>

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
Sewer	5/1/2004	29,564,275	3.870%	25,155,051	8/1/2025

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 and Sewer Fund \$2,067,000.

The CWRPDA loans are payable solely from revenues of the City's Sewer system, after deducting operating and maintenance costs. Revenues available for debt service were as follows:

Sewer Fund - For the year ended December 31, 2018, revenues of \$7,873,921 were available to pay debt service of \$4,009,369. Remaining debt service was \$28,463,922.

Annual debt service requirements to maturity for loans payable are as follows:

	Business-type Activities		
	Principal	Interest	Total
2019	\$ 3,258,759	\$ 814,540	\$ 4,073,299
2020	3,360,428	715,635	4,076,063
2021	3,467,448	610,860	4,078,308
2022	3,574,468	500,575	4,075,043
2023	3,686,839	390,470	4,077,309
2024-2025	7,807,109	276,791	8,083,900
	<u>\$ 25,155,051</u>	<u>\$ 3,308,871</u>	<u>\$ 28,463,922</u>

Long-term liability activity for the year ended December 31, 2018 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
General Obligation Bonds:					
Series 2010 Refunding	\$ 5,405,000	\$ -	\$ 905,000	\$ 4,500,000	\$ 935,000
Premium/(Discount)	179,432	-	30,043	149,389	-
Series 2017	26,405,000	-	870,000	25,535,000	905,000
Premium/(Discount)	5,697,968	-	187,739	5,510,229	-
Subtotal general obligation bonds	<u>37,687,400</u>	<u>-</u>	<u>1,992,782</u>	<u>35,694,618</u>	<u>1,840,000</u>
Capital Lease Obligations:					
Civic Center Lease	8,095,000	-	1,282,000	6,813,000	1,309,000
Other:					
Qualified Energy Conservation Bonds	941,401	-	85,513	855,888	90,741
Net Pension Liability	11,414,248	317,130	-	11,731,378	-
Net OPEB Obligation	537,639	254,456	258,230	533,865	-
Compensated absences	1,772,971	1,220,320	1,429,601	1,563,690	781,845
Governmental activity total					
Long-term liabilities	<u>\$ 60,448,659</u>	<u>\$ 1,791,906</u>	<u>\$ 5,048,126</u>	<u>\$ 57,192,439</u>	<u>\$ 4,021,586</u>
Business-type activities:					
General Obligation Water Bonds, 2012					
Series 2012 Refunding	\$ 8,075,000	\$ -	\$ 160,000	\$ 7,915,000	\$ 170,000
Premium/(Discount)	357,424	-	7,080	350,344	-
General Obligation Water Bonds, 2009	2,615,000	-	-	2,615,000	-
Premium/(Discount)	(9,709)	-	(1,099)	(8,610)	-
Subtotal general obligation bonds	<u>11,037,715</u>	<u>-</u>	<u>165,981</u>	<u>10,871,734</u>	<u>170,000</u>
Revenue Bonds payable:					
Golf Course Refunding Bonds, 2013	2,165,000	-	95,000	2,070,000	95,000
Storm Water Series, 2012 Refunding	430,000	-	105,000	325,000	105,000
Premium/(Discount)	1,043	-	255	788	-
Subtotal revenue bonds	<u>2,596,043</u>	<u>-</u>	<u>200,255</u>	<u>2,395,788</u>	<u>200,000</u>
Notes and loans payable:					
CWR&PDA Sewer Loan, 2004	28,317,492	-	3,162,441	25,155,051	3,258,759
Premium/(Discount)	113,790	-	25,912	87,878	-
CWR&PDA Water Loan, 1997	819,270	-	819,270	-	-
Notes payable (Rehab) - Vectra Bank	28,893	-	28,893	-	-
Notes payable (Rehab) - US Bank	317,523	-	317,523	-	-
Other:					
Net Pension Liability	3,346,509	1,891,187	-	5,237,696	-
Net OPEB Obligation	399,006	107,693	58,201	448,498	-
Compensated absences	306,062	185,908	244,632	247,338	123,669
	<u>33,648,545</u>	<u>2,184,788</u>	<u>4,656,872</u>	<u>31,176,461</u>	<u>3,382,428</u>
Business-type activity total					
Long-term liabilities	<u>\$ 47,282,303</u>	<u>\$ 2,184,788</u>	<u>\$ 5,023,108</u>	<u>\$ 44,443,983</u>	<u>\$ 3,752,428</u>

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

Compensated absences, Pension liabilities and OPEB obligations are paid from the same funds that the associated employees' salaries are paid from, including the General Fund, Water and Sewer Funds.

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.

An analysis of changes in long-term obligations for the year ended December 31, 2018 follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Certificates of Participation:					
Series 2015 Refunding	\$ 8,095,000	\$ -	\$ 1,282,000	\$ 6,813,000	\$ 1,309,000

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

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. This debt was originally issued in 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 Series 2015 Certificates of Participation bear an interest rate of 2.12% and have a final maturity of June 1, 2023. The principal and interest payments are made on June 1st and December 1st each year.

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

	Certificates of Participation		
	Principal	Interest	Total
2019	\$ 1,309,000	\$ 130,560	\$ 1,439,560
2020	1,329,000	102,597	1,431,597
2021	1,363,000	74,062	1,437,062
2022	1,394,000	44,838	1,438,838
2023	1,418,000	15,031	1,433,031
Total	<u>\$ 6,813,000</u>	<u>\$ 367,088</u>	<u>\$ 7,180,088</u>

At December 31, 2018, the EEF has recorded a lease receivable for \$6,764,834. 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 2.E.).

Note 3. 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 ("South Platte Water Renewal Partners" 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, 2018 follows:

	<u>Total</u>	<u>City's Share</u>
Assets		
Current assets	\$ 2,730,397	\$ 1,365,198
Capital assets, net	<u>93,511,401</u>	<u>46,755,701</u>
Total assets	<u>96,241,798</u>	<u>48,120,899</u>
Liabilities		
Total liabilities	<u>2,408,066</u>	<u>1,204,033</u>
Net position	<u>\$ 93,833,732</u>	<u>\$ 46,916,866</u>
Revenues	\$ 22,354,576	\$ 11,177,288
Expenses	<u>23,540,002</u>	<u>11,770,001</u>
Change in net position	<u>\$ (1,185,426)</u>	<u>\$ (592,713)</u>

The City's Sewer Fund has reflected a net loss from Joint Venture for \$592,713. This amount includes the City's share of the Joint Venture's net loss of \$3,427,753 less capital contributions from the City to the Joint Venture of \$2,835,040.

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, 2018 and 2017 are as follows:

	Property & Liability	Workers' Compensation	Totals
Unpaid claims - December 31, 2016	\$ 354,071	\$ 362,592	\$ 716,663
Incurring claims (including claims reserve)	108,576	142,077	250,653
Claim payments	(248,052)	(100,561)	(348,613)
Unpaid claims - December 31, 2017	214,595	404,108	618,703
Incurring claims (including claims reserve)	552,511	390,162	942,673
Claim payments	(535,850)	(451,492)	(987,342)
Unpaid claims - December 31, 2018	\$ 231,256	\$ 342,778	\$ 574,034

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. Other than current amounts, the City believes the estimated claims liability is not fully measurable, and the City could incur additional costs related to incurred but not reported claims.

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.

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, 2018, there was one series of Revenue Bonds outstanding, with a principal amount payable of \$2,426,121.

D. Employee Retirement Systems and Pension Plans

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

Defined Benefit Retirement Plans

Nonemergency Employees Retirement Plan (NERP) - Defined Benefit

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

Police Officers Statewide Hybrid Pension (SWH) Plan (FPPA)

Police Officers Statewide Hybrid Pension Plan - Defined Benefit Component

Police Officers Statewide Hybrid Pension Plan - Money Purchase Component

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

Firefighters Pension Plan (Old Hire) - Defined Benefit (FPPA)

Volunteer Firefighters Plan - Defined Benefit (FPPA)

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 governed by the City and 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 plan does not publish a separate stand-alone report, but is reported in the financial statements as a Pension Trust Fund.

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 to 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, 2018:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>
Domestic Fixed Income	18.0%	2.8%
Domestic Equity	28.0%	7.0%
International Equity	17.0%	8.0%
High Yield Fixed Income	3.0%	4.5%
Real Estate	10.0%	7.0%
Commodities	5.0%	4.5%
Other	19.0%	4.5%
Total	<u>100%</u>	

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions - At December 31, 2018, the City reported a net pension liability of \$10,581,204. The net pension liability was measured as of December 31, 2018 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2018, and standard update procedures were used to roll forward the total pension liability to December 31, 2018.

For the year ended December 31, 2018, the City recognized pension expense of \$1,630,616. At December 31, 2018, 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>
Net difference between expected and actual investment earnings	\$ 2,428,995	\$ -
Net difference in expected and actual experience	66,723	-
Total	<u>\$ 2,495,718</u>	<u>\$ -</u>

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:

2019	\$ 861,112
2020	276,674
2021	428,086
2022	<u>929,846</u>
Total	<u>\$ 2,495,718</u>

Actuarial Assumptions - The January 1, 2018 actuarial valuation was used to determine the Actuarially Determined Contribution for the fiscal year ending December 31, 2018. The valuation used the following actuarial assumption and other inputs:

Rate of return - For the year ended December 31, 2018 the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (6.19)%. 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 6.5% 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 6.5% as well as the effect on net pension liability if the discount rate was 1% lower or 1% higher than the current rate:

	<u>1% Decrease (5.5%)</u>	<u>Discount Rate (6.5%)</u>	<u>1% Increase (7.5%)</u>
Net pension liability	\$ 15,133,184	\$ 10,581,204	\$ 6,711,512

Net pension liability of the Plan - The components of the net pension liability of the Plan at December 31, 2018 were as follows:

Total pension liability	\$ 44,321,974
Plan fiduciary net position	<u>(33,740,770)</u>
Plan net pension liability	<u>\$ 10,581,204</u>

Plan fiduciary net position as a percentage of total liability 76.13%

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.

Police Officers Statewide Defined Benefit Pension Plan (SWDB) and Statewide Hybrid Plan (SWH)

Plan Description - The Statewide Defined Benefit Plan (SWDB) is a cost-sharing multiple-employer defined benefit pension plan. The Statewide Hybrid Plan (SWH) is a cost-sharing multiple-employer combination defined benefit and money purchase pension plan. The Plans are 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

SWDB Plan - 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 FPPA Board's discretion and can range from 0 to the higher of either 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.

SWH Plan - 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.

Both the *SWDB Plan* and *SWH Plan* include a Deferred Retirement Option Plan (DROP). A member may elect to participate in the DROP after reaching eligibility for normal retirement, early retirement, or vested retirement and age 55. A member can continue to work while participating in the DROP, but must terminate employment within 5 years of entry into the DROP. The member's percentage of retirement benefit is determined at the time of entry into the DROP. The monthly payments that begin at entry into the DROP are accumulated in a DROP account until the member terminates service, at which time the DROP accumulated benefits can be paid as periodic installments, a lump sum, or if desired a member may elect to convert the DROP to a lifetime monthly benefit with survivor benefits. While participating in DROP, the member continues to make pension contributions, which are credited to the DROP. Effective January 1, 2003, the member shall self-direct the investments of their DROP funds.

Contributions

SWDB Plan - 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 2015. In 2015, the members elected to increase the member contribution rate to the SWDB plan beginning in 2016. Member contribution rates increase 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 2015. It is a local decision as to whether the member or employer pays the additional 4 percent contribution. Per the 2015 member election, the re-entry group will also have their required member contribution rate increase 0.5 percent annually beginning in 2016 through 2022 for a total combined member and employer contribution rate of 24 percent in 2022. Employees contributed 12 percent of base salary for the year ended December 31, 2018 and the City contributed 10 percent or \$318,174.

SWH Plan - 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 2018 contribution rates for both employee and employer were 10%. 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 is 14.8%. Members and the City each contributed \$17,392 in 2018.

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. Any forfeitures are used to cover a portion of the SWH's administrative expenses.

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, 2018, the City reported a net pension asset of \$1,400,090 for its proportional share of the net pension asset of the SWDB Plan and net pension asset of \$214,232 for its proportional share of the net pension asset of the SWH Plan. The net pension asset and liability were measured as of December 31, 2017, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2018. The City's proportion of the net pension asset and liability were based on a projection of the City's contributions to the Plans relative to the projected contributions of all participating entities.

At December 31, 2017, the City's SWDB proportion was 0.9732 percent, which was a decrease of 0.0001 percent from its proportion measured as of December 31, 2016. At December 31, 2017, the City's SWH proportion was 1.0957 percent, which was a decrease of 0.0069 from its proportion measured as of December 31, 2016.

For the year ended December 31, 2018, the City recognized pension (income)/expense for the SWDB Plan and SWH Plan of \$(758,700) and (\$54,921) respectively.

At December 31, 2018, for the SWDB plan, 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	\$ 318,174	\$ -
Net difference between expected and actual investment earnings	-	(492,530)
Difference in expected and actual experience	887,804	(13,144)
Changes in assumptions	181,679	-
Changes in proportion	42,821	(32,302)
Total	<u>\$ 1,430,478</u>	<u>\$ (537,976)</u>

The City's contributions to the SWDB Plan subsequent to the measurement date of \$318,174 will be recognized as a decrease to the net pension liability in the subsequent fiscal year. 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:

2019	\$ 146,933
2020	(55,119)
2021	(130,052)
2022	151,430
2023	151,430
Thereafter	309,706
Total	<u>\$ 574,328</u>

At December 31, 2018, for the SWH plan, 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	\$ 17,392	\$ -
Investment earnings	-	(15,189)
Difference in expected and actual experience	80,724	-
Changes in assumptions	3,688	-
Changes in proportion	56,446	(8,717)
Total	<u>\$ 158,250</u>	<u>\$ (23,906)</u>

The City's contributions to the SWH Plan subsequent to the measurement date of \$17,392 will be recognized as an increase to the net pension asset in the subsequent fiscal year. 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:

2019	\$ 26,327
2020	20,681
2021	18,553
2022	26,917
2023	24,153
Thereafter	321
Total	<u>\$ 116,952</u>

Actuarial Assumptions - The January 1, 2018 actuarial valuation was used to determine the total pension liability. The valuation used the following actuarial assumptions and other inputs:

Long-term investment Rate of Return*	7.50%
Projected Salary Increases	4.0%-14.0%
Cost of Living Adjustments (COLA)	0.00%
*Includes inflation at	2.50%
Mortality rates were based on the RP-2014 combined healthy annuitant table with future generational improvements using scale:	BB

The collective total pension liability as of December 31, 2018 is based upon the January 1, 2018 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, 2017 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>
Global equity	37.0%	8.33%
Equity Long/Short	9.0%	7.15%
Illiquid Alternatives	24.0%	9.70%
Fixed Income	15.0%	3.00%
Absolute Return	9.0%	6.46%
Managed Futures	4.0%	6.85%
Cash	2.0%	2.26%
Total	<u>100%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.50%. 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's 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. The discount rate at the prior measurement date was 7.5 percent.

Sensitivity of the City's 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:

	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
City's proportionate share of the SWDB net pension liability (asset)	\$ (1,524,281)	\$ 1,400,090	\$ 3,828,405
	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
City's proportionate share of the SWH net pension liability (asset)	\$ 151,509	\$ 214,232	\$ 267,020

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued FPPA financial report, which may be obtained at www.fppaco.org.

Police Officers Pension Plan – (Old Hire)

Plan Description - The Police Officers Pension Plan is a defined benefit, agent multiple-employer plan established for Police Officers hired prior to April 8, 1978. All plan members are retired. 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.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions - At December 31, 2018, the City reported a net pension liability of \$3,879,295. The net pension liability was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2017.

For the year ended December 31, 2018, the City recognized pension expense \$147,169. At December 31, 2018, 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	\$ 445,045	\$ -
Investment earnings	-	(60,204)
Total	<u>\$ 445,045</u>	<u>\$ (60,204)</u>

The City's contributions to the Plan subsequent to the measurement date of \$445,045 will be recognized as a decrease to the net pension liability in the subsequent fiscal year. 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:

2019	\$	19,309
2020		13,280
2021		(37,132)
2022		(55,661)
Total	\$	<u>(60,204)</u>

Actuarial Assumptions - The January 1, 2017 actuarial valuation was used to determine the total pension liability for the fiscal year ending December 31, 2018. The valuation used the following actuarial assumptions and other inputs:

Long-term investment rate of return	7.50%
Municipal bond rate	3.31%

There were no changes in actuarial assumptions.

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 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>
Cash	2.0%	2.3%
Fixed Income	15.0%	3.0%
Managed Futures	4.0%	6.9%
Absolute Return	9.0%	6.5%
Long Short	9.0%	7.2%
Global Public Equity	37.0%	8.3%
Private Capital	24.0%	9.7%
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 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>
Police Officers (Old Hire) net pension liability	\$ 4,544,957	\$ 3,879,295	\$ 3,302,385

Pension plan fiduciary net position - Detailed information about the pension plans fiduciary net position are available in the separately issued FPPA financial report which can be obtained at www.fppaco.org.

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. All plan members are retired. 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.

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.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions - At December 31, 2018, the City reported a net pension liability of \$2,441,620. The net pension liability was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2017.

For the year ended December 31, 2018, the City recognized pension expense \$167,622. At December 31, 2018, 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	\$ 283,390	\$ -
Investment earnings	-	(77,891)
Total	<u>\$ 283,390</u>	<u>\$ (77,891)</u>

The City's contributions to the Plan subsequent to the measurement date of \$283,390 will be recognized as a decrease to the net pension liability in the subsequent fiscal year. 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:

2019	\$	29,825
2020		20,834
2021		(51,154)
2022		<u>(77,396)</u>
Total	\$	<u><u>(77,891)</u></u>

Actuarial Assumptions - The January 1, 2017 actuarial valuation was used to determine the total pension liability for the fiscal year ending December 31, 2018. The valuation used the following actuarial assumptions and other inputs:

Long-term investment rate of return	7.50%
Municipal bond rate	3.31%

There were no changes in actuarial assumptions.

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 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>
Cash	2.0%	2.3%
Fixed Income	15.0%	3.0%
Managed Futures	4.0%	6.9%
Absolute Return	9.0%	6.5%
Long Short	9.0%	7.2%
Global Public Equity	37.0%	8.3%
Private Capital	<u>24.0%</u>	9.7%
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 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>
Firefighters (Old Hire) net pension liability	\$ 3,052,111	\$ 2,441,620	\$ 1,904,868

Pension plan fiduciary net position - Detailed information about the pension plans fiduciary net position are available in the separately issued FPPA financial report which can be obtained at www.fppaco.org.

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). All plan members are retired. 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.

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.

Description 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. All plan members are retired.

Contributions - Funding for the Police Officers (Old Hire), Firefighters (Old Hire) and Volunteer Firefighter pension plans are provided within the Plan documents 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. The City contributes to the Plans at a rate determined by an actuarial study done at least every three (2) years. The required contributions are paid annually from general revenues of the City into the Plans. The contribution amounts for the plan have been historically determined by biennial actuarial studies.

Administrative costs of the plans are paid from the pension funds per (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, 2018, the City reported a net pension liability of \$68,164. The net pension liability was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2018.

For the year ended December 31, 2018, the City recognized pension expense \$32,006. At December 31, 2018, 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	\$ 5,975	\$ -
Investment earnings	436	-
Total	<u>\$ 6,411</u>	<u>\$ -</u>

The City's contributions to the Plan subsequent to the measurement date of \$5,975 will be recognized as an increase to the net pension asset in the subsequent fiscal year. 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:

2019	\$	633
2020		506
2021		(207)
2022		(496)
Total	<u>\$</u>	<u>436</u>

Actuarial Assumptions - The January 1, 2018 actuarial valuation was used to determine the total pension liability for the fiscal year ending December 31, 2018. The valuation used the following actuarial assumptions and other inputs:

Long-term investment rate of return	7.50%
Municipal bond rate	3.31%

There were no changes in actuarial assumptions.

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 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>
Cash	2.0%	2.3%
Fixed Income	15.0%	3.0%
Managed Futures	4.0%	6.9%
Absolute Return	9.0%	6.5%
Long Short	9.0%	7.2%
Global Public Equity	37.0%	8.3%
Private Capital	24.0%	9.7%
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 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>
Volunteer Firefighters net pension liability	\$ 71,876	\$ 66,955	\$ 62,534

Pension plan fiduciary net position - Detailed information about the pension plans fiduciary net position are available in the separately issued FPPA financial report which can be obtained at www.fppaco.org.

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>2018</u>	<u>2017</u>	<u>2017</u>	<u>2017</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	\$ 43,838,563	\$ 8,585,006	\$ 8,717,295	\$ 111,172
Changes for the year:				
Service cost	349,999	-	-	-
Interest	2,790,599	612,150	619,186	7,543
Differences between expected and actual experience	144,652	(199,738)	(83,986)	-
Changes of assumptions	-	-	-	-
Benefit payments, including refunds of member contributions	<u>(2,801,839)</u>	<u>(861,594)</u>	<u>(939,959)</u>	<u>(21,600)</u>
Net change in total pension liability	<u>483,411</u>	<u>(449,182)</u>	<u>(404,759)</u>	<u>(14,057)</u>
Total pension liability-ending (a)	<u>\$ 44,321,974</u>	<u>\$ 8,135,824</u>	<u>\$ 8,312,536</u>	<u>\$ 97,115</u>
Plan fiduciary net position-beginning	\$ 37,457,326	\$ 4,110,223	\$ 5,743,106	\$ 43,008
Changes for the year:				
Contributions--employer	1,203,145	445,045	283,390	5,975
Contributions--member	154,740	-	-	-
Net investment income	(2,261,776)	570,932	793,208	5,039
Benefit payments, including refunds of member contributions	(2,801,839)	(861,594)	(939,959)	(21,600)
Administrative expense	<u>(10,826)</u>	<u>(8,077)</u>	<u>(8,829)</u>	<u>(2,262)</u>
Net change in plan fiduciary net position	<u>(3,716,556)</u>	<u>146,306</u>	<u>127,810</u>	<u>(12,848)</u>
Plan fiduciary net position-ending (b)	<u>\$ 33,740,770</u>	<u>\$ 4,256,529</u>	<u>\$ 5,870,916</u>	<u>\$ 30,160</u>
Plan net pension liability-ending (a-b)	<u>\$ 10,581,204</u>	<u>\$ 3,879,295</u>	<u>\$ 2,441,620</u>	<u>\$ 66,955</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	198	34	38	6
Inactive plan members entitled to but not yet receiving benefits	50	-	-	-
Active plan members	96	-	-	-
	<u>344</u>	<u>34</u>	<u>38</u>	<u>6</u>
Contribution Rates:				
City	24.60%	N/A	N/A	N/A
Plan members	3.0%	N/A	N/A	N/A
Annual pension cost (APC)	\$1,179,096	\$414,667	\$286,886	\$5,975
Contributions made	\$1,203,145	\$414,667	\$286,886	\$5,975
Net pension obligation	\$(24,049)	\$0	\$0	\$0
Percentage of APC contributed	102%	100%	100%	100%
Actuarial valuation date	1/1/2018	1/1/2018	1/1/2018	1/1/2017
Actuarial cost method	Entry Age	Entry Age	Entry Age	Entry Age
Amortization method	Level amount Closed 10 year	Level amount Open	Level amount Open	Level amount Open
Remaining amortization period	13 years	16 years	14 years	6 years
Asset valuation method	5 year smoothed fair value	5 year smoothed fair value	5 year smoothed fair value	5 year smoothed fair value
Actuarial assumptions:				
Investment rate of return	6.5%	7.5%	7.5%	7.5%
Projected salary increases*	2.8-5.8%	N/A	N/A	N/A
*Includes inflation at	2.5%	2.5%	2.5%	2.5%
Cost of living adjustments	None	None	None	None
Mortality rates were based on the RP-2014 combined healthy annuitant table with future generational improvements using scale:	BB	BB	BB	BB

Defined Contribution Retirement Plans

ICMA-RC Money Purchase Management Plan - Defined Contribution
 Nonemergency Employees Money Purchase Plan (NEMP) - Defined Contribution
 ICMA-RC Money Purchase Police Plan - Defined Contribution

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.

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.

Required employer and employee contributions for the year ended December 31, 2018, are presented below:

	City Management	NEMP	Police
Employers required, which equal actual contributions:			
Amount	\$ 170,053	\$ 876,714	\$ 103,756
As a percent of covered payroll	10.00%	7.00%	10.00%
Employees required, which equal actual contributions:			
Amount	\$ 102,032	\$ 375,712	\$ 103,756
As a percent of covered payroll	6.00%	3.00%	10.00%

Other - 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. All plan assets are held in trust for the exclusive benefit of the participants.

Police and Firefighters Disability Benefits. Statewide Death and Disability Plan is a cost-sharing multiple employer defined benefit plan administered by the Fire and Police Pension Association of Colorado that provides benefits for all the City's police officers. 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 1.35% 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. The City Council determines the contribution split between employees and the City. For the year ended December 31, 2018 the City and employees each contributed \$61,848.

FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for the Statewide Death and Disability Plan that may be obtained on FPPA's website at <http://www.fppaco.org>.

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 post-employment healthcare plan. The City pays amounts that range from \$50 to \$100 dependent on which employment contract (or policy) 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:

	2018	2017	2016
Annual required contribution	\$ 324,683	\$ 324,683	\$ 326,762
ARC Adjustment	(49,698)	(42,896)	(39,293)
Interest on Net OPEB Obligation	37,466	40,825	28,926
Annual OPEB Cost	312,451	322,612	316,395
Contributions made	(223,836)	(200,294)	(187,758)
Increase in net OPEB obligation	88,615	122,318	128,637
Net OPEB Obligation - beginning of year	893,748	771,430	642,793
Net OPEB Obligation - end of year	<u>\$ 982,363</u>	<u>\$ 893,748</u>	<u>\$ 771,430</u>
Percentage of Annual OPEB Cost Contributed	71.6%	62.1%	59.3%

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	1/1/2017
Actuarial Cost Method	Entry Age
Amortization Method	Level Amount - Open
Asset Valuation Method	N/A
Remaining amortization period	29 years
Actuarial assumptions:	
Investment rate of return	4.0%
Healthcare cost trend rate	N/A

Note 4. 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.

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. 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 reserves are reported as restricted net position or fund balance in the financial statements.

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.

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Schedules of Required Supplementary Information

CITY OF ENGLEWOOD, COLORADO

General Fund
 Schedule of Revenues, Expenditures
 and Changes in Fund Balance - Budget and Actual
 For the Year Ended December 31, 2017
 With Comparative Totals for December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
	Original	Final			
Revenues					
Taxes					
Property	\$ 4,002,000	\$ 4,002,000	\$ 4,014,748	\$ 12,748	\$ 3,378,299
Specific ownership	325,000	325,000	538,793	213,793	573,622
Sales and use	27,922,380	27,922,380	30,662,739	2,740,359	27,921,007
Franchise	3,294,000	3,294,000	3,478,660	184,660	3,543,428
Hotel/motel	12,000	12,000	23,279	11,279	19,641
Total taxes	35,555,380	35,555,380	38,718,219	3,162,839	35,435,997
Licenses and Permits					
Business licenses and permits	175,750	175,750	262,141	86,391	230,753
Building licenses and permits	1,200,054	1,200,054	1,493,236	293,182	1,568,236
Total licenses and permits	1,375,804	1,375,804	1,755,377	379,573	1,798,989
Intergovernmental					
State shared revenue	1,300,000	1,300,000	1,562,967	262,967	1,356,619
Federal grants	94,670	94,670	5,844	(88,826)	29,877
State grants	374,854	374,854	426,313	51,459	449,258
Local grants	5,000	5,000	20,000	15,000	12,176
Payment in lieu of taxes	30,201	30,201	34,557	4,356	33,546
Total intergovernmental	1,804,725	1,804,725	2,049,681	244,956	1,881,476
Charges for Services					
Recreation programs	2,879,600	2,879,600	2,390,927	(488,673)	2,488,575
General government	2,604,249	2,604,249	2,266,038	(338,211)	1,930,137
Public safety	55,636	55,636	48,098	(7,538)	58,196
Administration of joint venture	400,000	400,000	477,428	77,428	446,026
Court costs	116,092	116,092	86,530	(29,562)	68,291
Highway and street	105,510	105,510	102,432	(3,078)	82,197
School District No. 1	27,000	27,000	49,159	22,159	33,576
Total charges for services	6,188,087	6,188,087	5,420,612	(767,475)	5,106,998
Fines and Forfeitures					
Court fines	874,850	874,850	813,879	(60,971)	603,392
Library fines	16,000	16,000	16,508	508	15,305
Property and liability fines	16,100	16,100	26,019	9,919	29,669
Total fines and forfeitures	906,950	906,950	856,406	(50,544)	648,366
Net Investment Income	49,946	49,946	261,941	211,995	66,670
Contributions from component units	1,548,000	1,548,000	1,609,971	61,971	1,521,799
Other	177,976	177,976	574,070	396,094	364,589
Total Revenues	47,606,868	47,606,868	51,246,277	3,639,409	46,824,884

(Continued)

CITY OF ENGLEWOOD, COLORADO

**General Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2017
With Comparative Totals for December 31, 2016
(Continued)**

Expenditures	Budgeted Amounts		Actual Amounts	Variance with Final Budget -	2017 Actual
	Original	Final		Positive (Negative)	
Current:					
General Government					
Legislation					
City Council	\$ 278,050	\$ 278,050	\$ 237,476	\$ 40,574	\$ 320,008
Board of Adjustments and Appeals	2,122	2,122	550	1,572	1,286
Planning and Zoning Commission	2,055	2,055	107	1,948	1,764
Library Board	3,000	3,000	2,874	126	2,476
Parks and Recreation Commission	3,500	3,500	1,261	2,239	3,284
Cultural Arts Commission	1,350	1,350	594	756	377
Code Enforcement Advisory Commission	500	500	-	500	-
Alliance for Commerce in Englewood	400	400	83	317	-
Transportation Advisory Commission	568	568	37	531	99
Keep Englewood Beautiful Comission	37,457	37,457	47,229	(9,772)	49,537
Historic Preservation Commission	1,000	1,000	79	921	-
Total Legislation	330,002	330,002	290,290	39,712	378,831
City Attorney	848,822	848,822	836,953	11,869	812,393
Municipal Court	1,106,719	1,106,719	998,002	108,717	928,801
City Manager					
City Manager	605,732	605,732	455,040	150,692	475,262
City Clerk	398,581	398,581	268,535	130,046	384,343
Communications	434,015	434,015	368,811	65,204	316,360
Fire and Emergency Services Contract	6,128,897	6,128,897	6,110,792	18,105	5,763,574
Total City Manager	7,567,225	7,567,225	7,203,178	364,047	6,939,539
Community Development	2,644,501	2,644,501	2,196,051	448,450	1,894,657
Finance					
Finance Administration	311,706	297,315	402,048	(104,733)	303,687
Accounting	493,753	497,440	442,915	54,525	472,660
Revenue and budget	465,431	472,933	316,772	156,161	419,261
Purchasing	223,162	224,692	225,751	(1,059)	213,881
Total Finance and Administrative Services	1,494,052	1,492,380	1,387,486	104,894	1,409,489
Human Resources					
HR Administration	630,058	527,242	729,210	(201,968)	483,299
Employee services	141,216	319,032	115,309	203,723	124,446
Total Human Resources	771,274	846,274	844,519	1,755	607,745
Information Technology	2,717,469	2,717,469	2,245,655	471,814	1,598,072
Contingency	228,300	228,300	215,935	12,365	191,215
Total General Government	17,708,364	17,781,692	16,218,069	1,563,623	14,760,742

(Continued)

CITY OF ENGLEWOOD, COLORADO

**General Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2017
With Comparative Totals for December 31, 2016
(Continued)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget -</u>	<u>2017 Actual</u>
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>	
Police Department					
Administration	\$ 1,306,055	\$ 1,604,109	\$ 1,575,184	\$ 28,925	\$ 1,381,241
Communications and records	1,379,329	1,379,329	1,349,073	30,256	1,307,198
Police operations	10,888,077	10,888,077	10,395,935	492,142	10,541,332
Neighborhood services	510,168	510,168	528,334	(18,166)	659,956
Total Police Department	<u>14,083,629</u>	<u>14,381,683</u>	<u>13,848,526</u>	<u>533,157</u>	<u>13,889,727</u>
Public Works					
Administration	674,973	674,973	474,490	200,483	590,506
Engineering	426,613	426,613	373,290	53,323	387,667
Streets and drainage	2,301,681	2,301,681	2,059,844	241,837	2,075,526
Traffic maintenance	866,932	866,932	890,003	(23,071)	837,177
General operations and maintenance	2,064,676	2,064,676	2,042,187	22,489	2,166,371
Total Public Works	<u>6,334,875</u>	<u>6,334,875</u>	<u>5,839,814</u>	<u>495,061</u>	<u>6,057,247</u>
Parks and Recreation					
Administration	851,355	851,355	818,429	32,926	819,416
Recreation programs and operations	3,350,610	3,350,610	3,096,371	254,239	3,024,941
Parks	2,165,766	2,165,766	2,025,178	140,588	2,072,255
Total Parks and Recreation	<u>6,367,731</u>	<u>6,367,731</u>	<u>5,939,978</u>	<u>427,753</u>	<u>5,916,612</u>
Library Services	<u>1,242,024</u>	<u>1,242,024</u>	<u>1,170,967</u>	<u>71,057</u>	<u>1,138,264</u>
Debt Service					
Principal	1,282,000	1,282,000	1,367,513	(85,513)	1,333,484
Interest and other charges	283,297	283,297	194,021	89,276	224,883
Total debt service	<u>1,565,297</u>	<u>1,565,297</u>	<u>1,561,534</u>	<u>3,763</u>	<u>1,558,367</u>
Total expenditures	<u>47,301,920</u>	<u>47,673,302</u>	<u>44,578,888</u>	<u>3,094,414</u>	<u>43,320,959</u>
Excess revenues over (under) expenditures	<u>304,948</u>	<u>(66,434)</u>	<u>6,667,389</u>	<u>6,733,823</u>	<u>3,503,925</u>
Other financing sources (uses)					
Transfers in	120,272	120,272	120,272	-	117,033
Transfers out	(500,000)	(500,000)	(500,000)	-	(340,482)
Total other financing sources	<u>(379,728)</u>	<u>(379,728)</u>	<u>(379,728)</u>	<u>-</u>	<u>(223,449)</u>
Net change in fund balances	(74,780)	(446,162)	6,287,661	6,733,823	3,280,476
Fund Balance - beginning	9,055,024	10,591,262	14,130,525	3,539,263	10,850,049
Fund Balance - ending	<u>\$ 8,980,244</u>	<u>\$ 10,145,100</u>	<u>\$ 20,418,186</u>	<u>\$ 10,273,086</u>	<u>\$ 14,130,525</u>

See Independent Auditor's Report

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

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability					
Service cost	\$ 349,999	\$ 380,290	\$ 385,425	\$ 333,228	\$ 353,751
Interest	2,790,599	2,752,138	2,694,146	2,683,902	2,616,664
Differences between expected and actual experience	144,652	213,113	187,626	(9,251)	-
Changes of assumptions	-	-	2,028,456	-	-
Benefit payments, including refunds of member contributions	(2,801,839)	(2,508,319)	(2,282,400)	(2,074,554)	(1,885,640)
Net change in total pension liability	<u>483,411</u>	<u>837,222</u>	<u>3,013,253</u>	<u>933,325</u>	<u>1,084,775</u>
Total pension liability--beginning	<u>43,838,563</u>	<u>43,001,341</u>	<u>39,988,088</u>	<u>39,054,763</u>	<u>37,969,988</u>
Total pension liability--ending	<u>\$ 44,321,974</u>	<u>\$ 43,838,563</u>	<u>\$ 43,001,341</u>	<u>\$ 39,988,088</u>	<u>\$ 39,054,763</u>
Plan fiduciary net position					
Contributions--employer	\$ 1,203,145	\$ 1,254,382	\$ 1,226,140	\$ 1,265,441	\$ 1,153,840
Contributions--member	154,740	170,877	176,847	183,405	185,075
Plan net investment income	(2,261,776)	4,674,850	2,805,088	(305,337)	1,529,955
Benefit payments, including refunds of member contributions	(2,801,839)	(2,508,319)	(2,282,400)	(2,074,554)	(1,885,640)
Administrative expense	(10,826)	-	(15,706)	(87,915)	(92,784)
Net change in plan fiduciary net position	<u>(3,716,556)</u>	<u>3,591,790</u>	<u>1,909,969</u>	<u>(1,018,960)</u>	<u>890,446</u>
Plan fiduciary net position--beginning	<u>37,457,326</u>	<u>33,865,536</u>	<u>31,955,567</u>	<u>32,974,527</u>	<u>32,084,081</u>
Plan fiduciary net position--ending	<u>\$ 33,740,770</u>	<u>\$ 37,457,326</u>	<u>\$ 33,865,536</u>	<u>\$ 31,955,567</u>	<u>\$ 32,974,527</u>
Plan net pension liability--ending	<u>\$ 10,581,204</u>	<u>\$ 6,381,237</u>	<u>\$ 9,135,805</u>	<u>\$ 8,032,521</u>	<u>\$ 6,080,236</u>
Plan fiduciary net position as a percentage of total liability	76.13%	85.44%	78.75%	79.91%	84.43%
Covered payroll	\$ 5,154,581	\$ 5,800,022	\$ 5,823,219	\$ 5,921,079	\$ 6,300,916
Plan's net pension liability as a percentage of covered payroll	205.28%	110.02%	156.89%	135.66%	96.50%
Investment returns					
Annual money-weighted rate of return, net of investment exper	-6.19%	14.03%	8.85%	-1.20%	4.52%

* 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

See Independent Auditor's Report

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

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability				
Interest	\$ 612,150	\$ 630,450	\$ 623,735	\$ 643,718
Differences between expected and actual experience	(199,738)	-	14,706	-
Changes of assumptions	-	-	346,977	-
Benefit payments, including refunds of member contributions	(861,594)	(886,847)	(904,618)	(915,494)
Net change in total pension liability	<u>(449,182)</u>	<u>(256,397)</u>	<u>80,800</u>	<u>(271,776)</u>
Total pension liability--beginning	<u>8,585,006</u>	<u>8,841,403</u>	<u>8,760,603</u>	<u>9,032,379</u>
Total pension liability--ending	<u>\$ 8,135,824</u>	<u>\$ 8,585,006</u>	<u>\$ 8,841,403</u>	<u>\$ 8,760,603</u>
Plan fiduciary net position				
Contributions--employer	\$ 445,045	\$ 434,671	\$ 451,389	\$ 442,700
Contributions--member	-	-	-	-
Net investment income	570,932	216,957	85,692	319,096
Benefit payments, including refunds of member contributions	(861,594)	(886,847)	(904,618)	(915,494)
Administrative expense	(8,077)	(8,976)	(7,693)	(10,526)
Net change in plan fiduciary net position	<u>146,306</u>	<u>(244,195)</u>	<u>(375,230)</u>	<u>(164,224)</u>
Plan fiduciary net position--beginning	<u>4,110,223</u>	<u>4,354,418</u>	<u>4,729,648</u>	<u>4,893,872</u>
Plan fiduciary net position--ending	<u>\$ 4,256,529</u>	<u>\$ 4,110,223</u>	<u>\$ 4,354,418</u>	<u>\$ 4,729,648</u>
Plan net pension liability--ending	<u>\$ 3,879,295</u>	<u>\$ 4,474,783</u>	<u>\$ 4,486,985</u>	<u>\$ 4,030,955</u>
Plan fiduciary net position as a percentage of total liability	52.32%	47.88%	49.25%	53.99%
Covered payroll	N/A	N/A	N/A	N/A
Plan's net pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A

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See Independent Auditor's Report

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

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability				
Interest	\$ 619,186	\$ 642,186	\$ 630,618	\$ 656,039
Differences between expected and actual experience	(83,986)	-	72,443	-
Changes of assumptions	-	-	419,287	-
Benefit payments, including refunds of member contributions	(939,959)	(957,421)	(978,436)	(1,010,928)
Net change in total pension liability	<u>(404,759)</u>	<u>(315,235)</u>	<u>143,912</u>	<u>(354,889)</u>
Total pension liability--beginning	<u>8,717,295</u>	<u>9,032,530</u>	<u>8,888,618</u>	<u>9,243,507</u>
Total pension liability--ending	<u>\$ 8,312,536</u>	<u>\$ 8,717,295</u>	<u>\$ 9,032,530</u>	<u>\$ 8,888,618</u>
Plan fiduciary net position				
Contributions--employer	\$ 283,390	\$ 222,800	\$ 231,369	\$ 237,746
Net investment income	793,208	305,148	123,540	461,838
Benefit payments, including refunds of member contributions	(939,959)	(957,421)	(978,436)	(1,010,928)
Administrative expense	(8,829)	(11,830)	(10,464)	(14,067)
Net change in plan fiduciary net position	<u>127,810</u>	<u>(441,303)</u>	<u>(633,991)</u>	<u>(325,411)</u>
Plan fiduciary net position--beginning	<u>5,743,106</u>	<u>6,184,409</u>	<u>6,818,400</u>	<u>7,143,811</u>
Plan fiduciary net position--ending	<u>\$ 5,870,916</u>	<u>\$ 5,743,106</u>	<u>\$ 6,184,409</u>	<u>\$ 6,818,400</u>
Plan net pension liability--ending	<u>\$ 2,441,620</u>	<u>\$ 2,974,189</u>	<u>\$ 2,848,121</u>	<u>\$ 2,070,218</u>
Plan fiduciary net position as a percentage of total liability	70.63%	65.88%	68.47%	76.71%
Covered payroll	N/A	N/A	N/A	N/A
Plan's net pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A

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See Independent Auditor's Report

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

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability				
Interest	\$ 7,543	\$ 6,604	\$ 5,752	\$ 7,293
Differences between expected and actual experience	-	20,903	-	19,074
Changes of assumptions	-	6,601	(14,520)	16,419
Benefit payments, including refunds of member contribution:	(21,600)	(21,600)	(21,600)	(21,600)
Net change in total pension liability	<u>(14,057)</u>	<u>12,508</u>	<u>(30,368)</u>	<u>21,186</u>
Total pension liability--beginning	111,172	98,664	129,032	107,846
Total pension liability--ending	<u>\$ 97,115</u>	<u>\$ 111,172</u>	<u>\$ 98,664</u>	<u>\$ 129,032</u>
Plan fiduciary net position				
Contributions--employer	\$ 5,975	\$ 5,975	\$ 1,591	\$ 1,591
Net investment income	5,039	2,229	1,409	5,504
Benefit payments, including refunds of member contribution:	(21,600)	(21,600)	(21,600)	(21,600)
Administrative expense	(2,262)	(443)	(1,312)	(557)
Net change in plan fiduciary net position	<u>(12,848)</u>	<u>(13,839)</u>	<u>(19,912)</u>	<u>(15,062)</u>
Plan fiduciary net position--beginning	43,008	56,847	76,759	91,821
Plan fiduciary net position--ending	<u>\$ 30,160</u>	<u>\$ 43,008</u>	<u>\$ 56,847</u>	<u>\$ 76,759</u>
Plan net pension liability--ending	<u>\$ 66,955</u>	<u>\$ 68,164</u>	<u>\$ 41,817</u>	<u>\$ 52,273</u>
Plan fiduciary net position as a percentage of total liability	31.06%	38.69%	57.62%	59.49%
Covered payroll	N/A	N/A	N/A	N/A
Plan's net pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A

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See Independent Auditor's Report

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

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
City's proportion of the net pension liability/(asset)	0.973%	0.992%	1.005%	0.609%	0.609%
City's proportionate share of the net pension liability/(asset)	\$(1,400,090)	\$ 358,531	\$ (17,713)	\$ (687,748)	\$ (544,913)
City's covered payroll	\$ 4,740,190	\$3,268,489	\$3,262,486	\$3,367,345	\$2,117,480
City's proportionate share of the net pension liability/(asset) as a percentage of its covered-employee payroll	29.5%	11.0%	0.5%	20.4%	25.7%
Plan fiduciary net position as a percentage of the total pension	106.3%	98.2%	100.1%	106.8%	105.8%

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See Independent Auditor's Report

**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>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
City's proportion of the net pension liability/(asset)	1.100%	1.788%	1.828%	1.809%	1.655%
City's proportionate share of the net pension liability/(asset)	(214,232)	(194,650)	(192,510)	(214,535)	(168,781)
City's covered payroll	173,923	167,554	234,323	223,922	123,500
City's proportionate share of the net pension liability/(asset) as a percentage of its covered-employee payroll	123.2%	116.2%	82.2%	95.8%	136.7%
Plan fiduciary net position as a percentage of the total pension	138.9%	125.8%	129.4%	140.6%	139.0%

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See Independent Auditor's Report

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 contirbuted	Actuarially required contribution	Contributions in relation to required contributions	Covered payroll	Percentage of covered payroll contirbuted	Actuarially required contribution	Contributions in relation to required contributions	Covered payroll	Percentage of covered payroll contirbuted	Actuarially required contribution	Contributions in relation to required contributions	Covered payroll	Percentage of covered payroll contirbuted
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	854,568	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	1,153,840	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	1,265,441	1,265,441	5,921,079	21.4%	434,671	451,389	-	N/A	222,800	231,369	-	N/A	5,975	1,591	-	N/A
2016	1,226,140	1,226,140	5,823,219	21.1%	445,045	434,671	-	N/A	283,390	222,800	-	N/A	5,975	5,975	-	N/A
2017	1,254,382	1,254,382	5,800,022	21.6%	445,045	462,162	-	N/A	283,390	294,290	-	N/A	5,975	5,975	-	N/A
2018	1,203,145	1,203,145	5,154,581	23.3%	445,045	445,045	-	N/A	286,886	283,390	-	N/A	5,975	5,975	-	N/A

**Schedules of Employer Contributions
Cost-Sharing Multiple-Employer Pension Plans
for the years ended December 31***

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<u>Police Officers Statewide Defined Benefit (SWDB) Plan</u>						
Contractually required contribution	\$ 474,019	\$ 326,849	\$ 326,249	\$ 326,370	\$ 336,734	\$ 211,748
Contributions in relation to the contractually required contribution	474,019	326,849	326,249	326,370	336,734	211,748
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ 4,740,190	\$ 3,268,489	\$ 3,262,486	\$ 3,263,702	\$ 3,367,345	\$ 2,117,480
Contributions as % of covered payroll	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
<u>Police Officers Statewide Hybrid Pension Plan - Defined Benefit Component</u>						
Contractually required contribution	\$ 17,392	\$ 16,753	\$ 23,125	\$ 24,069	\$ 22,392	\$ 12,350
Contributions in relation to the contractually required contribution	17,392	16,753	23,125	24,069	22,392	12,350
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ 173,923	\$ 167,564	\$ 231,234	\$ 240,695	\$ 223,922	\$ 123,500
Contributions as % of covered payroll	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%

These plans were first offered to employees in 2013.

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

See Independent Auditor's Report

City of Englewood, Colorado
Other Post Employment Benefits
Schedule of Funded Status and Funding Progress

Funded Status and Funding Progress

Details of the most recent actuarial studies follow:

	<u>1/1/2017</u>	<u>1/1/2015</u>	<u>1/1/2013</u>
Actuarial accrued liability (AAL)	\$ 4,175,806	\$ 3,938,399	\$ 3,558,513
Actuarial value of plan assets	-	-	-
Unfunded actuarial accrued liability (UAAL)	<u>\$ 4,175,806</u>	<u>\$ 3,938,399</u>	<u>\$ 3,558,513</u>
Funded ratio (actuarial value of plan assets/AAL)	0%	0%	0%
Covered payroll (active plan members)	\$ 23,464,905	\$ 24,272,010	\$ 27,329,680
UAAL as a percentage of covered payroll	17.8%	16.2%	13.0%

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

Notes to the Required Supplementary Information December 31, 2018

Note 1. 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.

Note 2. Assumption Changes

There were no changes in assumptions used to determine the actuarially determined contributions for the year ended December 31, 2018.

Note 3. Schedules of Employer Pension Contributions-Actuarial Information

Police Officers Old Hire Agent-Multiple Employer Pension Plans	
Actuarial valuation date	1/1/2018
Actuarial cost method	Entry Age
Amortization method	Level amount, Open
Remaining amortization period	16 years
Asset valuation method	5 year smoothed market
Actuarial assumptions:	
Investment rate of return	7.5%
Projected salary increases*	N/A
*Includes inflation at	2.5%
Cost of living adjustments	None
Mortality rates were based on the RP-2014 combined healthy annuitant table with future generational improvements using scale	BB

Firefighters Old Hire Agent-Multiple Employer Pension Plans	
Actuarial valuation date	1/1/2018
Actuarial cost method	Entry Age
Amortization method	Level amount, Open
Remaining amortization period	14 years
Asset valuation method	5 year smoothed market
Actuarial assumptions:	
Investment rate of return	7.5%
Projected salary increases*	N/A
*Includes inflation at	2.5%
Cost of living adjustments	None
Mortality rates were based on the RP-2014 combined healthy annuitant table with future generational improvements using sc	BB

Nonemergency Employees Single Employer Pension Plan	
Actuarial valuation date	1/1/2018
Actuarial cost method	Entry Age
Amortization method	Level amount, Closed
Remaining amortization period	13 years
Asset valuation method	5 year smoothed market
Actuarial assumptions:	
Investment rate of return	6.5%
Projected salary increases*	2.8-5.8%
*Includes inflation at	2.5%
Cost of living adjustments	None
Mortality rates were based on the RP-2000 combined healthy annuitant table with future generational improvements using scale	BB

Volunteer Firefighters Agent-Multiple Employer Pension Plans	
Actuarial valuation date	1/1/2017
Actuarial cost method	Entry Age
Amortization method	Level amount, Open
Remaining amortization period	9 years
Asset valuation method	5 year smoothed market
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases*	N/A
*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 sc	AA

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 Bonds 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, 2018

	Special Revenue Funds				
	Conservation Trust	Open Space	Donors	Malley Center Trust	Parks and Recreation Trust
Assets					
Cash and investments	\$ 1,758,859	\$ 1,780,713	\$ 663,667	\$ 235,196	\$ 461,411
Receivables:					
Property taxes	-	-	-	-	-
Sales and use	-	-	-	-	-
Interest	5,249	5,670	2,195	751	1,472
Intergovernmental	-	-	-	-	-
Total assets	<u>\$ 1,764,108</u>	<u>\$ 1,786,383</u>	<u>\$ 665,862</u>	<u>\$ 235,947</u>	<u>\$ 462,883</u>
Liabilities and fund balances					
Liabilities:					
Accounts payable	\$ -	\$ 5,520	\$ 99	\$ -	\$ -
Unearned revenue	-	-	19,114	-	-
Other liabilities	-	722	-	-	-
Total liabilities	<u>-</u>	<u>6,242</u>	<u>19,213</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources					
Deferred revenue-property tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:					
Restricted for:					
Parks and recreation	1,764,108	1,780,141	14,456	235,947	-
Law enforcement	-	-	2,447	-	-
Debt service	-	-	-	-	-
Committed to:					
Capital projects	-	-	-	-	-
Parks and recreation	-	-	21,176	-	462,883
Assigned to:					
Parks and recreation	-	-	481,880	-	-
Law enforcement	-	-	35,724	-	-
Other purposes	-	-	90,966	-	-
Total fund balances	<u>1,764,108</u>	<u>1,780,141</u>	<u>646,649</u>	<u>235,947</u>	<u>462,883</u>
Total liabilities deferred inflows and fund balances	<u>\$ 1,764,108</u>	<u>\$ 1,786,383</u>	<u>\$ 665,862</u>	<u>\$ 235,947</u>	<u>\$ 462,883</u>

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<u>Debt Service</u>	<u>Capital Projects Funds</u>		<u>Total</u>
<u>General</u>			<u>Nonmajor</u>
<u>Obligation</u>	<u>Public</u>	<u>Capital</u>	<u>Governmental</u>
<u>Bonds</u>	<u>Improvement</u>	<u>Projects</u>	<u>Funds</u>
\$ 1,089,550	\$ 7,138,558	\$ 3,952,429	\$ 17,080,383
3,299,000	-	-	3,299,000
-	198,048	-	198,048
9,814	21,809	12,857	59,817
-	9,773	-	9,773
<u>\$ 4,398,364</u>	<u>\$ 7,368,188</u>	<u>\$ 3,965,286</u>	<u>\$ 20,647,021</u>
\$ -	\$ 280,395	\$ 414,028	\$ 700,042
-	-	-	19,114
739	-	-	1,461
<u>739</u>	<u>280,395</u>	<u>414,028</u>	<u>720,617</u>
<u>3,299,000</u>	<u>-</u>	<u>-</u>	<u>3,299,000</u>
-	-	-	3,794,652
-	-	-	2,447
1,098,625	-	-	1,098,625
-	7,087,793	3,551,258	10,639,051
-	-	-	484,059
-	-	-	481,880
-	-	-	35,724
-	-	-	90,966
<u>1,098,625</u>	<u>7,087,793</u>	<u>3,551,258</u>	<u>16,627,404</u>
<u>\$ 4,398,364</u>	<u>\$ 7,368,188</u>	<u>\$ 3,965,286</u>	<u>\$ 20,647,021</u>

CITY OF ENGLEWOOD, COLORADO

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2018

	Special Revenue Funds				
	Conservation Trust	Open Space	Donors	Malley Center Trust	Parks and Recreation Trust
Revenues					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Vehicle use tax	-	-	-	-	-
Building use tax	-	-	-	-	-
Intergovernmental	343,345	1,110,201	78,770	-	-
Charges for services	-	-	13,450	-	-
Construction reimbursements	-	-	-	-	-
Net investment income	23,115	24,563	9,661	3,301	6,476
Contributions	-	-	36,218	-	436
Other	-	-	-	-	-
Total revenues	<u>366,460</u>	<u>1,134,764</u>	<u>138,099</u>	<u>3,301</u>	<u>6,912</u>
Expenditures					
Current:					
General government	-	-	46,926	-	-
Public safety	-	-	146,950	-	-
Public works	-	-	-	-	-
Culture and recreation	78,152	237,763	44,139	-	58
Capital outlay	20,771	456,580	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	<u>98,923</u>	<u>694,343</u>	<u>238,015</u>	<u>-</u>	<u>58</u>
Excess revenues over (under) expenditures	<u>267,537</u>	<u>440,421</u>	<u>(99,916)</u>	<u>3,301</u>	<u>6,854</u>
Other financing sources (uses)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>267,537</u>	<u>440,421</u>	<u>(99,916)</u>	<u>3,301</u>	<u>6,854</u>
Fund balances - beginning	<u>1,496,571</u>	<u>1,339,720</u>	<u>746,565</u>	<u>232,646</u>	<u>456,029</u>
Fund balances - ending	<u>\$ 1,764,108</u>	<u>\$ 1,780,141</u>	<u>\$ 646,649</u>	<u>\$ 235,947</u>	<u>\$ 462,883</u>

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Debt Service	Capital Projects Funds		Total
General	Public	Capital	Nonmajor
Obligation	Improvement	Projects	Governmental
Bonds			Funds
\$ 3,325,975	\$ -	\$ -	\$ 3,325,975
-	2,177,112	-	2,177,112
-	2,445,695	-	2,445,695
-	228,414	-	1,760,730
-	-	-	13,450
-	-	-	-
38,984	94,727	59,651	260,478
-	-	-	36,654
-	-	24,116	24,116
<u>3,364,959</u>	<u>4,945,948</u>	<u>83,767</u>	<u>10,044,210</u>
37,659	114,596	599,991	799,172
-	171,953	43,284	362,187
-	2,055,402	106,387	2,161,789
-	26,270	32,873	419,255
-	55,185	462,870	995,406
1,775,000	-	-	1,775,000
1,506,651	-	-	1,506,651
<u>3,319,310</u>	<u>2,423,406</u>	<u>1,245,405</u>	<u>8,019,460</u>
<u>45,649</u>	<u>2,522,542</u>	<u>(1,161,638)</u>	<u>2,024,750</u>
-	500,000	2,167,052	2,667,052
-	(1,787,324)	-	(1,787,324)
-	(1,287,324)	2,167,052	879,728
45,649	1,235,218	1,005,414	2,904,478
1,052,976	5,852,575	2,545,844	13,722,926
<u>\$ 1,098,625</u>	<u>\$ 7,087,793</u>	<u>\$ 3,551,258</u>	<u>\$ 16,627,404</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, 2018
 With Comparative Totals for the Year Ended December 31, 2017**

	Project Budget	Actual Amounts	Project Budget Remaining	2017 Actual
Revenues				
Lottery proceeds	\$ 343,345	\$ 343,345	\$ -	\$ 324,867
Net investment income	23,115	23,115	-	9,602
Total revenues	<u>366,460</u>	<u>366,460</u>	<u>-</u>	<u>334,469</u>
Expenditures				
Current:				
Culture and recreation	586,080	78,152	507,928	154,170
Capital outlay	1,005,078	20,771	984,307	146,317
Total expenditures	<u>1,591,158</u>	<u>98,923</u>	<u>1,492,235</u>	<u>300,487</u>
Net change in fund balances	<u>\$ (1,224,698)</u>	267,537	<u>\$ 1,492,235</u>	33,982
Fund balances - beginning		<u>1,496,571</u>		<u>1,462,589</u>
Fund balances - ending		1,764,108		1,496,571
Less: Fund Balance Designated for Completion of Projects		(1,492,235)		(1,311,711)
Unappropriated fund balance		<u>\$ 271,873</u>		<u>\$ 184,860</u>

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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, 2018
 With Comparative Totals for the Year Ended December 31, 2017**

	Project Budget	Actual Amounts	Project Budget Remaining	2017 Actual
Revenues				
Open Space Tax Shareback	\$ 865,216	\$ 865,216	\$ -	\$ 805,320
Open Space Grants	244,985	244,985	-	550,207
Net investment income	24,563	24,563	-	5,413
Total revenues	<u>1,134,764</u>	<u>1,134,764</u>	<u>-</u>	<u>1,360,940</u>
Expenditures				
Current:				
Culture and recreation	793,790	237,763	556,027	292,156
Capital outlay	1,114,525	456,580	657,945	816,577
Total expenditures	<u>1,908,315</u>	<u>694,343</u>	<u>1,213,972</u>	<u>1,108,733</u>
Net change in fund balances	<u>\$ (773,551)</u>	440,421	<u>\$ 1,213,972</u>	252,207
Fund balances - beginning		1,339,720		1,087,513
Fund balances - ending		1,780,141		1,339,720
Less: Fund Balance Designated for Completion of Projects		(1,213,972)		(1,095,352)
Unappropriated fund balance		<u>\$ 566,169</u>		<u>\$ 244,368</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, 2018
With Comparative Totals for the Year Ended December 31, 2017**

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Intergovernmental	\$ 9,560	\$ 78,770	\$ 69,210	\$ 131,474
Charges for services	43,975	13,450	(30,525)	25,852
Net investment income	5,000	9,661	4,661	4,312
Contributions	49,025	36,218	(12,807)	22,403
Total revenues	<u>107,560</u>	<u>138,099</u>	<u>30,539</u>	<u>184,041</u>
Expenditures				
Current:				
General government	130,000	46,926	83,074	5,101
Public Safety	85,000	119,950	(34,950)	58,938
Culture and recreation	275,060	44,139	230,921	31,170
Capital outlay	-	27,000	(27,000)	-
Total expenditures	<u>490,060</u>	<u>238,015</u>	<u>252,045</u>	<u>95,209</u>
Net change in fund balances	(382,500)	(99,916)	282,584	88,832
Fund balances - beginning	<u>604,009</u>	<u>746,565</u>	<u>142,556</u>	<u>657,733</u>
Fund balances - ending	<u>\$ 221,509</u>	<u>\$ 646,649</u>	<u>\$ 425,140</u>	<u>\$ 746,565</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, 2018
 With Comparative Totals for the Year Ended December 31, 2017**

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Contributions	\$ 4,000	\$ -	\$ (4,000)	\$ 952
Net investment income	3,000	3,301	301	1,447
Total revenues	<u>7,000</u>	<u>3,301</u>	<u>(3,699)</u>	<u>2,399</u>
Expenditures				
Culture and recreation	20,000	-	20,000	4,000
Capital outlay	80,000	-	80,000	-
Total expenditures	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>4,000</u>
Net change in fund balances	(93,000)	3,301	96,301	(1,601)
Fund balances - beginning	<u>221,247</u>	<u>232,646</u>	<u>8,318</u>	<u>234,247</u>
Fund balances - ending	<u>\$ 128,247</u>	<u>\$ 235,947</u>	<u>\$ 104,619</u>	<u>\$ 232,646</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, 2018
 With Comparative Totals for the Year Ended December 31, 2017**

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Net investment income	\$ 2,500	\$ 6,476	\$ 3,976	\$ 2,829
Contributions	4,000	436	(3,564)	1,077
Total revenues	<u>6,500</u>	<u>6,912</u>	<u>412</u>	<u>3,906</u>
Expenditures				
Current				
Culture and recreation	300,000	58	299,942	4,235
Total expenditures	<u>300,000</u>	<u>58</u>	<u>299,942</u>	<u>4,235</u>
Net change in fund balances	(293,500)	6,854	300,354	(329)
Fund balances - beginning	<u>604,009</u>	<u>456,029</u>	<u>301,751</u>	<u>456,358</u>
Fund balances - ending	<u>\$ 310,509</u>	<u>\$ 462,883</u>	<u>\$ 602,105</u>	<u>\$ 456,029</u>

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CITY OF ENGLEWOOD, COLORADO

**General Obligation Bonds Debt Service Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Year Ended December 31, 2018
 With Comparative Totals for the Year Ended December 31, 2017**

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Taxes	\$ 3,297,750	\$ 3,325,975	\$ 28,225	\$ 3,297,895
Net investment income	3,500	38,984	35,484	14,427
Total revenues	<u>3,301,250</u>	<u>3,364,959</u>	<u>63,709</u>	<u>3,312,322</u>
Expenditures				
General government	39,850	37,659	2,191	33,479
Debt service:				
Principal	1,775,000	1,775,000	-	1,485,000
Interest	1,506,651	1,506,651	-	804,570
Total expenditures	<u>3,321,501</u>	<u>3,319,310</u>	<u>2,191</u>	<u>2,323,049</u>
Net change in fund balances	(20,251)	45,649	65,900	989,273
Fund balances - beginning	1,034,333	1,052,976	18,643	63,703
Fund balances - ending	<u>\$ 1,014,082</u>	<u>\$ 1,098,625</u>	<u>\$ 84,543</u>	<u>\$ 1,052,976</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, 2018
 With Comparative Totals for the Year Ended December 31, 2017

	Project Budget	Actual	Project Budget Remaining	2017 Actual
Revenues				
Vehicle use tax	\$ 2,177,112	\$ 2,177,112	\$ -	\$ 2,257,041
Building use tax	2,445,695	2,445,695	-	1,684,131
Intergovernmental	228,414	228,414	-	300,762
Net investment income	94,727	94,727	-	28,720
Other	-	-	-	9,009
Total revenues	<u>4,945,948</u>	<u>4,945,948</u>	<u>-</u>	<u>4,279,663</u>
Expenditures				
Current:				
General government	135,775	114,596	21,179	96,926
Public safety	171,953	171,953	-	-
Public works	3,873,735	2,055,402	1,818,333	1,635,563
Culture and recreation	109,067	26,270	82,797	100,943
Capital outlay	2,355,185	55,185	2,300,000	360,998
Total expenditures	<u>6,645,715</u>	<u>2,423,406</u>	<u>4,222,309</u>	<u>2,194,430</u>
Excess revenues over (under) expenditures	<u>(1,699,767)</u>	<u>2,522,542</u>	<u>(4,222,309)</u>	<u>2,085,233</u>
Other financing sources (uses)				
Transfers in	500,000	500,000	-	-
Transfers out	(1,787,324)	(1,787,324)	-	(1,547,033)
Total other financing sources (uses)	<u>(1,287,324)</u>	<u>(1,287,324)</u>	<u>-</u>	<u>(1,547,033)</u>
Net change in fund balances	<u>\$ (2,987,091)</u>	1,235,218	<u>\$ (4,222,309)</u>	538,200
Fund balances - beginning		<u>5,852,575</u>		<u>5,314,375</u>
Fund balances - ending		7,087,793		5,852,575
Less: Fund Balance Designated for Completion of Projects		<u>(4,222,309)</u>		<u>(4,007,328)</u>
Unappropriated fund balance		<u>\$ 2,865,484</u>		<u>\$ 1,845,247</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, 2018
 With Comparative Totals for the Year Ended December 31, 2017

	Project Budget	Actual	Project Budget Remaining	2017 Actual
Revenues				
Construction reimbursement	\$ -	\$ -	\$ -	\$ 115,592
Net investment income	59,651	59,651	-	18,590
Other	24,116	24,116	-	7,841
Total revenues	<u>83,767</u>	<u>83,767</u>	<u>-</u>	<u>142,023</u>
Expenditures				
Current:				
General government	1,760,257	599,991	1,160,266	1,380,680
Public safety	62,792	43,284	19,508	35,046
Public works	560,056	106,387	453,669	27,394
Culture and recreation	195,992	32,873	163,119	39,909
Capital outlay	1,666,702	462,870	1,203,832	201,653
Total expenditures	<u>4,245,799</u>	<u>1,245,405</u>	<u>3,000,394</u>	<u>1,684,682</u>
Excess expenditures over revenues	<u>(4,162,032)</u>	<u>(1,161,638)</u>	<u>3,000,394</u>	<u>(1,542,659)</u>
Other financing sources (uses)				
Transfers in	<u>2,167,052</u>	<u>2,167,052</u>	<u>-</u>	<u>1,770,482</u>
Net change in fund balances	<u>\$ (1,994,980)</u>	1,005,414	<u>\$ 3,000,394</u>	227,823
Fund balances - beginning		<u>2,545,844</u>		<u>2,318,021</u>
Fund balances - ending		3,551,258		2,545,844
Less: Fund Balance Designated for Completion of Projects		<u>(3,000,394)</u>		<u>(2,262,253)</u>
Unappropriated fund balance		<u>\$ 550,864</u>		<u>\$ 283,591</u>

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CITY OF ENGLEWOOD, COLORADO

**Police Headquarters Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances
 Project Budget And Actual - Budgetary Basis
 For the Year Ended December 31, 2018**

	<u>Project Budget</u>	<u>Actual</u>	<u>Project Budget Remaining</u>
Revenues			
Net investment income	\$ 409,555	\$ 409,555	\$ -
Total revenues	<u>409,555</u>	<u>409,555</u>	<u>-</u>
Expenditures			
Current:			
Public safety	106,096	106,096	-
Capital outlay	25,003,568	19,478,917	5,524,651
Total expenditures	<u>25,109,664</u>	<u>19,585,013</u>	<u>5,524,651</u>
Excess expenditures over revenues	<u>(24,700,109)</u>	<u>(19,175,458)</u>	<u>5,524,651</u>
Net change in fund balances	<u>\$ (24,700,109)</u>	<u>(19,175,458)</u>	<u>\$ 5,524,651</u>
Fund balances - beginning		<u>30,597,398</u>	
Fund balances - ending		11,421,940	
Less: Fund Balance Designated for Completion of Projects		<u>(5,524,651)</u>	
Unappropriated fund balance		<u>\$ 5,897,289</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, 2018
With Comparative Totals for the Year Ended December 31, 2017**

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Water sales	\$ 6,493,742	\$ 6,469,563	\$ (24,179)	\$ 6,302,462
Raw water sales	2,000,000	2,513,360	513,360	2,578,562
City ditch revenues	40,000	40,774	774	35,999
System development fees	36,467	380,715	344,248	484,176
Net investment income	58,472	179,073	120,601	70,144
Late fees	23,000	20,964	(2,036)	23,366
Water meter sales	23,000	80,142	57,142	82,600
Rentals	10,507	10,507	-	10,507
Other	105,135	232,840	127,705	144,420
Total revenues	<u>8,790,323</u>	<u>9,927,938</u>	<u>1,137,615</u>	<u>9,732,236</u>
Expenditures				
Source of supply	1,738,252	1,489,121	249,131	1,485,557
Power and pumping	660,244	659,063	1,181	717,712
Purification	2,417,406	2,174,510	242,896	1,595,389
Transmission and distribution	979,098	757,552	221,546	356,861
Personnel services	858,185	530,826	327,359	695,742
Customer accounting and collection	500,000	461,585	38,415	461,585
Commodities and contractual services	818,826	616,945	201,881	976,344
Franchise tax	184,012	182,949	1,063	178,125
Capital outlay	1,025,000	129,258	895,742	643,203
Debt service:				
Principal payments	956,022	917,178	38,844	1,153,243
Interest expense	347,495	317,921	29,574	410,315
Total expenditures	<u>10,484,540</u>	<u>8,236,908</u>	<u>2,247,632</u>	<u>8,674,076</u>
Excess revenues over (under) expenditures	<u>(1,694,217)</u>	1,691,030	<u>3,385,247</u>	<u>1,058,160</u>
Adjustments to GAAP Basis				
Depreciation		(1,084,320)		
Capital Outlay		129,258		
Debt principal		917,178		
Change in Net Position, GAAP Basis		<u>1,653,146</u>		

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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, 2018
With Comparative Totals for the Year Ended December 31, 2017**

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Disposal services	\$ 15,795,102	\$ 16,458,111	\$ 663,009	\$ 16,398,837
System development fees	229,757	329,345	99,588	521,310
Net investment income	127,923	188,194	60,271	80,680
Late fees	96,613	113,021	16,408	98,493
Other	-	100	100	43,482
Total revenues	<u>16,249,395</u>	<u>17,088,771</u>	<u>839,376</u>	<u>17,142,802</u>
Expenditures				
Joint Venture operations	7,740,236	9,291,698	(1,551,462)	7,235,792
Joint Venture capital	5,550,000	2,835,041	2,714,959	1,053,036
Sanitary system	-	-	-	754,040
Personnel services	1,107,593	1,143,914	(36,321)	1,163,092
Customer accounting and collection	1,230,000	1,103,054	126,946	380,416
Commodities and contractual services	806,535	524,814	281,721	534,468
Franchise tax	486,452	491,463	(5,011)	491,965
Capital outlay	86,698	-	86,698	-
Debt service:				
Principal payments	3,162,441	3,162,441	-	3,037,571
Interest expense	872,842	846,928	25,914	959,338
Total expenditures	<u>21,042,797</u>	<u>19,399,353</u>	<u>1,643,444</u>	<u>15,609,718</u>
Excess revenues over (under) expenditures	<u>(4,793,402)</u>	<u>(2,310,582)</u>	<u>2,482,820</u>	<u>1,533,084</u>
Adjustments to GAAP Basis				
Depreciation		(87,661)		
Debt principal		3,162,441		
Change in Net Position, GAAP Basis		<u>764,198</u>		

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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, 2018
 With Comparative Totals for the Year Ended December 31, 2017

	Budget Amounts	Actual Amounts	Variance- Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Green fees	\$ 1,290,000	\$ 1,037,278	\$ (252,722)	\$ 996,431
Rentals	391,000	400,615	9,615	433,209
Driving range	250,000	285,804	35,804	274,190
Merchandise sales	200,000	196,289	(3,711)	145,230
Concessions	40,000	36,000	(4,000)	31,500
Memberships	15,000	119,591	104,591	111,962
Learning center	20,000	20,000	-	20,000
Net investment income	6,300	25,565	19,265	8,564
Other	54,000	100,033	46,033	46,452
Total revenues	<u>2,266,300</u>	<u>2,221,175</u>	<u>(45,125)</u>	<u>2,067,538</u>
Expenditures				
Personnel services	1,129,752	885,096	244,656	901,815
Commodities and contractual services	561,448	638,531	(77,083)	508,243
Cost of goods sold	150,000	126,643	23,357	121,724
Capital outlay	200,000	63,790	136,210	174,598
Debt service:				
Principal payments	90,000	95,000	(5,000)	90,000
Interest expense	118,141	122,960	(4,819)	125,089
Total expenditures	<u>2,249,341</u>	<u>1,932,020</u>	<u>317,321</u>	<u>1,921,469</u>
Excess revenues over (under) expenditures	<u>16,959</u>	<u>289,155</u>	<u>272,196</u>	<u>146,069</u>
Adjustments to GAAP Basis				
Depreciation		(310,051)		
Capital Outlay		63,790		
Debt principal		95,000		
Change in Net Position, GAAP Basis		<u>137,894</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, 2018
 With Comparative Totals for the Year Ended December 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget -	2017 Actual
	Original	Final		Positive (Negative)	
Revenues					
Storm drainage services	\$ 317,069	\$ 317,069	\$ 347,979	\$ 30,910	\$ 394,821
Net investment income	10,445	10,445	17,996	7,551	9,931
Other	5,000	5,000	-	(5,000)	1,072
Total revenues	<u>332,514</u>	<u>332,514</u>	<u>365,975</u>	<u>33,461</u>	<u>405,824</u>
Expenditures					
Personnel services	135,919	135,919	108,891	27,028	88,008
Commodities and contractual services	132,901	132,901	113,363	19,538	28,114
Capital outlay	95,000	339,824	175,823	164,001	361,670
Debt service:					
Principal payments	105,000	105,000	105,000	-	105,000
Interest expense	10,192	10,192	9,763	429	11,622
Total expenditures	<u>479,012</u>	<u>723,836</u>	<u>512,840</u>	<u>210,996</u>	<u>594,414</u>
Excess revenues over (under) expenditures	<u>(146,498)</u>	<u>(391,322)</u>	<u>(146,865)</u>	<u>244,457</u>	<u>(188,590)</u>
Adjustments to GAAP Basis					
Depreciation			(93,329)		
Capital Outlay			175,823		
Debt principal			105,000		
Change in Net Position, GAAP Basis			<u>40,629</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, 2018
With Comparative Totals for the Year Ended December 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
	Original	Final			
Revenues					
Concrete repair and maintenance fees	\$ 863,000	\$ 863,000	\$ 864,561	\$ 1,561	\$ 865,300
Late fees	1,200	1,200	2,267	1,067	2,644
Net investment income	20,000	20,000	17,623	(2,377)	6,790
Total revenues	<u>884,200</u>	<u>884,200</u>	<u>884,451</u>	<u>251</u>	<u>874,734</u>
Expenditures					
Personnel services	342,221	342,221	246,577	95,644	122,658
Commodities and contractual services	25,244	25,244	37,916	(12,672)	28,319
Capital outlay	531,100	616,100	695,092	(78,992)	500,241
Total expenditures	<u>898,565</u>	<u>983,565</u>	<u>979,585</u>	<u>3,980</u>	<u>651,218</u>
Excess revenues over (under) expenditures	<u>(14,365)</u>	<u>(99,365)</u>	<u>(95,134)</u>	<u>4,231</u>	<u>223,516</u>
Adjustments to GAAP Basis					
Depreciation			(408,356)		
Capital Outlay			695,092		
Change in Net Position, GAAP Basis			<u>191,602</u>		

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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, 2018
 With Comparative Totals for the Year Ended December 31, 2017**

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Grant income	\$ 114,750	\$ 115,000	\$ 250	\$ 114,750
Loan interest income	151,465	48,378	(103,087)	87,412
Net change in notes receivable/payable	-		-	378,712
Net investment income	9,000	12,625	3,625	9,614
Late fees	400	-	(400)	114
Other	169,711	2,661	(167,050)	5,202
Total revenues	<u>445,326</u>	<u>178,664</u>	<u>(266,662)</u>	<u>595,804</u>
Expenditures				
Interest expense	90,000	7,593	82,407	13,700
Customer accounting and collection	16,000	19,655	(3,655)	15,374
Grants to individuals	117,000	-	117,000	50,945
Commodities and contractual services	345,505	294,328	51,177	359,207
Transfers out	500,000	500,000	-	-
Total expenditures	<u>1,068,505</u>	<u>821,576</u>	<u>246,929</u>	<u>439,226</u>
Excess revenues over (under) expenditures	<u>(623,179)</u>	<u>(642,912)</u>	<u>(19,733)</u>	<u>156,578</u>
Change in Net Position, GAAP Basis		<u>(642,912)</u>		

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CITY OF ENGLEWOOD, COLORADO

Combining Statement of Net Position
Internal Service Funds
December 31, 2018

	Central Services	Servi- Center	Capital Equipment Replacement
Assets			
Current assets:			
Cash and investments	\$ 13,737	\$ 1,411,884	\$ 3,216,712
Interest receivable	-	4,460	9,445
Accounts receivable	-	25,991	-
Inventories	2,089	147,661	-
Total current assets	<u>15,826</u>	<u>1,589,996</u>	<u>3,226,157</u>
Capital assets not being depreciated	-	521,199	-
Capital assets, net of accumulated depreciation	-	1,532,636	2,885,078
Total assets	<u>15,826</u>	<u>3,643,831</u>	<u>6,111,235</u>
Liabilities			
Current liabilities:			
Accounts payable	786	17,665	74
Accrued payroll and related liabilities	1,380	8,698	-
Compensated absences	6,235	18,547	-
Claims payable	-	-	-
Total current liabilities	<u>8,401</u>	<u>44,910</u>	<u>74</u>
Noncurrent liabilities:			
Compensated absences	6,236	18,546	-
Total liabilities	<u>14,637</u>	<u>63,456</u>	<u>74</u>
Net position			
Invested in capital assets	-	1,532,636	2,885,078
Unrestricted	1,189	2,047,739	3,226,083
Total net position	<u>\$ 1,189</u>	<u>\$ 3,580,375</u>	<u>\$ 6,111,161</u>

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Employee Benefits	Risk Management	Total
\$ 124,891	\$ 1,950,177	\$ 6,717,401
564	6,556	21,025
-	-	25,991
-	-	149,750
<u>125,455</u>	<u>1,956,733</u>	<u>6,914,167</u>
-	-	521,199
-	-	4,417,714
<u>125,455</u>	<u>1,956,733</u>	<u>11,853,080</u>
6,025	71,361	95,911
2,080	2,079	14,237
7,509	7,509	39,800
-	574,035	574,035
<u>15,614</u>	<u>654,984</u>	<u>723,983</u>
7,509	7,509	39,800
<u>23,123</u>	<u>662,493</u>	<u>763,783</u>
-	-	4,938,913
<u>102,332</u>	<u>1,294,240</u>	<u>6,150,384</u>
<u>\$ 102,332</u>	<u>\$ 1,294,240</u>	<u>\$ 11,089,297</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, 2018**

	<u>Central Services</u>	<u>Servi- Center</u>	<u>Capital Equipment Replacement</u>
Operating revenues			
Billings to departments	\$ 211,772	\$ 2,124,065	\$ 921,196
Other charges for services	14	145,847	-
Total operating revenues	<u>211,786</u>	<u>2,269,912</u>	<u>921,196</u>
Operating expenses			
Cost of goods sold	18,641	698,290	-
Personnel services	49,812	703,712	-
Commodities and contractual services	170,683	337,440	5,688
Depreciation	447	72,590	711,769
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>239,583</u>	<u>1,812,032</u>	<u>717,457</u>
Operating income (loss)	<u>(27,797)</u>	<u>457,880</u>	<u>203,739</u>
Nonoperating revenues (expense)			
Net investment income	-	19,329	41,717
Gain on disposition of equipment	-	-	7,855
Other	-	-	20,220
Total nonoperating revenues	<u>-</u>	<u>19,329</u>	<u>69,792</u>
Income (loss) before contributions	<u>(27,797)</u>	<u>477,209</u>	<u>273,531</u>
Capital contributions - other	-	-	21,596
Change in net position	<u>(27,797)</u>	<u>477,209</u>	<u>295,127</u>
Total net position - beginning	<u>28,986</u>	<u>3,103,166</u>	<u>5,816,034</u>
Total net position - ending	<u>\$ 1,189</u>	<u>\$ 3,580,375</u>	<u>\$ 6,111,161</u>

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Employee Benefits	Risk Management	Total
\$ 5,279,771	\$ 1,452,918	\$ 9,989,722
-	-	145,861
<u>5,279,771</u>	<u>1,452,918</u>	<u>10,135,583</u>
-	-	716,931
174,589	119,828	1,047,941
44,988	9,769	568,568
-	-	784,806
4,287,289	-	4,287,289
82,761	-	82,761
37,964	-	37,964
175,666	-	175,666
15,089	-	15,089
-	421,951	421,951
-	408,920	408,920
417,524	-	417,524
-	279,738	279,738
-	42,572	42,572
<u>5,235,870</u>	<u>1,282,778</u>	<u>9,287,720</u>
<u>43,901</u>	<u>170,140</u>	<u>847,863</u>
3,705	28,762	93,513
-	-	7,855
<u>54,600</u>	<u>56,115</u>	<u>130,935</u>
<u>58,305</u>	<u>84,877</u>	<u>232,303</u>
102,206	255,017	1,080,166
-	-	21,596
102,206	255,017	1,101,762
126	1,039,223	9,987,535
<u>\$ 102,332</u>	<u>\$ 1,294,240</u>	<u>\$ 11,089,297</u>

CITY OF ENGLEWOOD, COLORADO
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2018

	Central Services	Servi- Center	Capital Equipment Replacement
Cash flows from operating activities			
Cash received from interfund charges	\$ 211,772	\$ 2,141,443	\$ 924,953
Cash received from customers	14	140,929	-
Cash payments to suppliers for goods and services	(183,017)	(1,292,890)	(10,284)
Cash paid to employees for services	(51,656)	(736,866)	-
Other cash receipts	-	-	16,461
Net cash provided (used) by operating activities	<u>(22,887)</u>	<u>252,616</u>	<u>931,130</u>
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	-	(169,651)	(164,981)
Proceeds from sale of assets	-	-	7,855
Net cash (used) by capital and related financing activities	<u>-</u>	<u>(169,651)</u>	<u>(157,126)</u>
Cash flows from investing activities			
Net investment income	37	19,592	40,195
Net cash provided by investing activities	<u>37</u>	<u>19,592</u>	<u>40,195</u>
Net increase (decrease) in cash and cash equivalents	(22,850)	102,557	814,199
Cash and cash equivalents - beginning	36,587	1,309,327	2,402,513
Cash and cash equivalents - ending	<u>\$ 13,737</u>	<u>\$ 1,411,884</u>	<u>\$ 3,216,712</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	<u>\$ (27,797)</u>	<u>\$ 457,880</u>	<u>\$ 203,739</u>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	447	72,590	711,769
Miscellaneous nonoperating income	-	-	20,219
Effect of changes in operating assets and liabilities:			
Accounts receivable	-	12,460	-
Inventories	5,546	22,620	-
Prepaid expenses	-	-	-
Accounts payable	761	(279,780)	(4,597)
Accrued payroll and related liabilities	(1,844)	(33,154)	-
Claims and judgements payable	-	-	-
Total adjustments	<u>4,910</u>	<u>(205,264)</u>	<u>727,391</u>
Net cash provided (used) by operating activities	<u>\$ (22,887)</u>	<u>\$ 252,616</u>	<u>\$ 931,130</u>
Noncash investing, capital and financing activities			
Contributions of capital assets from other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,596</u>

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Employee Benefits	Risk Management	Total
\$ 5,279,771	\$ 1,452,918	\$ 10,010,857
-	-	140,943
(5,072,046)	(1,164,724)	(7,722,961)
(175,275)	(118,916)	(1,082,713)
54,600	56,115	127,176
<u>87,050</u>	<u>225,393</u>	<u>1,473,302</u>
-	-	(334,632)
-	-	7,855
-	-	<u>(326,777)</u>
2,291	28,540	90,655
<u>2,291</u>	<u>28,540</u>	<u>90,655</u>
89,341	253,933	1,237,180
35,550	1,696,244	5,480,221
<u>\$ 124,891</u>	<u>\$ 1,950,177</u>	<u>\$ 6,717,401</u>
<u>\$ 43,901</u>	<u>\$ 170,140</u>	<u>\$ 847,863</u>
-	-	784,806
54,600	56,115	130,934
-	-	12,460
-	-	28,166
32,582	-	32,582
(43,347)	42,895	(284,068)
(686)	912	(34,772)
-	(44,669)	(44,669)
<u>43,149</u>	<u>55,253</u>	<u>625,439</u>
<u>\$ 87,050</u>	<u>\$ 225,393</u>	<u>\$ 1,473,302</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,596</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, 2018
 With Comparative Totals for the Year Ended December 31, 2017**

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Billings to departments:				
Postage	\$ 50,000	\$ 29,391	\$ (20,609)	\$ 35,720
Inside printing	38,500	15,812	(22,688)	23,256
Copier/printer services	209,000	164,404	(44,596)	169,211
Supplies	7,115	2,165	(4,950)	5,587
Intergovernmental	1,500	14	(1,486)	834
Net investment income	700	-	(700)	225
Total revenues	<u>306,815</u>	<u>211,786</u>	<u>(95,029)</u>	<u>234,833</u>
Expenditures				
Postage	60,256	43,664	16,592	39,102
Printing charges	215,727	195,472	20,255	195,330
Total expenditures	<u>275,983</u>	<u>239,136</u>	<u>36,847</u>	<u>234,432</u>
Excess revenues over (under) expenditures	30,832	(27,350)	(58,182)	401
Funds available - beginning	<u>31,546</u>	<u>35,334</u>	<u>3,788</u>	<u>64,122</u>
Funds available - ending	<u>\$ 62,378</u>	<u>\$ 7,984</u>	<u>\$ (54,394)</u>	<u>\$ 35,334</u>

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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, 2018
 With Comparative Totals for the Year Ended December 31, 2017

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Billings:				
Garage:				
Vehicle maintenance	\$ 974,675	\$ 1,024,132	\$ 49,457	\$ 966,607
Direct charges	526,574	599,186	72,612	497,764
Intergovernmental	178,800	128,469	(50,331)	169,972
Subtotal garage revenues	<u>1,680,049</u>	<u>1,751,787</u>	<u>71,738</u>	<u>1,634,343</u>
Administration:				
Building rentals	507,989	481,281	(26,708)	493,949
Stores charges	33,000	19,467	(13,533)	23,927
Subtotal administrative revenues	<u>540,989</u>	<u>500,748</u>	<u>(40,241)</u>	<u>517,876</u>
Total billings to departments	<u>2,221,038</u>	<u>2,252,535</u>	<u>31,497</u>	<u>2,152,219</u>
Net investment income	10,220	19,329	9,109	9,793
Other	3,700	17,377	13,677	2,464
Total revenues	<u>2,234,958</u>	<u>2,289,241</u>	<u>54,283</u>	<u>2,164,476</u>
Expenditures				
Garage:				
Personnel services	897,831	699,599	198,232	787,340
Cost of goods sold	711,180	683,084	28,096	671,349
Commodities and contractual services	141,565	96,730	44,835	91,181
Subtotal garage expenditures	<u>1,750,576</u>	<u>1,479,413</u>	<u>271,163</u>	<u>1,549,870</u>
Administration:				
Personal services	109,837	4,113	105,724	42,715
Commodities and contractual services	209,400	200,629	8,771	185,557
Cost of goods sold	25,000	15,207	9,793	12,680
Capital outlay	125,000	112,670	12,330	1,046,696
Subtotal administrative expenditures	<u>469,237</u>	<u>332,619</u>	<u>136,618</u>	<u>1,287,648</u>
Total expenditures	<u>2,219,813</u>	<u>1,812,032</u>	<u>407,781</u>	<u>2,837,518</u>
Excess revenues over (under) expenditures	<u>15,145</u>	<u>477,209</u>	<u>462,064</u>	<u>(673,042)</u>
Funds available - beginning	<u>1,540,324</u>	<u>1,179,834</u>	<u>(360,490)</u>	<u>1,852,876</u>
Funds available - ending	<u>\$ 1,555,469</u>	<u>\$ 1,657,043</u>	<u>\$ 101,574</u>	<u>\$ 1,179,834</u>

See Independent Auditor's Report

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, 2018
 With Comparative Totals for the Year Ended December 31, 2017

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Billings to departments	\$ 894,686	\$ 921,196	\$ 26,510	\$ 913,132
Proceeds from sale of equipment	88,797	7,855	(80,942)	192,107
Net investment income	11,000	41,717	30,717	13,949
Other	11,000	41,815	30,815	4,158
Total revenues	<u>1,005,483</u>	<u>1,012,583</u>	<u>7,100</u>	<u>1,123,346</u>
Expenditures				
Capital outlay	1,368,732	186,578	1,182,154	1,135,805
Commodities and contractual services	25,125	5,687	19,438	4,794
Total expenditures	<u>1,393,857</u>	<u>192,265</u>	<u>1,201,592</u>	<u>1,140,599</u>
Excess revenues over (under) expenditures	(388,374)	820,318	1,208,692	(17,253)
Funds available - beginning	2,405,765	2,405,765	-	2,423,018
Funds available - ending	<u>\$ 2,017,391</u>	<u>\$ 3,226,083</u>	<u>\$ 1,208,692</u>	<u>\$ 2,405,765</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, 2018
 With Comparative Totals for the Year Ended December 31, 2017**

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Billings to departments:				
Medical	\$ 5,260,533	\$ 4,076,795	\$ (1,183,738)	\$ 4,236,881
Dental	406,776	343,435	(63,341)	356,987
Life	70,000	74,520	4,520	51,465
Long-term disability	64,000	82,138	18,138	36,127
Administrative fees	541,816	702,883	161,067	398,563
Other	54,600	54,600	-	99,497
Net investment income	-	3,705	3,705	246
Total revenues	<u>6,397,725</u>	<u>5,338,076</u>	<u>(1,059,649)</u>	<u>5,179,766</u>
Expenditures				
Insurance expense:				
Medical	4,933,500	4,287,289	646,211	4,523,142
Life	70,000	82,761	(12,761)	43,390
Long-term disability	64,000	37,964	26,036	81,455
Employee assistance program	104,350	175,666	(71,316)	8,737
Unemployment	49,526	15,089	34,437	31,279
Claims expense:				
Dental	403,176	417,524	(14,348)	386,972
Personal services	119,051	174,589	(55,538)	210,709
Commodities and contractual services	29,448	44,988	(15,540)	98,262
Total expenditures	<u>5,773,051</u>	<u>5,235,870</u>	<u>537,181</u>	<u>5,383,946</u>
Excess revenues over (under) expenditures	624,674	102,206	(522,468)	(204,180)
Funds available - beginning	<u>562,057</u>	<u>7,394</u>	<u>(554,663)</u>	<u>211,574</u>
Funds available - ending	<u>\$ 1,186,731</u>	<u>\$ 109,600</u>	<u>\$ (1,077,131)</u>	<u>\$ 7,394</u>

See Independent Auditor's Report

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, 2018
 With Comparative Totals for the Year Ended December 31, 2017

	Budget Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)	2017 Actual
Revenues				
Billings to departments:				
Property and liability	\$ 786,217	\$ 829,283	\$ 43,066	\$ 784,655
Workers' compensation	605,526	623,635	18,109	641,877
Insurance Reimbursement	2,500	56,115	53,615	16,841
Other	-	-	-	50
Net investment income	7,200	28,762	21,562	9,333
Total revenues	<u>1,401,443</u>	<u>1,537,795</u>	<u>136,352</u>	<u>1,452,756</u>
Expenditures				
Insurance:				
General liability	420,636	421,951	(1,315)	386,926
Workers' compensation	251,823	408,920	(157,097)	120,259
Claims:				
General liability	266,968	279,738	(12,770)	108,576
Workers' compensation	348,730	42,572	306,158	142,077
Personal services	113,012	119,828	(6,816)	109,928
Commodities and contractual services	14,525	9,769	4,756	1,806
Total expenditures	<u>1,415,694</u>	<u>1,282,778</u>	<u>132,916</u>	<u>869,572</u>
Excess revenues over (under) expenditures	(14,251)	255,017	269,268	583,184
Funds available - beginning	484,291	1,046,491	562,200	463,307
Funds available - ending	<u>\$ 470,040</u>	<u>\$ 1,301,508</u>	<u>\$ 831,468</u>	<u>\$ 1,046,491</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, 2018

With Comparative Totals for December 31, 2017

Assets	<u>2018</u>	<u>2017</u>
Current assets		
Cash and investments	\$ 656,008	\$ 652,016
Interest receivable	2,668	2,312
Accounts receivable	46,092	128,490
Prepaid expense	87,314	77,730
Lease receivable - current	1,309,000	1,282,000
Total current assets	<u>2,101,082</u>	<u>2,142,548</u>
Noncurrent assets		
Lease receivable	<u>5,455,834</u>	<u>6,743,703</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>(18,491,436)</u>	<u>(17,838,613)</u>
Total capital assets, net	<u>11,777,349</u>	<u>12,430,172</u>
Total assets	<u>19,334,265</u>	<u>21,316,423</u>
Deferred Outflows of Resources		
Deferred charge on refunding	<u>48,166</u>	<u>69,297</u>
Liabilities		
Current liabilities		
Accounts payable	53,244	124,785
Interest payable	12,036	14,301
Certificates of participation - current	1,309,000	1,282,000
Total current liabilities	<u>1,374,280</u>	<u>1,421,086</u>
Noncurrent liabilities		
Certificates of participation	<u>5,504,000</u>	<u>6,813,000</u>
Total liabilities	<u>6,878,280</u>	<u>8,234,086</u>
Net position		
Invested in capital assets	5,012,515	4,404,469
Unrestricted	7,491,636	8,747,165
Total net position	<u>\$ 12,504,151</u>	<u>\$ 13,151,634</u>

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

**Englewood Environmental Foundation
Statements of Revenues, Expenses and Changes in Fund Net Position
For the Year Ended December 31, 2018
With Comparative Totals for the Year Ended December 31, 2017**

	2018	2017
Operating revenues		
Common area maintenance	\$ 1,258,838	\$ 1,431,473
Operating expenses		
Common area maintenance	1,258,838	1,431,473
Professional services	46,537	48,801
Legal	13,957	3,919
Repair and maintenance	43,810	55,082
General administrative and office	30	1,447
Insurance	14,761	24,547
Utilities	848	1,082
Depreciation	652,823	654,091
Total operating expenses	2,031,604	2,220,442
Operating loss	(772,766)	(788,969)
Nonoperating revenues (expenses)		
Net investment income	8,653	3,357
Lease interest income	155,760	182,682
Interest expense	(155,760)	(182,682)
Other	116,630	161,918
Total nonoperating revenues (expenses)	125,283	165,275
Change in net position	(647,483)	(623,694)
Net position - beginning	13,151,634	13,775,328
Net position - ending	\$ 12,504,151	\$ 13,151,634

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

Englewood Environmental Foundation
Statements of Cash Flows

For the Year Ended December 31, 2018

With Comparative Totals for the Year Ended December 31, 2017

	2018	2017
Cash flows from operating activities		
Cash received from customers	\$ 1,258,838	\$ 1,380,509
Cash payments to suppliers for goods and services	(1,459,906)	(1,604,609)
Other cash received	116,630	161,918
Net cash (used) by operating activities	<u>(84,438)</u>	<u>(62,182)</u>
Cash flows from capital and related financing activities		
Lease principal received	1,309,000	1,253,000
Lease interest received	134,629	182,682
Principal paid on long-term debt	(1,309,000)	(1,253,000)
Interest paid on long-term debt	(134,629)	(182,682)
Net cash provided by capital and related financing activities	<u>-</u>	<u>-</u>
Cash flows from investing activities		
Net investment income	<u>88,430</u>	<u>2,958</u>
Net increase (decrease) in cash and cash equivalents	3,992	(59,224)
Cash and cash equivalents - beginning	<u>652,016</u>	<u>711,240</u>
Cash and cash equivalents - ending	<u>\$ 656,008</u>	<u>\$ 652,016</u>
Reconciliation of operating (loss) to net cash (used) by operating activities:		
Operating loss	<u>\$ (772,766)</u>	<u>\$ (788,969)</u>
Adjustments to reconcile operating loss to net cash (used) by operating activities:		
Depreciation	652,823	654,091
Miscellaneous nonoperating income	116,630	161,918
Effect of changes in operating assets and liabilities:		
Accounts receivable	-	(50,964)
Prepaid expense	(9,584)	(168)
Accounts payable	(71,541)	(38,090)
Total adjustments	<u>688,328</u>	<u>726,787</u>
Net cash (used) by operating activities	<u>\$ (84,438)</u>	<u>\$ (62,182)</u>

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

Englewood McLellan Reservoir Foundation, Inc.

Statements of Net Position

December 31, 2018

With Comparative Totals for December 31, 2017

Assets	<u>2018</u>	<u>2017</u>
Current assets		
Cash and investments	\$ 440,847	\$ 358,984
Interest receivable	1,834	2,186
Prepaid insurance	10,538	11,631
Total current assets	<u>453,219</u>	<u>372,801</u>
Capital assets		
Land and improvements	5,706,166	5,706,166
Total assets	<u>6,159,385</u>	<u>6,078,967</u>
 Liabilities		
Current liabilities		
Unearned revenue	26,359	-
Noncurrent liabilities		
Lease Deposit	10,000	10,000
Total liabilities	<u>36,359</u>	<u>10,000</u>
 Net position		
Invested in capital assets	5,706,166	5,706,166
Unrestricted	416,860	362,801
Total net position	<u>\$ 6,123,026</u>	<u>\$ 6,068,967</u>

See Independent Auditor's Report

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, 2018
With Comparative Totals for the Year Ended December 31, 2017**

	2018	2017
Operating revenues		
Charges for services	\$ 1,609,971	\$ 1,547,451
Operating expenses		
Professional services	23,143	406,512
Insurance	13,738	14,234
Legal	19,608	19,787
General administrative and office	124	111
Total operating expenses	56,613	440,644
Operating Income (loss)	1,553,358	1,106,807
Nonoperating revenues (expenses)		
Net investment income	5,394	5,167
Other	105,278	-
Contributions to primary government	(1,609,971)	(1,521,799)
Total nonoperating revenues (expenses)	(1,499,299)	(1,516,632)
Change in net position	54,059	(409,825)
Net position - beginning	6,068,967	6,478,792
Net position - ending	\$ 6,123,026	\$ 6,068,967

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

**Englewood McLellan Reservoir Foundation, Inc.
Statements of Cash Flows**

For the Year Ended December 31, 2018

With Comparative Totals for the Year Ended December 31, 2017

	2018	2017
Cash flows from operating activities		
Cash received from customers	\$ 1,715,249	\$ 1,547,451
Cash payments to suppliers for goods and services	(29,161)	(440,367)
Net cash provided (used) by operating activities	1,686,088	1,107,084
Cash flows from noncapital financing activities		
Contributions from (to) primary government	(1,609,971)	(1,521,799)
Cash flows from investing activities		
Net investment income	5,746	5,366
Net increase (decrease) in cash and cash equivalents	81,863	(409,349)
Cash and cash equivalents - January 1,	358,984	768,333
Cash and cash equivalents - December 31,	\$ 440,847	\$ 358,984
 Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 1,553,358	\$ 1,106,807
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Miscellaneous income	105,278	-
Prepaid insurance	1,093	277
Unearned revenue	26,359	-
Total adjustments	132,730	277
Net cash provided (used) by operating activities	\$ 1,686,088	\$ 1,107,084

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

Englewood Urban Renewal Authority
Balance Sheet

December 31, 2018

With Comparative Totals for December 31, 2017

	<u>2018</u>	<u>2017</u>
Assets		
Cash and investments	\$ 228,730	\$ 167,992
Interest receivable	4,189	-
Note receivable	1,256,672	1,274,431
Land held for resale	71,626	71,626
Total assets	<u>1,561,217</u>	<u>1,514,049</u>
Liabilities		
Total liabilities	<u>-</u>	<u>-</u>
Fund Balance		
Nonspendable	1,256,672	1,274,431
Assigned	304,545	239,618
Total fund balance	<u>\$ 1,561,217</u>	<u>\$ 1,514,049</u>

See Independent Auditor's Report

CITY OF ENGLEWOOD, COLORADO

**Englewood Urban Renewal Authority
Statements of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2018
With Comparative Totals for the Year Ended December 31, 2017**

	2018	2017
Revenues		
Interest income	\$ 48,243	\$ 55,117
Other revenue	-	71,626
Total revenue	48,243	126,743
Expenditures		
Professional services	1,075	1,107
Contributions to primary government	-	113,000
Total expenditures	1,075	114,107
Excess revenues over (under) expenditures	47,168	12,636
Net Change in fund balance	47,168	12,636
Fund balance - beginning	1,514,049	1,501,413
Fund balance - ending	\$ 1,561,217	\$ 1,514,049

See Independent Auditor's Report

Fiduciary Funds

Agency Fund:

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

CITY OF ENGLEWOOD, COLORADO

**Agency Fund
Basin Interceptor Fund
Statement of Changes in Assets and Liabilities
For the Year Ended December 31, 2018**

	Balance	Additions			Deductions	Balance
	December 31, 2017	Line Charges	Interest	Maintenance Fees	Maintenance/ Administration	December 31, 2018
Assets						
Cash and investments	\$ 6,501,079	\$ 18,700	\$ 97,768	\$ 752,197	\$ (170,503)	\$ 7,199,241
Interest receivable	22,256	-	-	-	(5)	22,251
Accounts receivable	170,384	-	-	-	(901)	169,483
Total assets	<u>\$ 6,693,719</u>	<u>\$ 18,700</u>	<u>\$ 97,768</u>	<u>\$ 752,197</u>	<u>\$ (171,409)</u>	<u>\$ 7,390,975</u>
	Balance	Additions			Deductions	Balance
	December 31, 2017	Line Charges	Interest	Maintenance Fees	Maintenance/ Administration	December 31, 2018
Liabilities						
Interceptor Maintenance Account	\$ 5,359,568	\$ -	\$ 97,670	\$ 778,826	\$ (110,689)	\$ 6,125,375
Southgate Sanitation District	1,332,078	18,000	98	-	(85,276)	1,264,900
South Arapahoe Sanitation District	866	-	-	-	(866)	-
South Englewood Sanitation District	1,107	500	-	-	(1,107)	500
City of Englewood	100	200	-	-	(100)	200
Total liabilities	<u>\$ 6,693,719</u>	<u>\$ 18,700</u>	<u>\$ 97,768</u>	<u>\$ 778,826</u>	<u>\$ (198,038)</u>	<u>\$ 7,390,975</u>

See Independent Auditor's Report

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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 2018

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)	997,659
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,641,629
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	920,265
2. General fund appropriations	4,111,870	b. Snow and ice removal	126,088
3. Other local imposts (from page 2)	195,454	c. Other	506,237
4. Miscellaneous local receipts (from page 2)	1,302,607	d. Total (a. through c.)	1,552,590
5. Transfers from toll facilities		4. General administration & miscellaneous	323,557
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	2,463,837
a. Bonds - Original Issues		6. Total (1 through 5)	6,979,272
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)	5,609,931	b. Redemption	0
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	1,369,341	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	0
E. Total receipts (A.7 + B + C + D)	6,979,272	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)	6,979,272

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
		6,979,272	6,979,272		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2018

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	151,327
1. Sales Taxes	-	c. Parking Garage Fees	-
2. Infrastructure & Impact Fees	-	d. Parking Meter Fees	-
3. Liens	-	e. Sale of Surplus Property	-
4. Licenses	-	f. Charges for Services	-
5. Specific Ownership &/or Other	195,454	g. Other Misc. Receipts	1,151,280
6. Total (1. through 5.)	195,454	h. Other	1,302,607
c. Total (a. + b.)	195,454	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	1,252,641	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	116,700	d. Federal Transit Admin	-
d. Other (Specify)	-	e. U.S. Corps of Engineers	-
e. Other (Specify)	-	f. Other Federal	-
f. Total (a. through e.)	116,700	g. Total (a. through f.)	-
4. Total (1. + 2. + 3.f)	1,369,341	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)
1,369,341			
A.1. Capital outlay:			
a. Right-Of-Way Costs			-
b. Engineering Costs			-
c. Construction:			
(1). New Facilities			-
(2). Capacity Improvements			-
(3). System Preservation		997,659	997,659
(4). System Enhancement & Operation		-	-
(5). Total Construction (1) + (2) + (3) + (4)	-	997,659	997,659
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	-	997,659	997,659
			(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.	156-161
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources: property tax and sales tax.	162-167
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.	168-177
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.	178-179
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.	180-182

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>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Governmental activities										
Net investment in capital assets	\$ 52,705,091	\$ 51,575,905	\$ 49,864,353	\$ 42,609,765	\$ 48,363,578	\$ 46,622,318	\$ 46,838,945	\$ 47,246,217	\$ 46,285,709	\$ 49,625,695
Restricted	6,635,724	5,902,025	4,358,086	7,589,585	4,791,173	5,176,860	4,532,092	4,412,743	4,592,402	4,119,645
Unrestricted	25,842,538	14,303,852	11,907,495	15,586,102	14,601,789	13,066,242	11,001,812	11,116,981	11,831,202	11,722,072
Total governmental activities net position	<u>\$ 85,183,353</u>	<u>\$ 71,781,782</u>	<u>\$ 66,129,934</u>	<u>\$ 65,785,452</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>
Business-type activities										
Net investment in capital assets	\$ 50,696,090	\$ 50,432,520	\$ 49,597,851	\$ 49,621,968	\$ 48,931,545	\$ 47,756,893	\$ 43,869,721	\$ 50,160,730	\$ 50,454,808	\$ 51,426,192
Restricted	318,273	381,680	37,568,534	35,697,215	36,607,283	36,804,325	40,459,217	35,191,685	36,189,692	36,473,848
Unrestricted	46,008,819	43,815,780	4,156,600	2,896,921	3,923,100	4,145,578	3,397,610	3,592,620	3,567,826	3,536,633
Total business-type activities net position	<u>\$ 97,023,182</u>	<u>\$ 94,629,980</u>	<u>\$ 91,322,985</u>	<u>\$ 88,216,104</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>
Primary government										
Net investment in capital assets	\$ 103,401,181	\$ 102,008,425	\$ 99,462,204	\$ 92,231,733	\$ 97,295,123	\$ 94,379,211	\$ 90,708,666	\$ 97,406,947	\$ 96,740,517	\$ 101,051,887
Restricted	6,953,997	6,283,705	41,926,620	43,286,800	41,398,456	41,981,185	44,991,309	39,604,428	40,782,094	40,593,493
Unrestricted	71,851,357	58,119,632	16,064,095	18,483,023	18,524,889	17,211,820	14,399,422	14,709,601	15,399,028	15,258,705
Total primary government net position	<u>\$ 182,206,535</u>	<u>\$ 166,411,762</u>	<u>\$ 157,452,919</u>	<u>\$ 154,001,556</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>

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

Expenses	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Governmental activities										
General government	\$ 16,521,301	\$ 17,347,576	\$ 17,121,811	\$ 8,951,181	\$ 8,967,186	\$ 9,104,172	\$ 9,460,341	\$ 9,645,356	\$ 9,812,541	\$ 8,580,881
Safety services	13,579,629	14,176,150	14,110,430	21,203,844	21,147,318	19,529,393	19,597,424	17,948,951	17,969,898	17,828,000
Public works	9,334,763	9,587,168	8,978,245	8,457,980	8,236,421	7,893,742	8,130,782	7,879,992	8,247,383	8,168,268
Culture and recreation	8,050,338	9,442,157	9,761,863	8,130,022	8,153,680	7,530,317	8,033,063	7,662,387	8,162,117	8,161,986
Interest and fiscal charges	1,581,265	1,182,611	676,058	767,480	851,294	918,447	999,060	1,069,971	1,495,358	1,314,152
Unallocated depreciation	-	-	441,526	437,384	436,974	436,088	436,088	436,088	435,804	432,309
Total governmental activities expenses	<u>49,067,296</u>	<u>51,735,662</u>	<u>51,089,933</u>	<u>47,947,891</u>	<u>47,792,873</u>	<u>45,412,159</u>	<u>46,656,758</u>	<u>44,642,745</u>	<u>46,123,101</u>	<u>44,485,596</u>
Business-type activities										
Water	8,194,041	8,456,592	7,988,700	8,348,510	8,237,535	7,478,002	8,094,782	7,962,145	7,737,323	7,665,820
Sewer	16,158,306	15,597,319	15,090,271	15,333,260	16,203,741	16,137,479	16,283,665	15,579,812	16,217,746	14,435,228
Golf	2,083,281	1,975,825	1,972,425	2,178,213	2,154,219	2,176,212	2,182,690	2,100,887	2,188,539	2,227,877
Storm	323,719	209,270	204,244	188,247	206,179	271,351	294,241	286,702	342,273	356,146
Concrete	692,849	556,864	591,901	676,394	665,613	744,672	739,925	742,759	721,120	729,777
Housing Rehabilitation	321,576	388,281	453,106	1,094,253	358,185	290,943	333,467	328,067	509,568	662,299
Total business-type activities expenses	<u>27,773,772</u>	<u>27,184,151</u>	<u>26,300,647</u>	<u>27,818,877</u>	<u>27,825,472</u>	<u>27,098,659</u>	<u>27,928,770</u>	<u>27,000,372</u>	<u>27,716,569</u>	<u>26,077,147</u>
Total primary government expenses	<u>\$ 76,841,068</u>	<u>\$ 78,919,813</u>	<u>\$ 77,390,580</u>	<u>\$ 75,766,768</u>	<u>\$ 75,618,345</u>	<u>\$ 72,510,818</u>	<u>\$ 74,585,528</u>	<u>\$ 71,643,117</u>	<u>\$ 73,839,670</u>	<u>\$ 70,562,743</u>
Program revenues										
Governmental activities										
Permits, fees, fines and charges for services										
General government	\$ 3,820,040	\$ 5,209,179	\$ 3,537,495	\$ 3,605,238	\$ 3,946,367	\$ 4,109,380	\$ 4,080,163	\$ 4,030,425	\$ 3,966,251	\$ 4,158,838
Safety services	306,411	997,494	1,138,302	1,837,461	2,052,449	2,016,060	1,735,851	1,456,260	1,281,299	1,160,399
Public works	1,703,373	966,882	770,590	582,004	550,292	560,422	363,733	441,119	390,270	384,023
Culture and recreation	2,835,148	2,341,131	2,670,119	2,637,012	2,164,780	2,531,456	2,673,671	2,704,610	2,566,878	2,656,850
Operating grants and contributions	2,603,627	3,636,871	3,745,521	2,816,423	3,797,027	2,829,006	3,386,614	3,249,568	4,647,383	3,348,039
Capital grants and contributions	-	-	188,356	1,078,104	54,415	65,030	69,815	-	10,835	967,440
Total governmental activities program revenues	<u>11,268,599</u>	<u>13,151,557</u>	<u>12,050,383</u>	<u>12,556,242</u>	<u>12,565,330</u>	<u>12,111,354</u>	<u>12,309,847</u>	<u>11,881,982</u>	<u>12,862,916</u>	<u>12,675,589</u>
Business-type activities										
Charges for services										
Water	9,368,150	9,177,916	8,947,795	8,788,308	9,159,224	8,458,786	8,770,989	8,790,259	8,590,134	7,761,574
Sewer	16,571,232	16,540,812	16,257,218	16,073,727	15,470,361	14,801,851	13,948,641	12,981,737	13,497,477	12,353,255
Golf	2,195,610	2,058,974	2,080,424	2,077,038	2,005,739	1,950,665	2,101,572	1,825,599	2,008,788	2,070,514
Storm	347,979	395,893	337,998	338,375	327,860	317,935	316,244	319,211	318,981	320,781
Concrete	866,828	867,944	881,480	875,633	875,364	859,754	695,466	693,921	692,774	699,546
Housing Rehabilitation	51,039	143,648	278,122	793,437	230,569	254,886	256,563	204,036	480,248	467,426
Operating grants and contributions	115,000	114,750	127,387	127,500	127,500	360,112	590,338	706,241	636,496	812,727
Capital grants and contributions	710,060	1,005,486	497,104	724,930	446,987	525,143	426,831	254,699	217,324	369,474
Total business-type activities program revenues	<u>30,225,898</u>	<u>30,305,423</u>	<u>29,407,528</u>	<u>29,798,948</u>	<u>28,643,604</u>	<u>27,529,132</u>	<u>27,106,644</u>	<u>25,775,703</u>	<u>26,442,222</u>	<u>24,855,297</u>
Total primary government program revenues	<u>\$ 41,494,497</u>	<u>\$ 43,456,980</u>	<u>\$ 41,457,911</u>	<u>\$ 42,355,190</u>	<u>\$ 41,208,934</u>	<u>\$ 39,640,486</u>	<u>\$ 39,416,491</u>	<u>\$ 37,657,685</u>	<u>\$ 39,305,138</u>	<u>\$ 37,530,886</u>
Net (expense)										
Governmental activities	\$ (37,798,697)	\$ (38,584,105)	\$ (39,039,550)	\$ (35,391,649)	\$ (35,227,543)	\$ (33,300,805)	\$ (34,346,911)	\$ (32,760,763)	\$ (33,260,185)	\$ (31,810,007)
Business-type activities	2,452,126	3,121,272	3,106,881	1,980,071	818,132	430,473	(822,126)	(1,224,669)	(1,274,347)	(1,221,850)
Total primary government net expense	<u>\$ (35,346,571)</u>	<u>\$ (35,462,833)</u>	<u>\$ (35,932,669)</u>	<u>\$ (33,411,578)</u>	<u>\$ (34,409,411)</u>	<u>\$ (32,870,332)</u>	<u>\$ (35,169,037)</u>	<u>\$ (33,985,432)</u>	<u>\$ (34,534,532)</u>	<u>\$ (33,031,857)</u>

(Continued)

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

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Revenues and Other Changes in Net Position										
Governmental activities										
Property taxes	\$ 7,879,516	\$ 7,249,816	\$ 4,788,202	\$ 4,337,758	\$ 4,301,186	\$ 4,125,612	\$ 3,970,772	\$ 4,327,526	\$ 4,331,033	\$ 4,233,116
Sales and use taxes	35,285,546	31,862,179	29,414,880	30,969,561	28,417,474	26,702,054	24,471,494	23,372,970	22,339,217	22,020,529
Franchise and other taxes	3,501,939	3,756,737	3,497,993	3,520,391	3,408,579	3,308,437	3,130,901	2,831,975	2,825,317	2,680,200
Unrestricted investment earnings	1,025,487	347,915	120,564	77,005	133,051	(33,333)	163,573	191,431	186,414	416,807
Unrestricted grants and contributions	-	50,567	156,593	30,201	439,867	16,223	40,809	30,883	112,116	-
Miscellaneous	3,007,780	968,739	1,405,800	1,041,323	1,355,506	2,224,158	2,456,919	2,029,984	757,989	1,000,343
Transfers, net	500,000	-	-	-	63,000	(549,775)	131,805	42,622	(50,000)	(646,957)
Total governmental activities	51,200,268	44,235,953	39,384,032	39,976,239	38,118,663	35,793,376	34,366,273	32,827,391	30,502,086	29,704,038
Business-type activities										
Unrestricted investment earnings	441,076	185,723	-	-	-	-	-	-	-	-
Special item - loss on disposition of assets	-	-	-	-	-	-	-	-	-	(10,372)
Transfers, net	(500,000)	-	-	-	(63,000)	549,775	(131,805)	(42,622)	50,000	646,957
Total business-type activities	(58,924)	185,723	-	-	(63,000)	549,775	(131,805)	(42,622)	50,000	636,585
Total primary government	\$ 51,141,344	\$ 44,421,676	\$ 39,384,032	\$ 39,976,239	\$ 38,055,663	\$ 36,343,151	\$ 34,234,468	\$ 32,784,769	\$ 30,552,086	\$ 30,340,623
Change in net position										
Governmental activities	\$ 13,401,571	\$ 5,651,848	\$ 344,482	\$ 4,584,590	\$ 2,891,120	\$ 2,492,571	\$ 19,362	\$ 66,628	\$ (2,758,099)	\$ (2,105,969)
Business type-activities	2,393,202	3,306,995	3,106,881	1,980,071	755,132	980,248	(953,931)	(1,267,291)	(1,224,347)	(585,265)
Total primary government	\$ 15,794,773	\$ 8,958,843	\$ 3,451,363	\$ 6,564,661	\$ 3,646,252	\$ 3,472,819	\$ (934,569)	\$ (1,200,663)	\$ (3,982,446)	\$ (2,691,234)

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

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
General Fund										
Restricted for:										
Labor emergencies	\$ 1,740,000	\$ 1,580,000	\$ 1,490,000	\$ 1,510,000	\$ 1,400,000	\$ 1,340,000	\$ 1,200,000	\$ 1,150,000	\$ 1,150,000	\$ 1,209,200
Committed to:										
Law enforcement	-	-	-	-	-	78,753	298,512	298,512	298,512	-
Long term asset reserve	4,994,869	3,384,897	1,863,099	2,663,099	2,663,099	2,619,375	2,619,375	2,406,649	2,130,520	3,131,979
Assigned:										
Subsequent year budgeted deficit	3,099,739	372,834	-	1,972,220	2,646,685	1,207,787	920,353	523,053	487,204	239,543
Unassigned	10,583,578	8,792,794	7,496,950	4,583,927	5,501,466	5,667,918	4,032,570	4,439,471	4,428,443	4,654,235
Total general fund	<u>\$ 20,418,186</u>	<u>\$ 14,130,525</u>	<u>\$ 10,850,049</u>	<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>
All Other Governmental Funds										
Restricted for:										
Parks and recreation	\$ 3,794,652	\$ 3,080,384	\$ 2,792,891	\$ 3,691,949	\$ 3,288,077	\$ 3,661,118	\$ 3,018,062	\$ 2,831,175	\$ 2,866,204	\$ 2,831,428
Law enforcement	11,424,388	30,680,542	11,492	80,825	62,025	150,329	280,956	301,459	99,657	57,412
Debt service	1,098,625	1,052,976	63,703	70,248	61,105	46,839	55,625	154,267	499,671	58,665
Committed to:										
Capital projects	10,639,051	8,398,419	7,632,396	5,503,806	3,317,936	2,698,207	2,186,357	1,761,434	3,066,775	1,941,867
Parks and recreation	484,059	456,029	456,358	457,750	457,594	456,411	454,647	451,714	681,420	514,541
Housing	-	-	-	-	-	-	448,903	408,432	-	-
Assigned to:										
Parks and recreation	481,880	473,694	459,190	330,123	183,774	208,943	138,724	45,705	283,316	19,857
Law enforcement	35,724	42,015	43,079	21,336	28,156	26,713	19,231	28,819	-	-
Fire services	-	-	-	-	10,723	9,965	6,577	3,861	3,113	3,598
Other purposes	90,966	136,265	135,430	136,670	62,181	142,167	784	778	10,000	35,050
Total all other governmental funds	<u>\$ 28,049,345</u>	<u>\$ 44,320,324</u>	<u>\$ 11,594,539</u>	<u>\$ 10,292,707</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>

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)

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Revenues										
Taxes (see Schedule 5)	\$ 46,667,001	\$ 42,868,732	\$ 37,701,075	\$ 38,827,710	\$ 36,127,239	\$ 34,136,103	\$ 31,573,167	\$ 30,532,471	\$ 29,495,567	\$ 28,933,845
Licenses and permits	1,755,377	1,798,989	1,559,986	1,612,118	1,576,298	1,446,578	983,359	778,536	695,563	588,328
Intergovernmental revenue	3,810,411	3,800,438	4,057,121	3,924,728	3,926,947	2,909,535	3,491,447	3,277,833	4,375,328	4,315,479
Charges for services	5,434,062	5,610,616	5,576,226	5,889,612	6,034,354	6,306,039	6,363,331	6,410,092	6,353,327	5,992,943
Fines and forfeitures	856,406	648,366	742,282	1,047,268	1,350,165	1,317,707	1,381,453	1,284,759	1,437,957	1,639,678
Special assessments	-	-	-	-	-	-	-	-	-	31,922
Net investment income	931,974	314,369	97,033	65,852	112,144	(24,453)	133,512	152,697	152,240	333,115
Contributions (to) from component unit	1,609,971	1,521,799	350,193	873,347	684,683	573,526	551,295	425,159	105,125	(188,163)
Other	634,840	405,871	733,909	538,443	325,533	1,560,740	1,469,757	1,523,234	632,696	749,472
Total revenues	<u>61,700,042</u>	<u>56,969,180</u>	<u>50,817,825</u>	<u>52,779,078</u>	<u>50,137,363</u>	<u>48,225,775</u>	<u>45,947,321</u>	<u>44,384,781</u>	<u>43,247,803</u>	<u>42,396,619</u>
Expenditures										
Current:										
General government	17,017,241	16,639,102	15,850,837	8,894,226	8,574,957	8,690,056	8,664,555	9,256,214	9,387,348	8,071,028
Safety services	14,210,713	13,983,711	13,401,402	22,159,568	21,212,863	19,413,044	19,018,153	18,142,085	17,824,861	17,635,319
Public works	8,001,603	7,720,204	7,269,032	6,960,961	6,856,658	6,523,903	6,619,083	6,550,114	6,374,708	6,713,512
Culture and recreation	7,530,200	7,681,459	7,690,361	7,668,688	7,108,436	6,886,274	7,278,678	7,122,606	7,562,631	8,171,347
Capital outlay	20,474,323	3,722,284	2,225,911	2,374,881	2,467,138	727,432	889,458	2,345,049	1,278,288	1,676,676
Debt service:										
Principal	3,142,513	2,818,484	2,247,644	1,925,000	2,087,689	2,022,742	2,005,963	1,962,271	1,907,772	1,620,766
Interest and other fiscal charges	1,806,767	1,224,039	710,003	864,173	874,326	928,701	995,888	1,064,105	1,041,109	1,279,562
Lease issue costs	-	-	-	-	-	-	-	-	250,128	-
Total expenditures	<u>72,183,360</u>	<u>53,789,283</u>	<u>49,395,190</u>	<u>50,847,497</u>	<u>49,182,067</u>	<u>45,192,152</u>	<u>45,471,778</u>	<u>46,442,444</u>	<u>45,626,845</u>	<u>45,168,210</u>
Excess revenues over (under) expenditures	<u>(10,483,318)</u>	<u>3,179,897</u>	<u>1,422,635</u>	<u>1,931,581</u>	<u>955,296</u>	<u>3,033,623</u>	<u>475,543</u>	<u>(2,057,663)</u>	<u>(2,379,042)</u>	<u>(2,771,591)</u>
Other financing sources (uses)										
Proceeds from borrowing	-	32,826,364	-	-	-	-	-	-	12,506,373	-
Transfers in	2,787,324	1,887,515	3,578,155	2,917,292	2,159,544	1,947,575	3,155,993	2,547,813	2,962,606	1,366,294
Transfers out	(2,287,324)	(1,887,515)	(3,578,155)	(2,921,292)	(1,746,544)	(2,347,349)	(2,756,189)	(1,689,656)	(1,716,128)	(716,294)
Total other financing sources (uses)	<u>500,000</u>	<u>32,826,364</u>	<u>-</u>	<u>(4,000)</u>	<u>413,000</u>	<u>(399,774)</u>	<u>399,804</u>	<u>858,157</u>	<u>3,686,502</u>	<u>650,000</u>
Net change in fund balances	<u>(9,983,318)</u>	<u>36,006,261</u>	<u>1,422,635</u>	<u>1,927,581</u>	<u>1,368,296</u>	<u>2,633,849</u>	<u>875,347</u>	<u>(1,199,506)</u>	<u>1,307,460</u>	<u>(2,121,591)</u>
Fund balances - beginning	<u>58,450,849</u>	<u>22,444,588</u>	<u>21,021,953</u>	<u>19,094,372</u>	<u>18,314,525</u>	<u>15,680,676</u>	<u>14,805,329</u>	<u>16,004,835</u>	<u>14,697,375</u>	<u>16,818,966</u>
Fund balances - ending	<u>\$ 48,467,531</u>	<u>\$ 58,450,849</u>	<u>\$ 22,444,588</u>	<u>\$ 21,021,953</u>	<u>\$ 19,682,821</u>	<u>\$ 18,314,525</u>	<u>\$ 15,680,676</u>	<u>\$ 14,805,329</u>	<u>\$ 16,004,835</u>	<u>\$ 14,697,375</u>
Debt service as a percentage of noncapital expenditures	9.6%	8.1%	6.3%	5.8%	6.3%	6.6%	6.7%	6.9%	6.6%	6.7%

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
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
2016	4,443,598	344,604	26,300,116	1,989,217	1,125,547	193,149	3,292,110	12,734	37,701,075
2017	6,676,194	573,622	27,921,007	2,257,040	1,684,132	193,668	3,543,428	19,641	42,868,732
2018	7,340,723	538,793	30,662,739	2,177,112	2,445,695	-	3,478,660	23,279	46,667,001
Change 2009-2018	85.53%	94.92%	48.67%	119.11%	507.97%		41.83%	154.69%	61.29%

* Starting in 2018 Cigarette Tax is now reported as intergovernmental revenue

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
2009	\$ 190,910,110	\$ 272,343,170	\$ 7,460,020	\$ 19,073,670	\$ 21,637,760	\$ 511,424,730	7.911	\$ 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	8.010	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	7.621	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	7.621	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	7.794	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	8.124	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	8.124	3,995,611,615	14.41%
2016	222,757,583	308,584,455	5,092,109	17,841,530	22,565,770	576,841,447	7.804	4,019,363,629	14.35%
2017	224,974,950	280,468,397	6,926,632	17,590,825	20,982,070	550,942,874	10.745	5,217,752,892	10.56%
2018	273,462,379	364,490,969	7,104,745	21,679,086	20,587,250	687,324,429	10.710	5,225,197,837	13.15%

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
2008-2009	7.96%
2010-2011	8.77%
2012-2013	7.96%
2014-2015	7.96%
2016-2017	7.96%
2018-2019	7.20%

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
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	1.741	7.621	17.150	46.719	56.935	41.998	2.493	0.657
2013	5.880	1.914	7.794	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	2.244	8.124	14.856	44.268	53.424	38.308	2.860	0.839
2016	5.880	1.924	7.804	15.950	47.018	56.601	38.308	2.126	0.611
2017	5.880	4.865	10.745	13.817	52.372	51.166	35.259	2.054	0.557
2018	5.880	4.830	10.710	14.301	52.373	56.945	50.798	2.131	0.820

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					
	2018			2009		
	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Columbia Healthone LLC	\$ 22,620,000	1	3.29%	\$ 28,499,260	1	5.57%
Kent Place Associates LLC	6,156,000	2	0.90%			
CABOT IV-CO1M05-M07 LLC	4,136,879	3	0.60%			
CABOT IV-CO1M05-M07 LLC	4,091,871	4	0.60%			
SCG Atlas Marks	3,894,912	5	0.57%			
CABOT IV-CO1M05-M07 LLC	3,865,120	6	0.56%			
MTS Brookridge LLC	3,770,000	7	0.55%			
Avalon Axis Oxford	3,638,610	8	0.53%			
Northern Englewood Limited	3,471,300	9	0.51%	2,400,780	6	0.47%
EKM	3,416,781	10	0.50%			
Wilkerson				4,101,370	2	0.80%
Wellsford Marks B Corp				2,781,740	4	0.54%
Health One				2,610,000	5	0.51%
EQR Marks				2,318,120	7	0.45%
Realty Associates Fund III				3,400,260	3	0.66%
First Industrial LP				2,726,000	8	0.53%
Wal-Mart				2,648,660	9	0.52%
801/901 Englewood Parkway				2,481,530	10	0.49%
	<u>\$ 59,061,473</u>		<u>8.59%</u>	<u>\$ 53,967,720</u>		<u>10.55%</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
2009	\$ 4,002,921	\$ 3,971,026	99.20%	\$ (16,549)	\$ 3,954,477	98.79%
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%
2016	4,495,208	4,448,470	98.96%	(6,097)	4,442,373	98.82%
2017	6,698,860	6,678,358	99.69%	(2,164)	6,676,194	99.66%
2018	7,414,272	7,344,108	99.05%	(5,527)	7,338,581	98.98%

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
Last Ten Years**

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Category	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Retail	\$ 6,434,898	\$ 5,360,514	\$ 5,638,020	\$ 5,438,448	\$ 5,234,938	\$ 4,812,424	\$ 4,830,062	\$ 4,653,258	\$ 4,330,293	\$ 4,149,309
Utilities	2,567,868	3,311,474	3,013,553	3,187,085	3,589,443	3,510,853	3,526,513	4,109,175	3,357,033	3,248,988
Bldg Materials/Hardware	3,285,541	2,830,358	2,642,380	2,515,723	2,593,358	2,072,084	1,670,205	1,479,608	1,197,084	1,239,205
Eating/Drinking Places	2,980,693	2,688,837	2,504,231	2,468,123	2,310,341	2,111,639	1,956,410	1,901,217	1,867,441	1,939,054
Automotive Dealers/Service Stations	2,820,388	2,680,387	2,846,375	2,548,368	2,206,185	2,089,906	2,088,087	1,952,101	1,925,035	1,833,262
Personal Service other than Lodging	1,337,774	1,034,985	2,565,529	747,070	1,852,361	2,004,760	1,932,614	1,742,996	1,736,575	1,923,168
General Merchandise	2,083,277	1,893,821	1,716,090	1,629,531	1,782,655	1,766,664	1,778,732	1,732,192	1,729,813	1,786,989
Food	1,509,789	1,241,102	1,163,543	1,077,599	1,125,607	963,623	665,713	868,206	732,163	666,727
Non-classifiable	999,957	901,755	935,784	885,175	1,050,219	1,026,549	968,416	1,035,461	1,002,921	1,114,561
Apparel/Accessories	627,996	607,494	658,393	640,626	861,869	862,196	825,966	779,874	727,018	700,194
Finance/Insurance/Real Estate	925,776	847,194	869,549	856,523	855,146	760,729	822,862	833,329	771,929	828,804
Furniture/Home	785,825	754,373	653,852	751,399	724,022	664,584	736,958	741,818	718,916	667,597
Manufacturing	815,471	582,223	836,235	484,327	541,992	450,280	446,649	308,440	411,951	395,798
Contract Construction	116,742	56,836	164,397	32,908	90,015	84,831	62,943	59,189	53,281	73,398
Hotels/Lodging	37,660	28,722	26,385	20,525	21,145	32,949	28,955	25,741	22,591	23,283
	<u>\$ 27,329,655</u>	<u>\$ 24,820,075</u>	<u>\$ 26,234,316</u>	<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>

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

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 (3)	Certificates of Participation	Loans Payable	Capital Leases	General Obligation Bonds (1)	Revenue Bonds	Loans Payable (1)			
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
2016	6,295,000	9,348,000	-	1,021,885	11,208,919	2,791,297	33,804,702	64,469,803	7.42%	1,996
2017	37,687,400	8,095,000	-	941,401	11,037,715	2,596,043	29,596,968	89,954,527	9.83%	2,763
2018	35,694,618	6,813,000	-	855,888	10,861,291	2,395,788	25,242,929	81,863,514	8.71%	2,534

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 Funds</u>	<u>Net General Bonded Debt</u>	<u>Percentage of Estimated Actual Taxable Value of Property (1)</u>	<u>Per Capita (2)</u>
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
2016	17,503,919	(63,703)	17,440,216	0.43%	540
2017	48,725,115	(1,052,976)	47,672,139	0.91%	1,476
2018	46,555,909	(1,098,625)	45,457,284	0.87%	1,407

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

(2) See Schedule 17 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, 2018

	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Direct debt	\$ 46,723,801	100.000%	\$ 46,723,801
Overlapping entities:			
Englewood School District No. 1	154,140,978	97.320%	150,010,000
Sheridan School District No. 2	25,042,466	33.050%	8,276,535
Littleton School District No. 6	139,347,343	2.130%	2,968,098
Cherry Creek School District No. 5	<u>752,541</u>	0.390%	<u>2,935</u>
Total overlapping debt	<u>319,283,328</u>		<u>161,257,568</u>
Total direct and overlapping debt	<u>\$ 366,007,129</u>		<u>\$ 207,981,369</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
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%
2016	4,019,363,629	3.00%	120,580,909	6,295,000	114,285,909	5.5%
2017	5,217,752,892	3.00%	156,532,587	37,687,400	118,845,187	31.7%
2018	5,225,197,837	3.00%	156,755,935	35,694,618	121,061,317	29.5%

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
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		
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	1,609,125	4,364,159	1.23	1.10
2015	16,553,722	10,866,175	-	5,687,547	2,795,351	1,476,375	4,271,726	1.33	1.10
2016	16,551,640	11,060,762	-	5,490,878	2,930,351	1,336,606	4,266,957	1.29	1.10
2017	17,142,802	11,285,658	-	5,874,144	3,037,571	1,031,925	4,069,496	1.44	1.10
2018	17,088,771	9,214,850	-	7,873,921	3,162,441	846,928	4,009,369	1.96	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

<u>Year</u>	<u>Gross Revenue*</u>	<u>Expense*</u>	<u>Net Revenue Available for Debt Service</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>	<u>Required Coverage *</u>
				<u>Principal</u>	<u>Interest</u>	<u>Total</u>		
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
2016	2,080,424	1,613,711	466,713	90,000	120,166	210,166	2.22	1.35
2017	2,067,538	1,531,782	535,756	90,000	118,142	208,142	2.57	1.35
2018	2,221,175	1,650,270	570,905	95,000	122,960	217,960	2.62	1.35

* As defined in the applicable bond indenture

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

<u>Year</u>	<u>Gross Revenue*</u>	<u>Expense*</u>	<u>Net Revenue Available for Debt Service</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>	<u>Required Coverage *</u>
				<u>Principal</u>	<u>Interest</u>	<u>Total</u>		
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
2016	337,998	111,199	226,799	100,000	13,531	113,531	2.00	1.15
2017	405,824	116,122	289,702	105,000	12,030	117,030	2.48	1.15
2018	365,975	222,254	143,721	105,000	10,193	115,193	1.25	1.15

The 2001 Storm Drainage Revenue Bonds were refunded in 2012.

* As defined in the applicable bond indenture

CITY OF ENGLEWOOD, COLORADO

Schedules of Future Debt Service Requirements
December 31, 2018

Golf Course Revenue Refunding Bonds - 2013

Year	Rate	Principal	Interest	Total
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>\$ 2,070,000</u>	<u>\$ 1,062,856</u>	<u>\$ 3,132,856</u>

Storm Water Revenue Refunding Bonds - 2012

Year	Rate	Principal	Interest	Total
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>\$ 325,000</u>	<u>\$ 16,928</u>	<u>\$ 341,928</u>

(Continued)

CITY OF ENGLEWOOD, COLORADO

Schedules of Future Debt Service Requirements
December 31, 2018

(Continued)

Year	General Obligation Water Bonds - 2012				General Obligation Water Bonds - 2009			
	Rate	Principal	Interest	Total	Rate	Principal	Interest	Total
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>\$ 921,871</u>	<u>\$ 3,536,871</u>
2031	3.00	940,000	43,200	983,200				
2032	3.00	960,000	14,550	974,550				
		<u>\$ 7,905,000</u>	<u>\$ 1,942,875</u>	<u>\$ 9,847,875</u>				

Year	General Obligation Bonds, Series 2017				General Obligation Refunding Bonds, Series 2010			
	Rate	Principal	Interest	Total	Rate	Principal	Interest	Total
2019	4.00	\$ 905,000	\$ 1,285,963	\$ 2,190,963	3.00	\$ 935,000	\$ 161,000	\$ 1,096,000
2020	5.00	955,000	1,240,713	2,195,713	3.00	965,000	132,950	1,097,950
2021	5.00	1,000,000	1,192,963	2,192,963	4.00	985,000	104,000	1,089,000
2022	5.00	1,050,000	1,142,963	2,192,963	4.00	1,025,000	64,600	1,089,600
2023	5.00	1,105,000	1,090,463	2,195,463	4.00	590,000	23,600	613,600
2024	5.00	1,155,000	1,035,213	2,190,213		<u>\$ 4,500,000</u>	<u>\$ 486,150</u>	<u>\$ 4,986,150</u>
2025	5.00	1,215,000	977,463	2,192,463				
2026	5.00	1,275,000	916,712	2,191,712				
2027	5.00	1,340,000	852,962	2,192,962				
2028	5.00	1,405,000	785,962	2,190,962				
2029	5.00	1,475,000	715,712	2,190,712				
2030	5.00	1,550,000	641,962	2,191,962				
2031	5.00	1,630,000	564,462	2,194,462				
2032	5.00	1,710,000	482,962	2,192,962				
2033	5.25	1,795,000	397,462	2,192,462				
2034	5.25	1,890,000	303,225	2,193,225				
2035	5.00	1,990,000	204,000	2,194,000				
2036	5.00	2,090,000	104,500	2,194,500				
		<u>\$ 25,535,000</u>	<u>\$ 13,935,662</u>	<u>\$ 39,470,662</u>				

(Continued)

CITY OF ENGLEWOOD, COLORADO

Schedules of Future Debt Service Requirements
December 31, 2018

(Continued)

Year	Qualified Energy Conservation Bonds - 2010				Civic Center Project Englewood Environmental Foundation, Inc.		
	Rate	Principal	Interest	Total	Principal	Interest	Total
2019	5.41	\$ 90,741	\$ 17,858	\$ 108,599	\$ 1,309,000	\$ 130,560	\$ 1,439,560
2020	5.41	96,171	15,843	112,014	1,329,000	102,597	1,431,597
2021	5.41	101,813	13,708	115,521	1,363,000	74,062	1,437,062
2022	5.41	107,672	11,450	119,122	1,394,000	44,838	1,438,838
2023	5.41	113,755	9,062	122,817	1,418,000	15,031	1,433,031
2024	5.41	120,070	6,542	126,612	<u>\$ 6,813,000</u>	<u>\$ 367,089</u>	<u>\$ 7,180,089</u>
2025	5.41	126,627	3,882	130,509			
2026	5.41	99,039	1,078	100,117			
		<u>\$ 855,888</u>	<u>\$ 79,423</u>	<u>\$ 935,311</u>			

Colorado Water Resources and Power Development Authority

May 1, 2004 - Sewer Fund

Year	Rate	Water Pollution Control Revolving Fund		
		Principal	Interest	Total
2019	3.87	\$ 3,258,759	\$ 814,540	\$ 4,073,299
2020	3.87	3,360,428	715,635	4,076,063
2021	3.87	3,467,448	610,860	4,078,308
2022	3.87	3,574,468	500,575	4,075,043
2023	3.87	3,686,839	390,470	4,077,309
2024	3.87	3,799,210	273,886	4,073,096
2025	3.87	4,007,899	2,905	4,010,804
		<u>\$ 25,155,051</u>	<u>\$ 3,308,871</u>	<u>\$ 28,463,922</u>

**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
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%
2016	32,301	846,544,608	26,208	37.2	3,927	4.1%	2.57%
2017	32,301	907,690,401	28,101	37.2	3,927	3.9%	3.44%
2018	32,301	940,023,702	29,102	36.1	3,892	3.7%	3.49%

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	2018			2009		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Health One Swedish Medical	2,041	1	7.50%	1,800	1	7.69%
Craig Hospital	815	2	3.00%	650	4	2.78%
Encore Electric	560	3	2.06%	900	2	3.84%
Englewood School District	491	4	1.80%	525	3	2.24%
City of Englewood	425	5	1.56%	520	5	2.22%
Groove Toyota	420	6	1.54%	450	6	1.92%
Karcher North American	367	7	1.35%	300	7	1.28%
MetroCommunity Providers	331	8	1.22%	300	8	1.28%
Veolia Transportation	295	9	1.08%	230	10	0.98%
Regional Transportation District	251	10	0.92%	238	9	1.02%
Total	5,996		22.04%	5,913		25.25%

Sources:

City of Englewood Community Development Department

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General government:										
City Manager	5.00	5.00	4.92	5.00	5.00	5.25	5.00	6.25	6.25	7.00
City Attorney	5.50	5.50	5.70	6.15	6.15	5.87	6.57	7.30	7.30	6.93
Municipal Court	10.61	10.38	10.20	10.05	9.90	10.48	10.51	10.01	10.01	9.95
Human Resources	6.57	6.17	6.10	6.40	6.51	6.51	5.81	9.43	9.43	7.43
Finance & Admin Services	17.90	17.76	17.63	17.90	17.90	17.90	18.90	16.50	16.50	14.63
Central Services	1.10	1.09	1.08	1.10	1.10	1.10	1.10	1.10	1.00	1.00
Information Technology	11.50	10.42	10.34	10.50	10.50	10.50	10.50	11.00	11.00	12.00
Community Development	11.00	10.92	10.83	11.00	11.00	10.50	10.50	10.00	10.00	10.00
Communications	-	-	-	-	-	-	-	2.50	2.50	3.00
Building and Safety	7.00	6.94	6.89	7.00	7.00	7.00	7.00	7.00	7.00	7.00
Police:										
Administration	8.60	8.53	8.47	8.60	8.60	7.00	7.00	9.00	9.00	11.00
Communications and Records	15.40	14.79	14.68	14.20	16.50	16.00	16.00	15.00	15.00	16.20
Police Operations	70.70	72.14	70.89	73.00	72.00	72.00	76.00	79.00	79.00	78.00
Neighborhood Services	6.00	5.95	4.92	5.00	5.00	5.00	5.00	8.00	8.00	5.00
Public Works:										
Administration	2.70	2.80	2.78	2.56	2.58	2.58	2.58	2.00	2.00	3.45
Engineering	3.13	2.99	2.96	3.00	3.80	4.00	4.00	4.80	4.80	4.07
Streets and Drainage	13.00	10.92	10.83	11.00	11.00	11.00	11.00	11.45	11.45	11.45
Traffic Maintenance	6.50	6.45	6.40	6.50	6.50	6.50	6.50	6.00	6.00	6.00
General Ops and Maintenance	21.70	21.84	21.68	21.00	21.00	20.00	22.00	20.00	20.00	21.00
Concrete Utility	3.92	3.89	3.86	3.92	4.16	3.92	2.92	2.75	2.75	3.03
ServiCenter	11.30	9.92	9.85	10.00	10.00	10.00	11.00	10.00	10.00	10.00
Parks and Recreation:										
Administration	5.00	4.96	4.92	5.74	5.00	5.00	5.00	3.80	3.80	4.00
Programs	18.41	18.52	18.37	17.16	17.50	16.38	17.16	16.25	16.25	16.81
Parks	15.50	15.38	14.28	13.50	13.50	13.50	14.50	15.00	15.00	15.00
Golf	8.50	7.44	7.39	7.38	7.38	7.38	7.38	7.00	7.00	12.25
Library	16.64	16.27	15.60	16.30	15.87	15.93	16.64	14.48	14.48	14.25
Utilities:										
Water Operations	24.30	23.12	22.94	23.30	24.50	24.50	21.50	21.90	21.90	22.50
Sewer Operations	5.50	5.46	5.42	5.50	6.40	6.40	6.40	6.60	6.60	5.50
Storm Drainage Operations	0.65	0.65	0.64	0.65	0.55	0.55	0.55	0.40	0.90	1.10
Utilities Administration	15.05	14.93	14.82	17.05	15.55	15.55	15.05	13.40	12.90	13.20
Littleton/Englewood										
Wastewater Treatment Plant	77.50	78.89	77.15	81.50	84.35	83.90	78.90	77.40	77.40	86.00
Total	426.18	420.02	412.54	421.96	426.80	422.19	422.96	425.32	425.22	438.75

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

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Police										
Calls for assistance	43,766	43,365	45,647	45,337	50,882	50,760	47,099	44,257	44,707	44,482
Number of uniformed officers	71	72	71	71	71	72	75	75	77	76
Building Division										
Commercial construction value	\$ 8,402,603	\$14,919,187	\$ 9,984,183	\$30,797,601	\$ 12,432,894	\$ 56,949,582	\$ 73,276,444	\$ 55,744,440	\$ 58,254,208	\$ 62,622,843
Number of units	77	99	88	92	68	108	119	107	129	109
Residential construction value	\$ 3,700,373	\$ 3,681,187	\$ 5,021,642	\$ 4,969,163	\$ 5,461,307	\$ 8,255,353	\$ 13,730,421	\$ 21,961,666	\$ 30,987,359	\$ 50,218,044
Number of units	236	230	264	302	251	299	352	427	618	518
Building permits value	\$18,318,108	\$30,235,127	\$26,247,031	\$49,405,068	\$145,154,652	\$ 93,181,634	\$105,041,678	\$ 89,917,681	\$ 98,839,201	\$118,928,359
Number of permits	2018	2479	2517	2446	2096	3936	3246	2857	2558	3159
Parks and Recreation										
Englewood Recreation Center Visits	313,000	308,000	307,000	305,500	287,000	240,679	242,472	240,320	232,424	236,372
Malley Recreation Center Visits *	2,504	2,477	2,154	3,522	2,502	89,497	114,410	112,566	98,680	105,623
Park Shelter Reservations	476	459	482	538	511	536	627	760	398	579
Golf Rounds Played:										
9 hole	16,078	16,578	17,408	19,645	18,157	17,766	16,737	15,799	18,128	17,171
18 hole	25,277	25,570	25,508	26,628	25,900	24,580	25,605	26,176	35,395	34,305
Par 3 Course	21,985	20,961	19,454	22,234	20,020	19,207	19,905	19,175	24,158	20,140
Water										
New connections	5	6	13	3	8	13	25	25	147	57
Water Main Breaks	34	34	44	38	35	35	15	15	23	27
Average Daily Consumption (Millions of gallons)	6.800	6.300	5.650	5.454	4.703	5.275	4.763	4.695	5.140	5.440
Peak Daily Consumption (Millions of gallons)	16.50	12.27	11.24	11.91	10.89	10.91	10.01	10.21	10.40	10.78
Wastewater										
Average Daily Sewage Treated (Millions of gallons)	22.8	22.6	21.6	20.9	21.1	21.5	23.1	22.1	20.4	20.4

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

Sources: City Departments

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

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Police										
Marked police vehicles	20	20	20	20	19	19	20	23	23	23
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
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 complexes	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
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	570	570	570	570	570	570	570	570	570	570
Storage Capacity (Millions of gallons)	6.7	6.7	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)	50	50	50	50	50	50	50	50	50	50

Sources: City Departments