



**FIRESTONE**  
C O L O R A D O  
*A COMMUNITY IN MOTION*



**2014**

**Comprehensive Annual Financial Report**  
For The Fiscal Year Ended December 31, 2014



# **TOWN OF FIRESTONE**

**FIRESTONE, COLORADO**

**Comprehensive Annual Financial Report  
For the Fiscal Year ended December 31, 2014**

Issued by the Town of Firestone, Finance Department

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**Town of Firestone, Colorado**  
Comprehensive Annual Financial Report  
For the Fiscal Year Ended December 31, 2014

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## **INTRODUCTORY SECTION**

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June 24, 2015

To the Honorable Mayor, members of the Board of Trustees, and Citizens of the Town of Firestone (the “Town”), state law requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles in the United States (“GAAP”) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual financial report of the Town for the fiscal year ended December 31, 2014.

This report consists of management’s representations concerning the finances of the Town. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Town has established a comprehensive internal control framework that is designed both to protect the Town’s assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the Town’s financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Town’s internal controls have been designed to provide reasonable, rather than absolute assurance that the financial statements are free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Anton Collins Mitchell LLP, a firm of licensed certified public accountants, has audited the Town’s financial statements. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Town for the fiscal year ended December 31, 2014 are free of material misstatement. The independent audit involved: examining on a test basis evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded that, based upon the audit, there was a reasonable basis for rendering an unmodified opinion that the Town’s financial statements for the fiscal year ended December 31, 2014, are fairly presented in conformity with GAAP. The independent auditor’s report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (“MD&A”). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Town of Firestone’s MD&A can be found immediately following the report of the independent auditor.

## **PROFILE OF THE TOWN OF FIRESTONE**

The Town, incorporated in 1908, is located on the northern fringe of the Denver metropolitan area of Colorado. The Town currently occupies a land planning area of approximately 47.2 square miles and serves a population of approximately 11,000. Firestone is located in Weld County. The Town is empowered to levy a property tax on real properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing board and voter approval. On April 2, 1996, the taxpayers approved a ballot question to remove the Taxpayer Bill of Rights (“TABOR”) limits that were imposed on the Town in 1992.

The Town has operated under the Trustees-Town Manager form of government since its first meeting as a statutory town. Policy-making and legislative authority are vested in the Board of Trustees (the “Board”), consisting of the mayor and six trustees. The Town’s Board is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the Town’s manager, attorney, treasurer, and clerk. The Town’s manager is responsible for: carrying out the goals, policies, and ordinances of the Board; for overseeing the day-to-day operations of the Town; and for appointing the heads of the various departments. The Board is elected on a nonpartisan basis. The Mayor is elected for a two-year term and the Trustees are elected for four-year terms. The mayor and trustees are elected at-large.

The Town provides a full range of services including: police protection; construction and maintenance of streets, parks, trails, and open space; and stormwater and water utilities. Other utility services such as sewer, electricity, natural gas, and trash removal are provided by organizations not affiliated with the Town, and therefore, are not reported in the Town’s financial statements.

The annual budget serves as the foundation for the Town’s financial planning and control. All departments of the Town are required to submit requests for appropriation to the Town’s finance director on or about the last day of August each year. The finance director and town manager use these requests as the starting point for developing a proposed budget. The finance director then presents the proposed budget to the Board for review prior to October 15. The Board is required to hold public hearings on the proposed budget and to adopt a final budget no later than December 15. The Town’s fiscal year is on a calendar year basis. The Town’s budget is prepared by fund (e.g. general); department (e.g. police); and division (e.g. patrol). However, the annual budget is appropriated and approved at the fund level only by the Board of Trustees and certified to the State of Colorado as such. Transfers of appropriations between funds require the approval of the Board.

Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. As for the General, Highway, and Park Funds, these comparisons are presented on pages 59 to 61 as part of the required supplementary information. For all other governmental funds, the comparisons are presented in the other supplementary information subsection of this report, which begins on page 65.

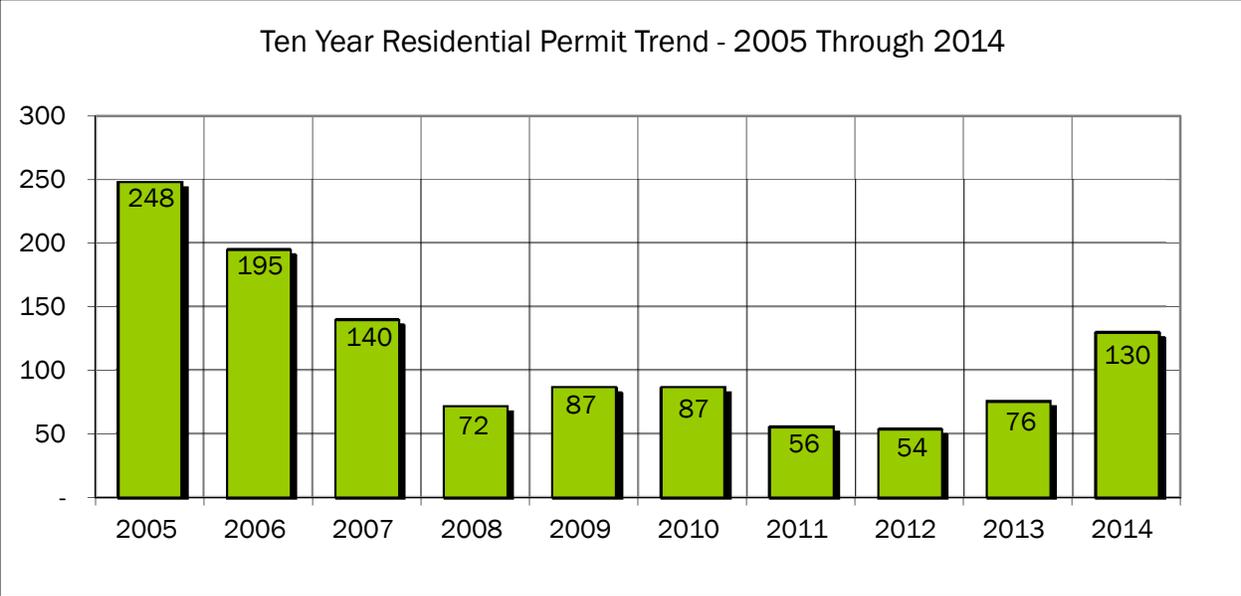
## **FACTORS AFFECTING FINANCIAL CONDITION**

### **LOCAL ECONOMY**

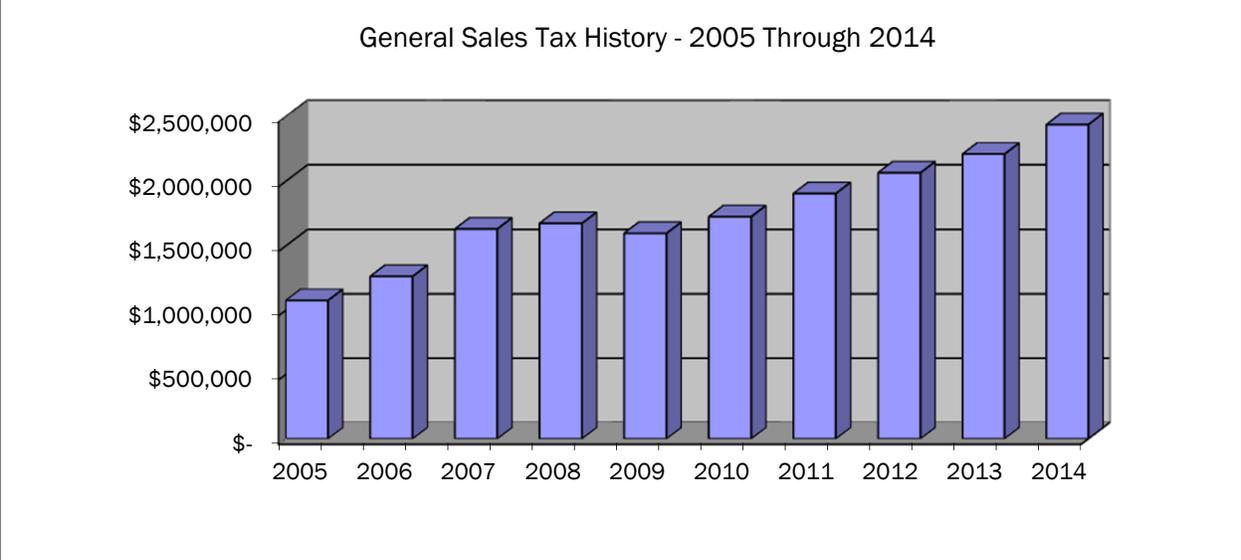
The Town of Firestone is a unique community of citizens, businesses, and governments that are united in creating a stable, safe, prosperous, and healthful environment in which to live, work, worship, learn, recreate and exercise the rights and freedoms provided by the United States Constitution. The Town has been recognized in several national and Colorado listings for its cost of home ownership, amenities, and for being a safe environment. During 2014, the Town was named the second safest community in Colorado and the sixth safest community in the nation by Movoto, a national real estate company, and was also named as No. 1 in an article titled “Best Cities for Homeownership in Colorado” by NerdWallet.com. In addition, Money magazine named Firestone No. 24 in its 2013 “Best Place to Live” issue. The current adopted version of the Town’s master plan was amended in 2013 and reflects the evolution of Firestone toward a high quality, family-oriented community. As a result, Firestone’s economy continues to become more diversified in recent years with employment in manufacturing, services, retail, government, banking, and construction sectors.

Since the 2010 Census, the Town has added three hundred and sixteen new single family dwellings and several commercial properties, resulting in a 10 percent annual increase in population since that time. The Town is currently working to increase the number and variety of businesses throughout the community, including initiatives to enhance the economic success of historic Old Town Firestone. The tables below detail the Town’s taxable assessed value (AV) and the number of single family dwelling additions for the past ten years.

<b>AV year / Year Levied</b>	<b>Assessed Valuation</b>
2005 / 2006	\$83,287,660
2006 / 2007	\$96,612,970
2007 / 2008	\$114,332,430
2008 / 2009	\$118,208,020
2009 / 2010	\$132,642,530
2010 / 2011	\$116,860,720
2011 / 2012	\$131,980,920
2012 / 2013	\$142,320,680
2013 / 2014	\$135,196,793
2014 / 2015	\$137,099,290



Because of the growth of the Town’s residential and retail base, sales tax revenues have shown significant growth throughout the past ten years. The retail trade sector has steadily employed more of the Town’s population in the past several years and significantly influences Firestone’s economy. Below is a chart reflecting the increase in sales tax revenues throughout the last ten years (as of December of each year).



In addition to the sales tax revenues shown above, in November 2013, the Town’s citizens approved a 1 percent additional sales tax to be utilized for streets and parks restoration/rehabilitation, transfers to the Parks Fund and Highway Fund for operations and maintenance, and associated debt service issuances/payments. Collection of this additional tax began in 2014 and will provide for long term sustainability of the Town’s streets and park assets. The total 1 percent additional sales tax generated in 2014 was \$1,285,562.

## LONG-TERM PLANNING

The Board and management are currently working on a major project that will impact the Town's financial position. In 2005, the Board indicated its desire to pursue participation in Northern Integrated Supply Project ("NISP") for future water needs. NISP is a joint project to develop water storage and supply facilities for a large group of water providers in the region. The Town is tentatively expecting a revenue bond debt issue or multiple debt issues to cover the costs associated with the project. The Town maintains a long range financial planning model in order to provide future funding of this vital project.

The Town continuously monitors the status of its budget and conducts a formal mid-year budget review for the Board. The Town plans to make adjustments, as warranted, including expense reductions and deferrals in response to the significant downturn in building and its subsequent effect on current and future revenues.

## AWARDS AND ACKNOWLEDGMENTS

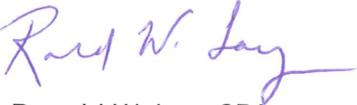
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its comprehensive annual financial report for the fiscal year ended December 31, 2013. This was the eighth consecutive year that the Town has achieved 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.

We would like to express our appreciation to all staff members who assisted and contributed to the preparation of this report. The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance and administrative departments. We would also like to thank Tyra Litzau, of Anton Collins Mitchell LLP, and staff for their valuable input, able assistance, and the professional manner in which the audit engagement was performed. Credit also must be given to the Mayor and the Board of Trustees for their unfailing support for maintaining the highest standards of professionalism in the management of the Town of Firestone's finances.

Respectfully submitted,

  
Wesley LaVanchy  
Town Manager

  
Ronald W. Lay, CPA  
Director of Finance

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Government Finance Officers Association

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

Presented to

**Town of Firestone  
Colorado**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2013**

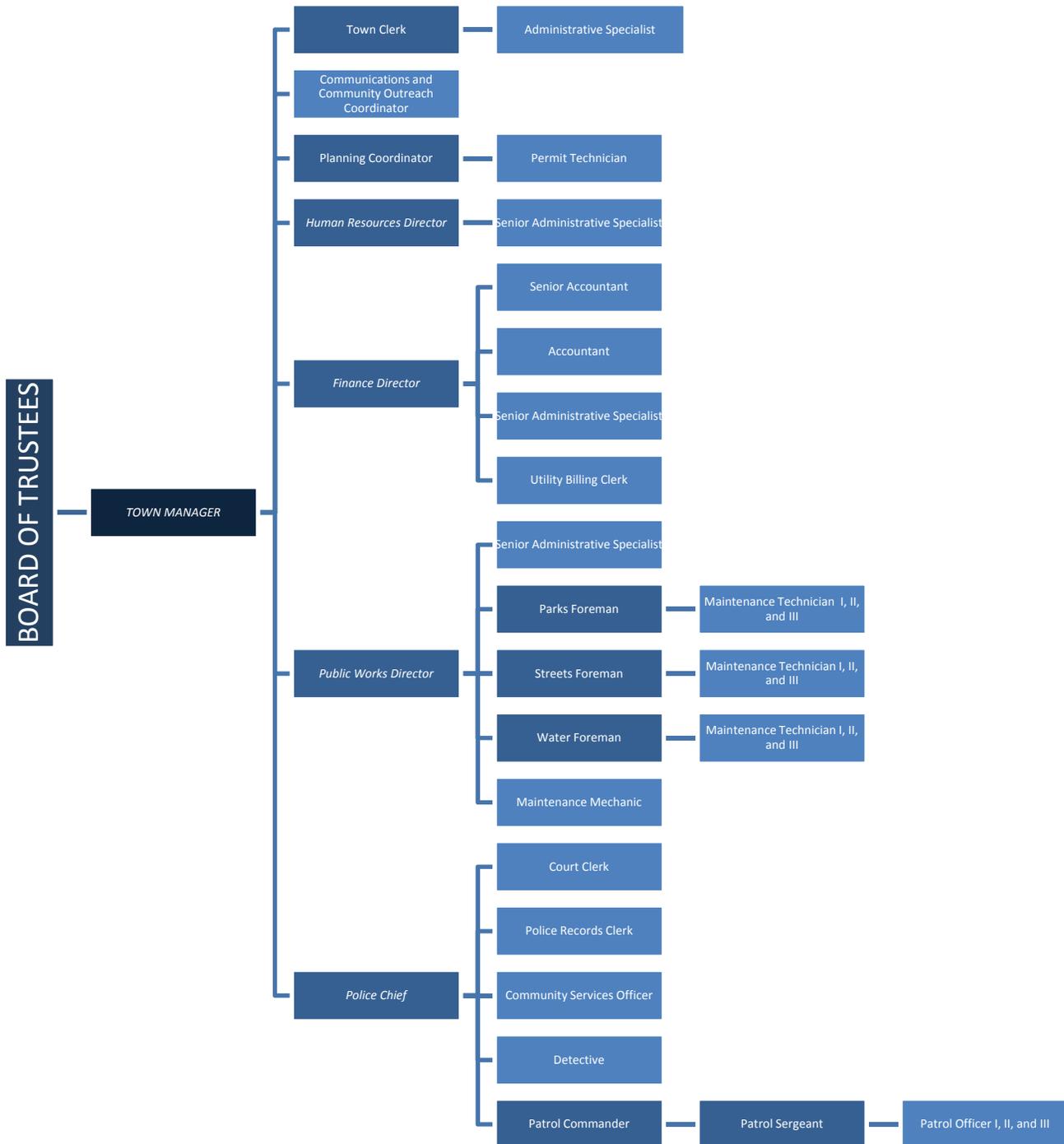
Executive Director/CEO

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# TOWN OF FIRESTONE

## Organizational Chart

As of December 31, 2014



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## **MAYOR AND BOARD OF TRUSTEES**

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Mayor .....	Paul Sorensen
Mayor Pro-tem .....	Matt Holcomb
Trustee .....	George Heath
Trustee .....	Samantha Meiring
Trustee .....	Bobbi Sindelar
Trustee .....	Darrell Walsh
Trustee .....	Jennifer Weinberger

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**TOWN OF FIRESTONE STAFF**

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Town Manager..... Wesley LaVanchy  
Finance Director/Town Treasurer..... Ron Lay  
Senior Accountant..... Alison Westerhold  
Accountant ..... Linda O’Keefe  
Senior Administrative Specialist ..... Julie Pasillas  
Utility Billing Clerk ..... Michele Apps  
Human Resources Director ..... Pascale Pring  
Human Resources Technician ..... Monica Stoffregen  
Town Clerk ..... Carissa Medina  
Senior Administrative Specialist ..... Lisa Bartley  
Public Works Director ..... Theo Abkes  
Senior Administrative Specialist – Public Works ..... Brenda Montoya  
Planning Coordinator ..... Rebecca Toberman  
Building & Permit Technician ..... Tracy Case  
Communications & Community Outreach Coordinator ..... Kristi Ritter  
Town Attorney..... Sam Light, Light & Kelly, PC  
Town Engineer..... Dave Lindsay, CCG, Inc.  
Town Planner..... Bruce Nickerson, Nickerson & Co.

**FIRESTONE POLICE DEPARTMENT**

Chief of Police ..... David Montgomery  
Patrol Commander..... Bryce Borders  
Municipal Court Clerk ..... Beverly Medina  
Police Records Clerk..... Debbie Pittman

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## **FINANCIAL SECTION**

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## **Independent Auditor's Report**

Honorable Mayor and Members  
of the Town Board of Trustees  
Town of Firestone, Colorado

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

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

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

### ***Auditor's Responsibility***

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Firestone as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.



### ***Other Matters***

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 16, and the budgetary comparison information on Pages 59 through 61 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison information, capital asset information, statistical section, and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparison information, capital asset information, and Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section and statistical section 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.

*Anton Collins Mitchell LLP*

Greeley, Colorado  
June 24, 2015



## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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As management of the Town of Firestone (the "Town"), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town of Firestone for the fiscal year ended December 31, 2014. We encourage readers to consider the information presented here in conjunction with additional information furnished in our letter of transmittal, which can be found in the introductory section of this report.

### **BACKGROUND INFORMATION**

The Town was incorporated in 1908. For accounting purposes the Town uses eleven basic funds: the General Fund, five Special Revenue Funds, two Capital Improvements Funds, one Debt Service Fund, and two Enterprise Funds.

On April 2, 1996, the taxpayers approved a ballot question to remove the TABOR limits that were imposed on the Town in 1992. The mill levy for 2014 was set at 6.805 mills.

### **FINANCIAL HIGHLIGHTS**

- The Town's total reported net working capital increased by \$5,231,378 (or 44.77 percent) from December of 2013 to December of 2014. Total net working capital increased in both the governmental and business-type activities by \$4,267,065 and \$964,313, respectively.
- General revenues account for \$7,280,491 or 49.53 percent of total revenues. The Town had \$7,417,687 in program specific revenues in the form of charges for services, operating grants and contributions, and capital contributions. \$5,412,811 (or 72.97 percent) of the 2014 program specific revenues were derived from charges for services.
- The Town had \$8,989,190 in expenses related to governmental activities, which were offset by program specific charges for services and operating grants and contributions of \$3,427,642, general revenues consisting of property taxes and specific ownership taxes of \$1,024,039, sales and use taxes of \$4,692,078, other revenues of \$1,545,712, and the planned use of reserves were adequate to provide for these programs.
- The Town had water and stormwater service income totaling \$2,845,219 with operating and capital grants and contributions totaling \$1,144,826. The cost of providing services totaled \$2,393,727.
- Outlays for capital assets were construction of street, water and storm water infrastructure; improvements to various parks; acquisition of police vehicles and equipment, public works equipment and information technology equipment. See the Capital Assets section of this management's discussion and analysis for more information.
- The Town's governmental funds have one capital lease and one sales tax revenue bond outstanding which total \$3,640,603 at December 31, 2014.



## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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- The Town has a long-term lease commitment to the Firestone Finance Authority in the amount of \$1,355,000, shown in the financial statements as certificates of participation debt.

### **OVERVIEW OF THE FINANCIAL STATEMENTS**

This comprehensive annual financial report consists of five parts: letter of transmittal, management's discussion and analysis, the basic financial statements, supplementary information, and a statistical section. The basic financial statements include two kinds of statements that present different views of the Town.

- The first two statements are government-wide financial statements that provide both short-term and long-term information about the Town's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the Town, reporting the Town's operations in more detail than the Town's overall financial statements.
- The governmental funds statements tell how basic services such as general government, public safety, public works, etc., were financed in the short-term, as well as what remains for future spending.
- The proprietary fund is presented as a business-type activity in the government-wide financial statements. The Town has two enterprise funds; the water fund and the stormwater fund.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of supplementary information that further explains and supports the financial statements with a comparison of the Town's budget for the year. Detailed in the following diagram is how the various parts of this annual report are arranged and related to one another.

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**TABLE 1**  
**Organization of the Town's Comprehensive Annual Financial Report**

Section	Included in Audit Opinion	Document
Introductory Section		Letter of Transmittal - from Management
Financial Section	Audit Report	Independent Auditors' Report
	Limited procedures performed by auditor. Disclaimer of opinion	Management's Discussion and Analysis
Financial Statements	Audited Information	Government-wide Financial Statements
		Fund Financial Statements
		Notes to the Financial Statements
		Supplementary Information
		Capital Assets
Statistical Section		Statistical Information
Compliance	Audited Information	Local Highway Finance Report

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Table 2 summarizes the major features of the Town's financial statements, including the portion of the Town's activities they cover, and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the two types of financial statements (government-wide and fund) found in the basic financial statements.

**TABLE 2  
MAJOR FEATURES OF THE FINANCIAL STATEMENTS**

	Government-wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
<b>Scope</b>	Entire Town	The activities of the Town that are not proprietary	Activities the Town operates similar to private businesses: water and stormwater services
<b>Required Financial Statements</b>	Statement of Net Position  Statement of Activities	Balance Sheet  Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Net Position  Statement of Revenues, Expenses, and Changes in Net Position  Statement of Cash Flows
<b>Accounting basis and measurement focus</b>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
<b>Type of asset/liability information</b>	All assets, deferred outflows of resources, liabilities, and deferred inflows of resources both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets, deferred outflows of resources, liabilities, and deferred inflows of resources both financial and capital, and short-term and long-term
<b>Type of inflow/outflow information</b>	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid



## MANAGEMENT'S DISCUSSION AND ANALYSIS

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### GOVERNMENT-WIDE FINANCIAL STATEMENTS

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The Town's government-wide financial statements are designed to provide readers a broad overview of the Town's finances in a manner similar to a private-sector business. These statements provide both short-term and long-term information about the Town's overall financial status. All of the current year's revenues and expenses are accounted for on the full accrual basis in the statement of net position and the statement of activities regardless of when cash is received or paid.

- The *statement of net position* presents financial information on all of the Town's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between these categories reported as net position. Throughout time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating. To assess the Town's overall health, consideration should be given to additional non-financial factors such as the condition of buildings and equipment and the associated cost of repairs.
- The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the 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 flow in future fiscal periods.

Both of the Town's government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) and those that are principally supported by user fees (business-type activities). Included in governmental activities are most of the Town's basic services, such as general government, public safety, public works, etc. The basic government-wide financial statements can be found on pages 17 to 19 of this report.

### FUND FINANCIAL STATEMENTS

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The fund financial statements provide more detailed information about the Town's funds, focusing on its most significant or major funds, not the Town as a whole. Funds are accounting devices the Town uses to keep track of specific sources of funding and spending on particular programs. The Town funds are divided into two categories: governmental funds, and proprietary funds.

**Governmental Funds:** Most of the Town's basic services are included in governmental funds, which generally focus on: (1) inflows and outflows of cash and other financial assets and (2) balances remaining at year-end, which are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine financial resources that may be available in the near term to finance the Towns' programs. Because this information does not encompass the long-term focus of the Towns' statements, a reconciling schedule is included on the governmental funds statements explaining the relationship (or difference) between them.



## MANAGEMENT'S DISCUSSION AND ANALYSIS

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The basic governmental fund financial statements can be found on pages 20 to 25 of this report.

**Proprietary Funds:** The Town of Firestone maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town of Firestone uses enterprise funds to account for its water and stormwater operations.

- 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 the water operation, which is considered to be a major fund of the Town, and the stormwater operation, which is also considered to be a major fund.

The basic proprietary fund financial statements can be found on pages 26 to 29 of this report.

## NOTES TO THE FINANCIAL STATEMENTS

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The notes provide additional information that is essential to a full understanding of the data provided in the Town and fund financial statements. The notes to the financial statements can be found on pages 30 to 58 of this report.

## OTHER INFORMATION

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In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information. This includes the supplemental data required for non-major fund information and budgetary comparison schedules.



## MANAGEMENT'S DISCUSSION AND ANALYSIS

### FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

#### NET POSITION AND CHANGES IN NET POSITION

The Town's combined net position was greater on December 31, 2014 than the prior year, increasing by 3.58 percent to \$95,883,842. Table 3 provides a summary of the Town's net position at December 31, 2014 with comparisons to 2013. For more information see the Statement of Net Position contained within this report.

**TABLE 3  
CONDENSED STATEMENT OF NET POSITION**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
<b>Assets</b>						
Current and Other Assets	\$ 12,705,461	\$ 7,597,324	\$ 6,047,122	\$ 5,119,741	\$ 18,752,583	\$ 12,717,065
Capital Assets, net	30,344,597	29,430,214	54,887,599	54,223,234	85,232,196	83,653,448
<b>Total Assets</b>	<b>\$ 43,050,058</b>	<b>\$ 37,027,538</b>	<b>\$ 60,934,721</b>	<b>\$ 59,342,975</b>	<b>\$ 103,984,779</b>	<b>\$ 96,370,513</b>
<b>Liabilities</b>						
Current and Other Liabilities	\$ 1,665,698	\$ 824,626	\$ 169,725	\$ 206,657	\$ 1,835,423	\$ 1,031,283
Long-term Liabilities	5,155,946	1,668,870	176,607	181,774	5,332,553	1,850,644
<b>Total Liabilities</b>	<b>\$ 6,821,644</b>	<b>\$ 2,493,496</b>	<b>\$ 346,332</b>	<b>\$ 388,431</b>	<b>\$ 7,167,976</b>	<b>\$ 2,881,927</b>
<b>Deferred Inflows of Resources</b>						
Unearned Revenue	\$ 932,961	\$ 920,005	\$ -	\$ -	\$ 932,961	\$ 920,005
<b>Deferred Inflows of Resources</b>	<b>\$ 932,961</b>	<b>\$ 920,005</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 932,961</b>	<b>\$ 920,005</b>
<b>Net Position</b>						
Net Investment in Capital Assets	\$ 25,318,630	\$ 27,884,672	\$ 54,887,599	\$ 54,207,452	\$ 80,206,229	\$ 82,092,124
Restricted	2,896,206	360,606	-	-	2,896,206	360,606
Unrestricted	7,080,617	5,368,759	5,700,790	4,747,092	12,781,407	10,115,851
<b>Total Net Position</b>	<b>\$ 35,295,453</b>	<b>\$ 33,614,037</b>	<b>\$ 60,588,389</b>	<b>\$ 58,954,544</b>	<b>\$ 95,883,842</b>	<b>\$ 92,568,581</b>

The largest portion of the Town's net position reflects its investment of \$85,232,196 in capital assets (for example, land, buildings, machinery and equipment, utility plants and parks). Net investment in capital assets is reported less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to the public; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.



## MANAGEMENT'S DISCUSSION AND ANALYSIS

Table 4 provides a summary of the changes in net position. Following Table 4 is specific discussion related to overall revenues and expenses.

**TABLE 4  
CHANGES IN NET POSITION FROM OPERATING RESULTS**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
<b>Revenues</b>						
<u>Program Revenues</u>						
Charges for Services	\$ 2,567,591	\$ 1,663,768	\$ 2,845,219	\$ 2,567,456	\$ 5,412,810	\$ 4,231,224
Operating Grants	397,246	238,962	29,756	6,064	427,002	245,026
Capital Grants and Contributions	462,805	157,160	1,115,070	595,603	1,577,875	752,763
<u>General Revenues</u>						
Property Taxes	946,585	1,004,357	-	-	946,585	1,004,357
Sales and Use Taxes	4,692,078	2,973,413	-	-	4,692,078	2,973,413
Franchise Taxes	406,612	396,128	-	-	406,612	396,128
Investment Earnings	29,615	7,362	13,801	10,433	43,416	17,795
Other	1,186,939	959,216	4,861	13,535	1,191,800	972,751
<b>Total Revenues</b>	<b>\$ 10,689,471</b>	<b>\$ 7,400,366</b>	<b>\$ 4,008,707</b>	<b>\$ 3,193,091</b>	<b>\$ 14,698,178</b>	<b>\$ 10,593,457</b>
<b>Expenses</b>						
General Government	\$ 2,156,089	\$ 1,835,993	\$ -	\$ -	\$ 2,156,089	\$ 1,835,993
Public Safety	2,436,446	2,272,091	-	-	2,436,446	2,272,091
Public Works	2,974,941	2,554,525	-	-	2,974,941	2,554,525
Health and Welfare	141,181	174,160	-	-	141,181	174,160
Economic Development	176,249	72,636	-	-	176,249	72,636
Parks	899,216	837,008	-	-	899,216	837,008
Debt Issuance Costs	62,443	-	-	-	62,443	-
Interest on Long-Term Debt	142,625	58,494	-	-	142,625	58,494
Water/Stormwater	-	-	2,393,727	2,143,398	2,393,727	2,143,398
<b>Total Expenses</b>	<b>\$ 8,989,190</b>	<b>\$ 7,804,907</b>	<b>\$ 2,393,727</b>	<b>\$ 2,143,398</b>	<b>\$ 11,382,917</b>	<b>\$ 9,948,305</b>
<b>Increase (Decrease) in Net Position before Transfers</b>	<b>\$ 1,700,281</b>	<b>\$ (404,541)</b>	<b>\$ 1,614,980</b>	<b>\$ 1,049,693</b>	<b>\$ 3,315,261</b>	<b>\$ 645,152</b>
<b>Transfers</b>	(18,865)	28,843	18,865	(28,843)	-	-
<b>Increase (Decrease) in Net Position</b>	<b>\$ 1,681,416</b>	<b>\$ (375,698)</b>	<b>\$ 1,633,845</b>	<b>\$ 1,020,850</b>	<b>\$ 3,315,261</b>	<b>\$ 645,152</b>
<b>Net Position - beginning</b>	<b>\$ 33,614,037</b>	<b>\$ 33,989,735</b>	<b>\$ 58,954,544</b>	<b>\$ 57,933,694</b>	<b>\$ 92,568,581</b>	<b>\$ 91,923,429</b>
<b>Net Position - ending</b>	<b>\$ 35,295,453</b>	<b>\$ 33,614,037</b>	<b>\$ 60,588,389</b>	<b>\$ 58,954,544</b>	<b>\$ 95,883,842</b>	<b>\$ 92,568,581</b>

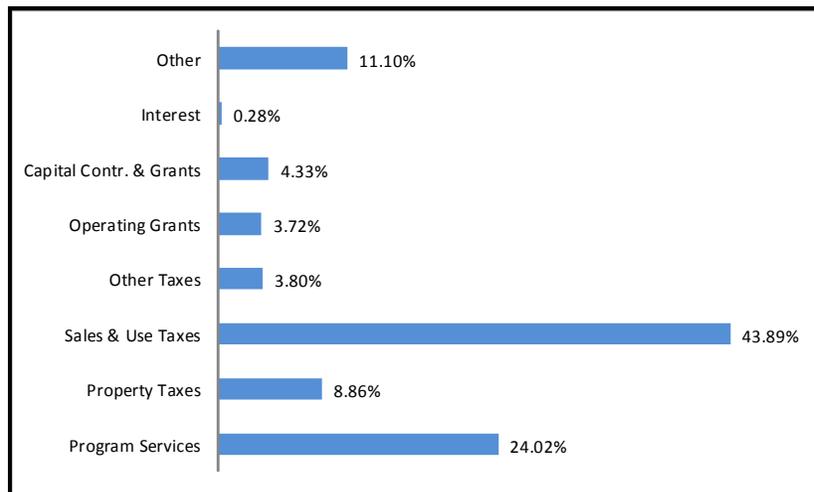
The Town's overall net position increased \$3,315,261 from the prior fiscal year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

**Governmental Activities.** During the current fiscal year, net position for governmental activities increased \$1,681,416 from the prior fiscal year for an ending balance of \$35,295,453. Governmental activities revenues increased by \$3,289,105 from 2013. The change can be primarily attributed to increases in the amount of revenues from Charges for Services (\$903,824), Capital Grants and Contributions (\$305,645), and Sales and Use Taxes (\$1,718,665).

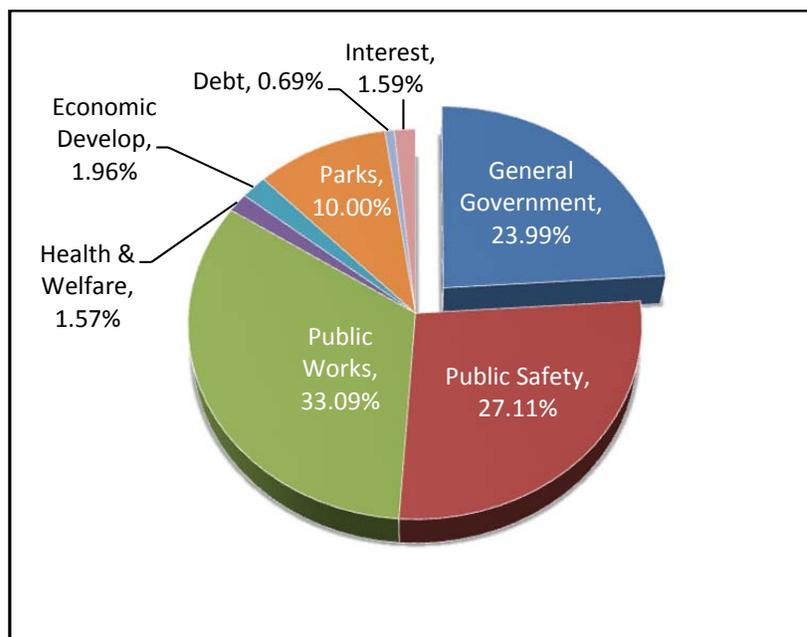
## MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental expenses increased \$1,184,283 from 2013. The change can be primarily attributed to increased expenditures for General Government (\$320,096), Public Safety (\$164,355), Public Works (\$420,416), Economic Development (\$103,613), and Interest on Long-Term Debt (\$84,131). Additionally, Charts 1 and 2 below provide further illustration regarding the Town's composition of governmental revenues and expenses for 2014.

**CHART 1**  
**2014 Governmental Activities - Percentage of Revenues by Type**



**CHART 2**  
**2014 Governmental Activities - Percentage of Expenses by Type**

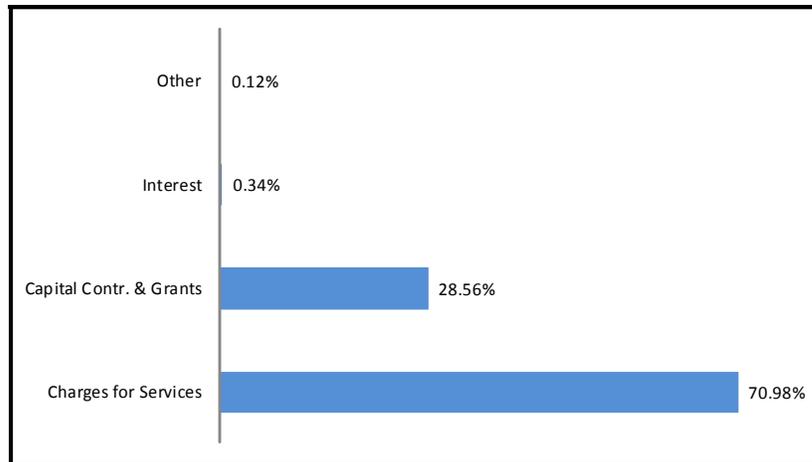


## MANAGEMENT'S DISCUSSION AND ANALYSIS

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**Business-type Activities.** For the Town's business-type activities the results for the current fiscal year were positive in that overall net position increased \$1,633,845 to reach an ending balance of \$60,588,389. The total increase in net position for business-type activities (water and stormwater funds) was \$612,995 or 60% from the prior fiscal year. The growth, in large part, is attributable to the increase in Capital Grants and Contributions of \$519,467, an increase of 87.2% over the prior year. Additionally, Chart 3 below provides further illustration regarding the Town's composition of business-type revenues for 2014.

**CHART 3**  
**2014 Business-type Activities – Percentage of Revenues by Type**





## MANAGEMENT'S DISCUSSION AND ANALYSIS

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### GOVERNMENTAL ACTIVITIES

The statement of activities shows the cost of program services and the related charges for services and the related operating grants and contributions offsetting those costs. Table 5 reflects each program's total cost and net cost of services. That is, it identifies the cost of these services supported by unrestricted property taxes.

**TABLE 5  
NET COST OF GOVERNMENTAL ACTIVITIES**

	2014		2013
	Total Cost of Service	Net Cost of Service	Net Cost of Service
General Government	\$ 2,156,089	\$ 1,489,907	\$ 1,318,102
Public Safety	2,436,446	2,214,008	2,073,458
Public Works	2,974,941	488,726	1,268,639
Health and Welfare	141,181	141,181	174,160
Economic Development	176,249	176,249	72,636
Parks	899,216	846,409	779,528
Debt Issuance Costs	62,443	62,443	-
Interest on Long-Term Debt	142,625	142,625	58,494
<b>Total</b>	<b>\$8,989,190</b>	<b>\$5,561,548</b>	<b>\$5,745,017</b>

## FINANCIAL ANALYSIS OF TOWN FUNDS

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### GENERAL FUND

The purpose of the general fund is to account for the routine operational activities of the Town. This fund provides for functional areas of the organization such as: general government, public safety, public works, etc. The primary funding sources for the general fund are sales and property tax revenues, fines, and charges for services provided.

### GENERAL FUND BUDGETARY HIGHLIGHTS

The Town's budget is prepared according to Colorado law and is based on accounting for certain transactions on a basis of cash receipts and disbursements. The Town's final budget for the general fund anticipated that revenues would exceed expenditures by \$65,689. The actual results for the year show revenues exceeding expenditures by \$736,177. Revenue exceeded budget by \$557,229 which allowed for all uses of those funds as budgeted. This excess revenue will be used in future years.

It should be noted that the Town's budget format is designed to establish and monitor divisional functions of the Town's operations to more closely align expenses with the areas of responsibility. The actual approval of appropriations by the Board of Trustees is at the fund level



## MANAGEMENT'S DISCUSSION AND ANALYSIS

and the divisional functions used in the budget are for presentation and management control purposes. These divisions are set up as cost centers for accountability in each of the following areas:

- General Government
- Public Safety
- Public Works
- Health and Welfare
- Economic Development
- Parks and Open Space

The Town must maintain a 3 percent emergency reserve as a part of the TABOR Amendment (Taxpayer Bill of Rights). At December 31, 2014 the Town's TABOR reserve amounted to \$294,883.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### CAPITAL ASSETS

By the end of 2014, the Town had invested \$85,232,196, net of accumulated depreciation, in a broad range of capital assets for its governmental and business-type activities including: land, buildings, site improvements, vehicles and other equipment (See Table 6 below). This amount represents a net increase of \$1,578,748 (or 1.89 percent) from last year. Additional information on The Town's capital assets can be found in Note 5 to the financial statements. Total depreciation expense for the year was \$2,251,886 in the governmental activities and \$361,676 in the Town's business-type activities.

**TABLE 6  
CAPITAL ASSETS (NET OF DEPRECIATION)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
Land	\$ 6,017,310	\$ 6,017,310	\$ 99,121	\$ 99,121	\$ 6,116,431	\$ 6,116,431
Water Shares	-	-	40,610,164	40,610,164	40,610,164	40,610,164
Construction in Progress	444,291	364,298	632,852	461,603	1,077,143	825,901
Land Improvements	2,892,585	2,821,332	-	-	2,892,585	2,821,332
Buildings and Improvements	892,990	935,567	-	-	892,990	935,567
Streets and Storm Drainage	19,331,493	18,644,910	-	-	19,331,493	18,644,910
Utility Systems	-	-	13,213,199	12,782,943	13,213,199	12,782,943
Machinery and Equipment	765,928	646,797	332,263	269,403	1,098,191	916,200
<b>Total</b>	<b>\$30,344,597</b>	<b>\$29,430,214</b>	<b>\$54,887,599</b>	<b>\$54,223,234</b>	<b>\$85,232,196</b>	<b>\$83,653,448</b>



## MANAGEMENT'S DISCUSSION AND ANALYSIS

### LONG-TERM DEBT

At year end, the Town had \$20,603 of outstanding governmental fund capital leases, \$3,620,000 in sales tax revenue bonds reported in the governmental funds, and the outstanding capital leases in the business-type fund were paid in full during 2014. In addition, the Town had a Certificate of Participation outstanding totaling \$1,355,000. For 2014, the Town experienced a 200.84 percent increase overall in outstanding debt from 2013.

**TABLE 7  
OUTSTANDING DEBT**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
Sales Tax Revenue Bonds	\$ 3,620,000	\$ -	\$ -	\$ -	\$ 3,620,000	\$ -
Certificate of Participation	1,355,000	1,445,000	-	-	1,355,000	1,445,000
Capital Leases	20,603	100,542	-	15,782	20,603	116,324
Compensated Absences	129,979	123,328	28,971	28,712	158,950	152,040
<b>Total</b>	<b>\$5,125,582</b>	<b>\$1,668,870</b>	<b>\$ 28,971</b>	<b>\$ 44,494</b>	<b>\$5,154,553</b>	<b>\$1,713,364</b>

Colorado Revised Statute 31-15-302(1)(d)(II) states that a municipality's total amount of indebtedness for all purposes shall not at any time exceed 3 percent of actual value, except for such debt as may be incurred in supplying water. The Town's outstanding debt is below this limit. Please see Note 6 in the notes to the financial statements and the statistical section of the CAFR for more details.

### FACTORS BEARING ON THE TOWN'S FUTURE

At the time these financial statements were prepared and audited, the Town was aware of the following circumstances that could significantly affect its financial health in the future:

- The Town will be funding streets and parks maintenance at a higher level in future years as a result of the additional 1 percent tax increase that began in 2014. The 1 percent tax is dedicated to the acquisition, development, construction, repair, replacement, expansion, rehabilitation and renovation of the existing and planned streets and parks, as well as, for operating or maintaining any exiting or planned parks and streets including without limitation ongoing operations and maintenance of streets and parks in the Town to extend their useful life and, in the case of streets, improve driver and pedestrian safety.
- There are several factors that drive the Town's budget and financial performance. The factors include but are not limited to the following: area employment rates, sales and use tax revenues, building permit valuation and issuance, population growth, and capital asset construction requirements.



## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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- Currently, the Town's residential building permit valuation and issuance drives a significant part of the budget revenue for corresponding capital expenditures. The Town receives capital revenues from impact fees and water tap fees during the fiscal year, which will be utilized in future years to acquire or construct capital assets to serve future residents. A significant decrease in housing permits would have significant adverse effect on impact fee revenues and corresponding capital projects. The Town budgets for impact fees according to current market trends.

## **CONTACTING THE TOWN'S FINANCIAL MANAGEMENT**

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This financial report is designed to provide the Town's officials, citizens, taxpayers, parents, investors, and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Director at the Town of Firestone, Finance Department, 151 Grant Avenue, P.O. Box 100, Firestone, Colorado 80520-0100.

## **BASIC FINANCIAL STATEMENTS**

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**Town of Firestone**  
Firestone, Colorado  
**Statement of Net Position**  
December 31, 2014

	Primary Government		
	Govern- mental Activities	Business- Type Activities	TOTAL
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 8,510,800	\$ 5,760,698	\$ 14,271,498
Restricted Cash and Cash Equivalents	2,444,940	-	2,444,940
Receivables (Net of Allowance)	1,719,197	217,177	1,936,374
Prepaid Items	30,524	3,112	33,636
Other Current Assets	-	66,135	66,135
Capital Assets (Net of Accumulated Depreciation):			
Land and Water Shares	6,017,310	40,709,285	46,726,595
Construction in Progress	444,291	632,852	1,077,143
Land Improvements	2,892,585	-	2,892,585
Buildings and Improvements	892,990	-	892,990
Streets & Storm Drainage	19,331,493	-	19,331,493
Utility Systems	-	13,213,199	13,213,199
Equipment & Vehicles	765,928	332,263	1,098,191
<b>Total Assets</b>	<b>43,050,058</b>	<b>60,934,721</b>	<b>103,984,779</b>
<b>LIABILITIES</b>			
Accounts Payable and Other Current Liabilities	625,554	169,725	795,279
Accrued Interest Payable	17,923	-	17,923
Developer Deposits	1,022,221	-	1,022,221
Noncurrent Liabilities:			
Customer Deposits	-	147,636	147,636
Accrued Compensated Absences			
Due Within One Year	93,983	21,267	115,250
Due in Greater Than One Year	35,996	7,704	43,700
Certificates of Participation, Sales Tax Revenue Bonds and Capital Leases			
Due Within One Year	209,426	-	209,426
Due in Greater Than One Year	4,816,541	-	4,816,541
<b>Total Liabilities</b>	<b>6,821,644</b>	<b>346,332</b>	<b>7,167,976</b>
<b>DEFERRED INFLOW OF RESOURCES</b>			
Unearned Revenue	932,961	-	932,961
<b>Total Deferred Inflow of Resources</b>	<b>932,961</b>	<b>-</b>	<b>932,961</b>
<b>NET POSITION</b>			
Net Investment In Capital Assets	25,318,630	54,887,599	80,206,229
Restricted for Emergencies	294,883	-	294,883
Restricted for Capital Improvements	2,444,940	-	2,444,940
Restricted for Parks and Recreation	156,383	-	156,383
Unrestricted	7,080,617	5,700,790	12,781,407
<b>Total Net Position</b>	<b>\$ 35,295,453</b>	<b>\$ 60,588,389</b>	<b>\$ 95,883,842</b>

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

**Town of Firestone**  
 Firestone, Colorado  
**Statement of Activities**  
 Year Ended December 31, 2014

Functions / Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants & Contrib.	Capital Contrib.
<b>Governmental Activities:</b>				
General Government	\$ 2,156,089	\$ 629,638	\$ 36,544	\$ -
Public Safety	2,436,446	187,039	35,399	-
Public Works	2,974,941	1,750,914	272,496	462,805
Health and Welfare	141,181	-	-	-
Economic Development	176,249	-	-	-
Parks and Open Space	899,216	-	52,807	-
Debt Issuance Costs	62,443	-	-	-
Interest on Long-Term Debt	142,625	-	-	-
<b>Total Government Activities</b>	<b>8,989,190</b>	<b>2,567,591</b>	<b>397,246</b>	<b>462,805</b>
<b>Business Type Activities:</b>				
Water	2,311,358	2,726,634	29,756	891,145
Stormwater	82,369	118,585	-	223,925
<b>Total Business-Type Activities</b>	<b>2,393,727</b>	<b>2,845,219</b>	<b>29,756</b>	<b>1,115,070</b>
<b>Total Town Government</b>	<b>\$ 11,382,917</b>	<b>\$ 5,412,810</b>	<b>\$ 427,002</b>	<b>\$ 1,577,875</b>

**General Revenues**

Taxes:

- Property Taxes Levied for General Purposes
- Property Taxes Levied for Urban Renewal
- Specific Ownership Taxes
- Sales and Use Tax
- Highway Users, Road & Bridge, Motor Vehicle Taxes
- Franchise Taxes
- Other Taxes

Earnings on Investments

Miscellaneous

Transfers

**Total General Revenues and Transfers**

Changes in Net Position

Net Position at Beginning of Year

**Net Position at Ending of Year**

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

Net (Expense) Revenue  
and Changes in Net Position

Govern- mental Activities	Business- Type Activities	TOTAL
\$ (1,489,907)	\$ -	\$ (1,489,907)
(2,214,008)	-	(2,214,008)
(488,726)	-	(488,726)
(141,181)	-	(141,181)
(176,249)	-	(176,249)
(846,409)	-	(846,409)
(62,443)	-	(62,443)
(142,625)	-	(142,625)
(5,561,548)	-	(5,561,548)
-	1,336,177	1,336,177
-	260,141	260,141
-	1,596,318	1,596,318
(5,561,548)	1,596,318	(3,965,230)
918,746	-	918,746
27,839	-	27,839
77,454	-	77,454
4,692,078	-	4,692,078
507,865	-	507,865
406,612	-	406,612
457,798	-	457,798
29,615	13,801	43,416
143,822	4,861	148,683
(18,865)	18,865	-
7,242,964	37,527	7,280,491
1,681,416	1,633,845	3,315,261
33,614,037	58,954,544	92,568,581
\$ 35,295,453	\$ 60,588,389	\$ 95,883,842

**Town of Firestone**  
Firestone, Colorado  
**Balance Sheet**  
**Governmental Funds**  
December 31, 2014

	General	Highway	Parks
<b>ASSETS</b>			
Equity in Pooled Cash and Cash Equivalents	\$ 3,887,458	\$ 736,632	\$ 477,922
Cash with Fiscal Agent	25,223	9,848	-
Restricted Cash and Cash Equivalents	-	-	-
Receivables (Net of Allowance)	1,383,159	42,503	-
Prepaid Items	30,524	-	-
<b>Total Assets</b>	<b>\$ 5,326,364</b>	<b>\$ 788,983</b>	<b>\$ 477,922</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 196,800	\$ 122,451	\$ 172,697
Other Current Liabilities	118,633	14,939	-
Developer Deposits	1,022,221	-	-
<b>Total Liabilities</b>	<b>1,337,654</b>	<b>137,390</b>	<b>172,697</b>
<b>Deferred Inflows of Resources:</b>			
Unearned Revenue	932,961	-	-
<b>Total Deferred Inflows of Resources</b>	<b>932,961</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>			
Nonspendable for Prepaid Items	30,524	-	-
Restricted for Emergencies	294,883	-	-
Restricted for Parks and Recreation	-	-	-
Restricted for Capital Improvements	-	-	-
Committed for Capital Improvements	-	-	-
Assigned Fund Balance	62,084	651,593	305,225
Unassigned Fund Balance	2,668,258	-	-
<b>Total Fund Balances</b>	<b>3,055,749</b>	<b>651,593</b>	<b>305,225</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 5,326,364</b>	<b>\$ 788,983</b>	<b>\$ 477,922</b>

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

Capital Improvement	Sales Tax Capital Improvement	Other Govt. Funds	Total Govt. Funds
\$ 2,821,058	\$ 197,799	\$ 354,860	\$ 8,475,729
-	-	-	35,071
-	2,444,940	-	2,444,940
75,000	207,355	11,180	1,719,197
-	-	-	30,524
<u>\$ 2,896,058</u>	<u>\$ 2,850,094</u>	<u>\$ 366,040</u>	<u>\$ 12,705,461</u>

\$ -	\$ -	\$ 34	\$ 491,982
-	-	-	133,572
-	-	-	1,022,221
-	-	34	1,647,775
-	-	-	932,961
-	-	-	932,961
-	-	-	30,524
-	-	-	294,883
-	-	156,383	156,383
-	2,444,940	-	2,444,940
2,896,058	405,154	-	3,301,212
-	-	209,623	1,228,525
-	-	-	2,668,258
<u>2,896,058</u>	<u>2,850,094</u>	<u>366,006</u>	<u>10,124,725</u>
<u>\$ 2,896,058</u>	<u>\$ 2,850,094</u>	<u>\$ 366,040</u>	<u>\$ 12,705,461</u>

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**Town of Firestone**  
 Firestone, Colorado  
**Reconciliation of the Governmental Funds**  
**Balance Sheet with the Government-wide Statement of Net Position**  
 December 31, 2014

Amounts reported for governmental activities in the Statement of Net Position are different because:

Total Fund Balances - Governmental Funds	\$	10,124,725
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in the governmental funds.

Cost of Capital Assets	\$	55,214,214	
Accumulated Depreciation		(24,869,617)	
			30,344,597

Long-term liabilities, including certificates of participation, are not due and payable from current financial resources, and therefore, are not reported as liabilities in the governmental funds.

Long term liabilities at year end consist of:

Certificates of Participation	\$	(1,355,000)	
Capital Leases Payable		(20,603)	
Sales Tax Revenue Bonds		(3,620,000)	
Unamortized Bond Premium		(30,364)	
Accrued Interest Payable		(17,923)	(5,043,890)

Accrued compensated absences are not due and payable from current financial resources, and therefore, are not reported in the governmental funds.		(129,979)
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Total Net Position - Governmental Activities	\$	35,295,453
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The accompanying notes are an integral part of these financial statements.

**Town of Firestone**  
Firestone, Colorado  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
Year Ended December 31, 2014

	General	Highway	Parks
<b>REVENUES</b>			
Taxes and Impact Fees	\$ 5,077,995	\$ 587,655	\$ -
Licenses and Permits	532,138	-	97,500
Intergovernmental	71,943	-	-
Charges for Services	-	148,164	-
Fines	187,039	-	-
Investment Earnings	9,891	463	1,000
Miscellaneous	132,248	10,443	1,131
<b>Total Revenues</b>	<b>6,011,254</b>	<b>746,725</b>	<b>99,631</b>
<b>EXPENDITURES</b>			
<b>Current:</b>			
General Government	1,899,704	95,087	17,018
Public Safety			
Police	2,096,468	-	-
Building Inspection	296,835	-	-
Public Works (Roads, Facilities, etc)	87,450	1,051,144	-
Parks and Open Space	126,509	-	406,486
Health & Welfare	141,181	-	-
Economic Development	176,249	-	-
<b>Capital Outlay</b>	<b>344,960</b>	<b>1,681,034</b>	<b>807,052</b>
<b>Debt Service:</b>			
Principal	65,660	14,279	-
Interest	2,194	1,180	-
Debt Issuance Costs	-	-	-
<b>Total Expenditures</b>	<b>5,237,210</b>	<b>2,842,724</b>	<b>1,230,556</b>
<b>Excess (Deficiency) of Revenues</b>			
<b>Over Expenditures</b>	<b>774,044</b>	<b>(2,095,999)</b>	<b>(1,130,925)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	158,528	2,079,438	800,903
Transfer Out	(196,395)	-	-
Proceeds from Bond Issuance	-	-	-
Premium on Issuance of Debt	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(37,867)</b>	<b>2,079,438</b>	<b>800,903</b>
<b>Net Change in Fund Balances</b>	<b>736,177</b>	<b>(16,561)</b>	<b>(330,022)</b>
<b>Fund Balances at Beginning of Year</b>	<b>2,319,572</b>	<b>668,154</b>	<b>635,247</b>
<b>Fund Balances at End of Year</b>	<b>\$ 3,055,749</b>	<b>\$ 651,593</b>	<b>\$ 305,225</b>

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

Capital Improvement	Sales Tax Capital Improvement	Other Govt. Funds	Total Govt. Funds
\$ 1,602,750	\$ 1,285,562	\$ 137,180	\$ 8,691,142
-	-	-	629,638
272,496	-	52,807	397,246
-	-	-	148,164
-	-	-	187,039
7,412	10,155	694	29,615
-	-	-	143,822
1,882,658	1,295,717	190,681	10,226,666
-	-	1,872	2,013,681
-	-	-	2,096,468
-	-	-	296,835
-	-	-	1,138,594
-	-	-	532,995
-	-	-	141,181
-	-	-	176,249
-	-	-	2,833,046
-	175,000	90,000	344,939
-	77,226	50,575	131,175
-	62,443	-	62,443
-	314,669	142,447	9,767,606
1,882,658	981,048	48,234	459,060
-	-	142,000	3,180,869
(970,622)	(1,956,318)	(76,399)	(3,199,734)
-	3,795,000	-	3,795,000
-	30,364	-	30,364
(970,622)	1,869,046	65,601	3,806,499
912,036	2,850,094	113,835	4,265,559
1,984,022	-	252,171	5,859,166
\$ 2,896,058	\$ 2,850,094	\$ 366,006	\$ 10,124,725

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**Town of Firestone**  
 Firestone, Colorado  
**Reconciliation of the Governmental Funds Statement of Revenues,  
 Expenditures and Changes in Fund Balances with the  
 Government-wide Statement of Activities**  
 Year Ended December 31, 2014

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

Total net change in fund balance - Governmental Funds	\$ 4,265,559
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Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expense in the Statement of Activities. This is the amount by which capital outlay and donated assets exceed depreciation in the period:

Expenditures for capital assets	\$ 2,703,464	
Donated assets	462,805	
Less current year depreciation	<u>(2,251,886)</u>	914,383

Repayment of debt principal is an expenditure in the governmental funds, and it reduces long-term liabilities in the Statement of Net Position. but does not affect the Statement of Activities.	344,939
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The issuance of long-term debt, including premiums, is reported as other financing sources in the governmental funds and thus, increases fund balance. However, issuing debt increases long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities.	(3,825,364)
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Increase in accrued interest payable reflected in expenses in the Statement of Activities and not reflected in the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances.	(11,450)
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Increase in accrued compensated absences reflected in expenses in the Statement of Activities and not reflected in the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances.	<u>(6,651)</u>
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Change in Net Position - Governmental Activities	<u><u>\$ 1,681,416</u></u>
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The accompanying notes are an integral part of these financial statements.

**Town of Firestone**  
Firestone, Colorado  
**Statement of Net Position**  
**Proprietary Funds**  
December 31, 2014

	Water Enterprise Fund	Stormwater Enterprise Fund	Total
<b>ASSETS</b>			
<b>Current Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$ 5,724,144	\$ 36,554	\$ 5,760,698
Receivables	178,437	38,740	217,177
Prepaid Items	3,112	-	3,112
Other Current Assets	66,135	-	66,135
<b>Total Current Assets</b>	<b>5,971,828</b>	<b>75,294</b>	<b>6,047,122</b>
<b>Noncurrent Assets</b>			
Capital Assets:			
Land	99,121	-	99,121
Water Rights	40,610,164	-	40,610,164
Utility Systems	15,887,552	552,310	16,439,862
Construction in Progress	528,642	104,210	632,852
Equipment	718,461	-	718,461
Less Accumulated Depreciation	(3,581,925)	(30,936)	(3,612,861)
<b>Total Capital Assets (Net of Accumulated Depreciation)</b>	<b>54,262,015</b>	<b>625,584</b>	<b>54,887,599</b>
<b>Total Noncurrent Assets</b>	<b>54,262,015</b>	<b>625,584</b>	<b>54,887,599</b>
<b>Total Assets</b>	<b>60,233,843</b>	<b>700,878</b>	<b>60,934,721</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts Payable	136,639	4,718	141,357
Other Current Liabilities	26,472	1,896	28,368
<b>Total Current Liabilities</b>	<b>163,111</b>	<b>6,614</b>	<b>169,725</b>
<b>Noncurrent Liabilities</b>			
Customer Deposits	147,636	-	147,636
Accrued Compensated Absences	27,350	1,621	28,971
<b>Total Noncurrent Liabilities</b>	<b>174,986</b>	<b>1,621</b>	<b>176,607</b>
<b>Total Liabilities</b>	<b>338,097</b>	<b>8,235</b>	<b>346,332</b>
<b>NET POSITION</b>			
Net Investment in Capital Assets	54,262,015	625,584	54,887,599
Unrestricted	5,633,731	67,059	5,700,790
<b>Total Net Position</b>	<b>\$ 59,895,746</b>	<b>\$ 692,643</b>	<b>\$ 60,588,389</b>

The accompanying notes are an integral part of these financial statements

**Town of Firestone**  
Firestone, Colorado  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
Year Ended December 31, 2014

	Water Enterprise Fund	Stormwater Enterprise Fund	Total
<b>Operating Revenues</b>			
Charges for Services	\$ 2,726,634	\$ 118,585	\$ 2,845,219
Miscellaneous	4,861	-	4,861
<b>Total Operating Revenues</b>	<b>2,731,495</b>	<b>118,585</b>	<b>2,850,080</b>
<b>Operating Expenses</b>			
Operations	1,182,080	52,038	1,234,118
Administration	773,029	24,064	797,093
Depreciation	355,409	6,267	361,676
<b>Total Operating Expenses</b>	<b>2,310,518</b>	<b>82,369</b>	<b>2,392,887</b>
<b>Operating Income</b>	<b>420,977</b>	<b>36,216</b>	<b>457,193</b>
<b>Nonoperating Revenues (Expenses)</b>			
Investment Earnings	13,801	-	13,801
Interest Expense	(840)	-	(840)
Intergovernmental	29,756	-	29,756
<b>Total Nonoperating Revenues (Expenses)</b>	<b>42,717</b>	<b>-</b>	<b>42,717</b>
<b>Income Before Contributions and Transfers</b>	<b>463,694</b>	<b>36,216</b>	<b>499,910</b>
Capital Contributions	891,145	223,925	1,115,070
Transfers In	-	33,365	33,365
Transfers Out	-	(14,500)	(14,500)
<b>Change in Net Position</b>	<b>1,354,839</b>	<b>279,006</b>	<b>1,633,845</b>
<b>Net Position at Beginning of Year</b>	<b>58,540,907</b>	<b>413,637</b>	<b>58,954,544</b>
<b>Net Position at End of Year</b>	<b>\$ 59,895,746</b>	<b>\$ 692,643</b>	<b>\$ 60,588,389</b>

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

**Town of Firestone**  
Firestone, Colorado  
**Statement of Cash Flows**  
**Proprietary Funds**  
Year Ended December 31, 2014

	Water Enterprise Fund	Stormwater Enterprise Fund	Total
<b>Cash Flows from Operating Activities</b>			
Cash Received from Customers	\$ 2,700,505	\$ 118,650	\$ 2,819,155
Cash Payments to Suppliers for Goods & Services	(1,325,427)	(35,737)	(1,361,164)
Cash Payments to Employees for Services	(685,039)	(33,731)	(718,770)
<b>Net Cash Flows from Operating Activities</b>	<b>690,039</b>	<b>49,182</b>	<b>739,221</b>
<b>Cash Flows from Noncapital Financing Activities</b>			
Transfers to Other Funds	-	18,865	18,865
Change in Interfund Receivable	8,129	-	8,129
Change in Interfund Payable	-	(8,129)	(8,129)
Operating Grants Received	29,756	-	29,756
<b>Total Cash Flows from Noncapital Financing Activities</b>	<b>37,885</b>	<b>10,736</b>	<b>48,621</b>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Contributed Capital	804,275	-	804,275
Acquisition of Capital Assets	(691,882)	(23,364)	(715,246)
Principal Paid on Debt	(15,782)	-	(15,782)
Interest Paid on Debt	(840)	-	(840)
<b>Net Cash Flows from Capital and Related Financing Activities</b>	<b>95,771</b>	<b>(23,364)</b>	<b>72,407</b>
<b>Net Cash Flow from Investing Activities</b>			
Investment Earnings	13,801	-	13,801
<b>Net Cash Flow from Investing Activities</b>	<b>13,801</b>	<b>-</b>	<b>13,801</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>837,496</b>	<b>36,554</b>	<b>874,050</b>
<b>Cash and Cash Equivalents at Beginning of Year</b>	<b>4,886,648</b>	<b>-</b>	<b>4,886,648</b>
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 5,724,144</b>	<b>\$ 36,554</b>	<b>\$ 5,760,698</b>

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

**Town of Firestone**  
Firestone, Colorado  
**Reconciliation of Operating Income to  
Net Cash From Operating Activities  
Proprietary Funds**  
Year Ended December 31, 2014

	<u>Water Enterprise Fund</u>	<u>Stormwater Enterprise Fund</u>	<u>Total</u>
<b>Reconciliation of Operating Income to Net Cash from Operating Activities</b>			
Operating Income	\$ 420,977	\$ 36,216	\$ 457,193
Adjustments to Reconcile Operating Income to Net Cash Flows From Operating Activities			
(Increase) Decrease in Operating Assets:			
Depreciation	355,409	6,267	361,676
Accounts Receivable	(41,346)	65	(41,281)
Other Assets	(12,050)	-	(12,050)
Increase (Decrease) in Operating Liabilities:			
Accounts Payable	(44,788)	3,117	(41,671)
Other Current Liabilities	(1,099)	1,896	797
Accrued Compensated Absences	2,580	1,621	4,201
Customer Deposits	10,356	-	10,356
<b>Net Cash Flows from Operating Activities</b>	<u>\$ 690,039</u>	<u>\$ 49,182</u>	<u>\$ 739,221</u>
<b>Non-Cash Investing and Financing Transactions</b>			
Contributed Capital Assets	\$ 86,870	\$ 223,925	\$ 310,795

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

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## **NOTES TO FINANCIAL STATEMENTS**

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## **NOTES TO THE FINANCIAL STATEMENTS**

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### **NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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The financial statements of the Town of Firestone (the “Town”) have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”) as applied to government units. The Governmental Accounting Standards Board (“GASB”) is the accepted standard-setting body for establishing governmental accounting and financial principles. The more significant of the Town’s accounting policies are described below.

#### **REPORTING ENTITY**

In conformance with governmental accounting and financial reporting standards, the Town of Firestone, Colorado, is the reporting entity for financial reporting purposes. The Town is the primary government financially accountable for all activities of the Town of Firestone. The Town meets the criteria of a primary government: its Town Board of Trustees is the publicly elected governing body; it is a legally separate entity; and it is fiscally independent. The Town is not included in any other governmental reporting entity.

As defined by GAAP established by the GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit’s governing board, and either, a) the ability to impose its will by the primary government, or b) there is a potential for the component unit to provide specific financial benefits to, or impose specific financial burdens on, the primary government; or
- 2) Fiscal dependency on the primary government and there is a potential for the organization to provide specific benefits to, or impose specific financial burdens on the primary government regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government or (3) a jointly appointed board.

Based on the application of these criteria, the following component units are included in the Town’s reporting entity.

#### *Blended Component Units*

The Firestone Finance Authority was created to account for the acquisition and development of Central Park and its related debt service. The Firestone Urban Renewal Authority was established to develop and implement a plan to renew and revitalize portions of northern and southern Firestone. The Town is financially accountable for each of the blended component units. The basis for blending is that the Town’s Board acts as the governing board for the entities.



## NOTES TO THE FINANCIAL STATEMENTS

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### ***Note 1: Summary of Significant Accounting Policies (continued)***

#### **JOINT VENTURES**

The Town of Firestone may participate in joint ventures created for special purposes which are not part of the Town's reporting entity. Additional information regarding the Town's participation in joint ventures is provided in Note 13. The following is a description of the only joint venture in which the Town participated in during the 12 months ended December 31, 2014:

**Weld 911 Emergency Telephone Service Authority Board** - The Town of Firestone is one of 49 local governments which are members of the Weld 911 Emergency Telephone Service Authority Board ("Weld 911"). Weld 911 is an organization created by intergovernmental agreement in 1988 solely to provide for the operation of the 911 emergency telephone service program. Weld 911 is governed by a seven member board selected as defined in the agreement. The governing board is autonomous as to budgeting and fiscal matters.

Investments in joint ventures are recorded as expenditures at the time the investment is made.

Complete financial statements of this joint venture can be obtained from:

Weld County  
P.O. Box 758  
Greeley, Colorado 80632

#### **FUND ACCOUNTING**

The Town uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked funds (special revenue funds), the construction of capital assets (the capital improvement fund) and the debt service fund. The following are the Town's major and non-major governmental funds:

## NOTES TO THE FINANCIAL STATEMENTS

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### ***Note 1: Summary of Significant Accounting Policies (continued)*** ***Fund Accounting (continued)***

- **General Fund** - The General Fund (a major fund) is the Town's general operating fund and is used to account for all financial transactions except those required to be accounted for in another fund. Major revenue sources include local property taxes, sales tax, franchise and other intergovernmental revenues. Expenditures include all costs associated with the daily operation of general government, public safety, public works, parks and recreation and community development. Due to the implementation of GASB Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions*, the replacement reserve funds have been included in the General Fund for reporting purposes.
- **Highway and Parks Funds** - These major funds are special revenue fund types, which are funded by developer contributions, state grants, highway users tax, specific ownership, road and bridge tax, capital lease proceeds and transfers from other funds. The expenditures represent street operating expenses, the cost of street and park construction and the cost of street maintenance.
- **Capital Improvements and Sales Tax Capital Improvements Funds** - These major funds are capital projects fund types which are established to account for financial resources segregated for the acquisition or construction of capital facilities other than those financed by enterprise operations.
- **Other Governmental Funds** - These are non-major funds and are a Debt Service Fund (Firestone Finance Authority) or Special Revenue Funds (Firestone Urban Renewal Authority, Conservation Trust, Open Space) which have been established to account for revenues derived from specific taxes or other earmarked revenue sources which finance specific activities as required by law or administrative action.

Proprietary funds focus on the determination of the changes in net position, financial position and cash flows and are classified as enterprise funds. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The Town's major enterprise funds are:

- **Water Fund** - This fund accounts for the financial transactions related to the water service operations of the Town.
- **Stormwater Fund** - This fund accounts for the financial transactions related to the stormwater service operations of the Town.

## NOTES TO THE FINANCIAL STATEMENTS

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### ***Note 1: Summary of Significant Accounting Policies (continued)*** ***Fund Accounting (continued)***

Fiduciary funds are used by the Town to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The Town does not report any fiduciary funds.

## BASIS OF PRESENTATION

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**Government-wide Financial Statements** - The statement of net position and the statement of activities display information about the Town as a whole. These statements include the financial activities of the primary government. The statements distinguish between those activities of the Town that are governmental and those that are considered business-type activities. The government-wide financial statements do not include fiduciary funds since they are not part of the financial activities of the primary government.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operations of these funds are included on the statement of net position. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements, therefore, include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the Town and for each function or program of the Town's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Town, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Town.

**Fund Financial Statements** - Fund financial statements report detailed information about the Town. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column.

## NOTES TO THE FINANCIAL STATEMENTS

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***Note 1: Summary of Significant Accounting Policies (continued)***  
***Basis of Presentation (continued)***

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus and a modified accrual basis of accounting. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus and accrual basis of accounting. With this measurement focus, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operations of these funds are included on the statement of net position. The statement of revenues, expenses and changes in net position present increases (i.e., revenues) and decreases (i.e., expenses) in net position. The statement of cash flows provides information about how the Town finances and meets the cash flow needs of its proprietary activities.

### **BASIS OF ACCOUNTING**

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Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary funds use the accrual basis of accounting.

**Revenues - Exchange and Non-exchange Transactions** - Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Town, available is defined as revenue expected to be received within sixty days of fiscal year-end.

Non-exchange transactions, in which the Town receives value without directly giving equal value in return, include property taxes, grants, intergovernmental revenues and donations. On an accrual basis, revenues from property taxes are recognized in the fiscal year for which the taxes are levied. Revenues from grants, intergovernmental revenues and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Town must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Town on a reimbursement basis.



## NOTES TO THE FINANCIAL STATEMENTS

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### ***Note 1: Summary of Significant Accounting Policies (continued)*** ***Basis of Accounting (continued)***

On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes collected within 60 days after year-end, sales taxes and other intergovernmental revenues.

**Unearned Revenue** - Unearned revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues also arise when resources are received by the Town before it has a legal claim to them, as when grant monies are received prior to meeting eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability for unearned revenue is removed and revenue is recognized.

**Expenses/Expenditures** - On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on changes in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

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

## BUDGETS AND BUDGETARY ACCOUNTING

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An annual budget and appropriation resolution is adopted by the Board of Trustees in accordance with the Colorado State Statutes. Budgets are adopted on a basis consistent with GAAP, except for the following: proceeds from long-term debt are budgeted as revenue in the proprietary funds; note, lease and bond principal payments are budgeted as expenses in the proprietary funds; and purchases of capital assets are budgeted as capital outlay expenses in the proprietary funds. On or about October 15, the Town staff submits to the Board of Trustees a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them. Also,



## NOTES TO THE FINANCIAL STATEMENTS

### ***Note 1: Summary of Significant Accounting Policies (continued)*** ***Budget and Budgetary Accounting (continued)***

public hearings are conducted at a special meeting and at regular Town Board meetings to obtain taxpayer comments. Prior to December 15, the budget is legally adopted by the Town Board.

Colorado law requires that all funds have legally adopted budgets and total expenditures for each fund cannot exceed the amount appropriated. The legal level of budgetary control is at the fund level as total expenditures cannot exceed the amount appropriated for a fund without Board approval but may be legally reallocated within the fund without Board approval.

All appropriations lapse at the end of each fiscal year. Appropriations for a fund may be increased provided they are offset by unanticipated resources.

Budgeted amounts reported in the accompanying financial statements are as originally adopted and as amended by the Town Board throughout the year. Following is a summary of the original budget, total revisions and revised budget for appropriated expenditures and intrafund transfers in 2014:

	Original Budget	Total Revisions	Revised Budget
<b>Government Funds:</b>			
General Fund	\$ 5,307,751	\$ 60,361	\$ 5,368,112
Special Revenue Funds -			
Highway Fund	1,484,819	3,883,000	5,367,819
Parks Fund	1,363,345	166,300	1,529,645
Conservation Trust Fund	50,000	-	50,000
Open Space Fund	20,000	-	20,000
Capital Projects Funds -			
Capital Improvements Fund	1,294,044	15,000	1,309,044
Sales Tax Capital Improvements Fund	694,000	4,079,226	4,773,226
Firestone Finance Authority Fund	142,075	-	142,075
Firestone Urban Renewal Authority	41,183	-	41,183
<b>Business-Type Funds:</b>			
Water Fund	3,798,785	8,644	3,807,429
Stormwater Fund	252,137	15,000	267,137
<b>Total Funds</b>	<b>\$ 14,448,139</b>	<b>\$ 8,227,531</b>	<b>\$ 22,675,670</b>



## **NOTES TO THE FINANCIAL STATEMENTS**

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### ***Note 1: Summary of Significant Accounting Policies (continued)***

#### **CASH AND CASH EQUIVALENTS**

To improve cash management, cash received by the Town is pooled and invested. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the Town's records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the fund financial statements. Investments of the Town's cash management pool and investments with an original maturity of three months or less at the time they are purchased by the Town are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months that were not purchased from the pool are reported as investments.

#### **RESTRICTED CASH AND CASH EQUIVALENTS**

Restricted cash and cash equivalents are legally restricted as to their use. The restricted cash and cash equivalents is related to unspent bond proceeds from the issuance of the Sales Tax Revenue Bonds, Series 2014.

#### **SHORT-TERM INTERFUND RECEIVABLES/PAYABLES**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables, if any, are classified as internal balances on the government-wide statement of net position and classified as due from other funds or due to other funds on the balance sheet.

#### **RECEIVABLES**

Receivables consist of all revenues earned at year-end and not yet received and are reported net of an allowance for doubtful accounts. The allowance is based upon historical trends.

#### **PREPAID ITEMS**

Payments made to vendors for services that will benefit periods beyond year end are recorded as prepaid items in the government-wide and fund financial statements, and will be reported as expenses/expenditures in the following year.

#### **CAPITAL ASSETS**

Capital assets, which include property and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.



## NOTES TO THE FINANCIAL STATEMENTS

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***Note 1: Summary of Significant Accounting Policies (continued)***  
***Capital Assets (continued)***

Property and equipment of the Town of Firestone is depreciated using the straight-line method over the following estimated useful lives:

Description	Governmental Activities Estimated Useful Lives	Business-Type Activities Estimated Useful Lives
Land	N/A	N/A
Water Rights	N/A	N/A
Land Improvements	10-30 years	N/A
Buildings and Improvements	5-30 years	N/A
Streets and Storm Drainage	15-40 years	N/A
Machinery and Equipment	5-15 years	5-20 years
Utility Systems	N/A	30-50 years

In the governmental fund financial statements, capital outlays (assets) are reported as expenditures when incurred and no depreciation expense is recorded.

### **ACCRUED COMPENSATED ABSENCES PAYABLE**

In accordance with the provisions of the GASB Statement No. 16, *Accounting for Compensated Absences*, vested or accumulated personal leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Accumulated compensated absences not expected to be paid with current available resources are reported as governmental activities liabilities, but not reported in the funds. Compensated absences for Governmental Funds have generally been liquidated through the General Fund and the Highway Fund. Compensated absences relating to the Enterprise Funds are recorded as a liability of those funds. The Town had a total liability for accrued compensated absences in the amount of \$28,971 for the business-type activities and \$129,979 for the governmental activities on the Statement of Net Position at December 31, 2014.

### **ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS**

Payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments and the noncurrent portion of capital leases that will be paid from governmental funds are reported as a liability in the fund financial statements when the liabilities mature or are due and payable. In general, payments made within sixty days after year-end are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid

## NOTES TO THE FINANCIAL STATEMENTS

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### ***Note 1: Summary of Significant Accounting Policies (continued)*** ***Accrued Liabilities and Long-Term Obligations (continued)***

from governmental funds are not recognized as a liability in the fund financial statements until due.

### **FUND BALANCE AND NET POSITION**

In the government-wide and proprietary fund financial statements, net position is classified in the following categories:

- **Net Investment in Capital Assets** – This category groups all capital assets, including infrastructure into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category.
- **Restricted Net Position** – This category presents the net position restricted by external parties (creditors, grantors, contributors, laws and regulations).
- **Unrestricted Net Position** – This category represents the net position of the Town that is not restricted for any project or other purpose by third parties.

In the fund financial statements, fund balances of governmental funds are classified in five separate categories. The five categories, and their general meanings, are as follows:

- **Nonspendable** – Amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact.
- **Restricted** – Amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements, enabling legislation or because of constraints that are externally imposed by creditors, grantors, or the laws or regulations of other governments.
- **Committed** – Amounts that can be used only for specific purposes determined by a formal action of the Town Board. The Town Board is the highest level of decision making authority for the Town. Commitments may be established, modified, or rescinded only through resolutions approved by the Town Board.
- **Assigned** – Amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Assignments may be established, modified, or rescinded only through resolutions approved by the Town Board. The Town Board has the authority to assign amounts for specific purposes.
- **Unassigned** – All other spendable amounts.



## **NOTES TO THE FINANCIAL STATEMENTS**

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### ***Note 1: Summary of Significant Accounting Policies (continued)*** ***Fund Balance and Net Position (continued)***

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

### **CONTRIBUTION OF CAPITAL**

Contributions of capital in proprietary funds financial statements arise from outside contributions of capital assets, or from grants or outside contributions of resources for capital acquisition and construction.

### **INTERFUND TRANSACTIONS**

Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

### **EXTRAORDINARY AND SPECIAL ITEMS**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Town Board and that are either unusual in nature or infrequent in occurrence. There were no extraordinary or special items during 2014.

### **PROPERTY TAXES**

Property taxes are levied prior to December 31 and attach as an enforceable lien on property on January 1. Taxes are payable in full on April 30 or in two installments on the last day of February and June 15. The County Treasurer's office collects property taxes and remits to the Town on a monthly basis. Since property Tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred revenue is recorded at December 31. As the tax is collected in the succeeding year, the deferred revenue is recognized as revenue and the receivable is reduced.



## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 2: CASH AND INVESTMENTS

The composition of the Town’s cash and cash equivalents, including restricted cash and cash equivalents, on December 31, 2014 is as follows:

	Market Value	S&P Rating	Moodys Rating	Weighted Average Maturity in Days	Concentration of Credit Risk
Cash on Hand	\$ 1,190	-	-	-	N/A
Cash with County Treasurer	35,071	-	-	-	N/A
Checking	833,662	-	-	-	N/A
Certificates of Deposit	2,641,055	-	-	-	16%
CSAFE	5,040,012	AAAm	Aaa	-	30%
FHLB	1,300,000	AA+	Aaa	1,652	8%
Savings	6,865,448	-	-	-	41%
<b>Total Funds</b>	<b>\$ 16,716,438</b>				

#### CUSTODIAL CREDIT RISK - DEPOSITS

For deposits, custodial credit risk is the risk that in the event of a bank failure, the Town’s deposits may not be returned. The Town’s bank accounts and certificates of deposit at year-end were entirely covered by federal depository insurance or by collateral held by the Town’s custodial banks under provisions of the Colorado Public Deposit Protection Act (“PDPA”). PDPA requires financial institutions to pledge collateral having a market value of at least 102% of the aggregate public deposits not insured by federal depository insurance. Eligible collateral includes municipal bonds, U.S. government securities, mortgages, and deeds of trust. At December 31, 2014, the Town had deposits with financial institutions with a carrying amount of \$833,662. The bank balances with the financial institutions were \$866,334 of which \$250,000 was covered by federal depository insurance. The remaining balance of \$616,334 was collateralized with securities held by the financial institutions’ agents but not in the Town’s name.

#### CUSTODIAL CREDIT RISK - INVESTMENTS

For investments, custodial credit risk is the risk that in the event of a failure of a counter party, the Town would not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have a specific policy for custodial credit risk.



## **NOTES TO THE FINANCIAL STATEMENTS**

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### ***Note 2: Cash and Investments (continued)***

State statutes and the Town's investment policies authorize the Town to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of the State of Colorado or of any county, school, authority, and certain towns and cities therein, notes or bonds secured by insured mortgages or trust deeds, obligations of national mortgage associations, and certain repurchase agreements. As of December 31, 2014, the Town had no investments exposed to custodial credit risk outside of its investments in the Colorado Secure Assets Fund ("CSAFE") discussed below.

### **LOCAL GOVERNMENT INVESTMENT POOL**

At December 31, 2014, the Town had invested \$5,040,012 in CSAFE, a local government investment pool established in Colorado to pool surplus funds for investment purposes. CSAFE operates similarly to a money market fund and each share is equal in value to \$1.00. The designated custodial bank of the pooled investments provides safekeeping and depository services in connection with the direct investment and withdrawal functions of the pooled investments. All securities owned by pooled investments are held by the Federal Reserve Bank in the account maintained for the custodial banks. Investments of pooled investments consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Treasury Notes. The final maturity of any and all securities purchased by pooled investments may not exceed one year. Pooled investments are rated AAAM by Standard & Poor's.

### **INTEREST RATE RISK**

The Town's investment policies limit investment maturities to five years or less from the date of purchase. This limit on investment maturities is a means of limiting exposure to adverse fair market value changes arising from increasing interest rates.

### **DERIVATIVE INVESTMENTS**

The Town held no derivative investments as of December 31, 2014. Of the Town's investment in the CSAFE local government investment pool, no funds were invested in derivative securities as of December 31, 2014. The Town relied upon information provided by CSAFE in estimating the Town's fair value of its investment in CSAFE and the securities held by CSAFE.

## NOTES TO THE FINANCIAL STATEMENTS

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### NOTE 3: RECEIVABLES

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Receivables at December 31, 2014, consist of the following:

Receivables	Governmental Activities	Business- Type Activities	Total
Taxes	\$ 1,550,716	\$ -	\$ 1,550,716
Accounts	14,807	186,904	201,711
Intergovernmental	-	29,756	29,756
Other	77,819	517	78,336
Developers	85,028	-	85,028
	<u>1,728,370</u>	<u>217,177</u>	<u>1,945,547</u>
Less allowance for doubtful accounts	(9,173)		(9,173)
<b>Total Funds</b>	<u><u>\$ 1,719,197</u></u>	<u><u>\$ 217,177</u></u>	<u><u>\$ 1,936,374</u></u>



## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 4: INTERFUND TRANSACTIONS

Interfund transfers for the year ended December 31, 2014, were as follows:

Interfund Transfers	Transfers In:					Totals
	General	Highway	Parks	Non-Major Governmental	Stormwater	
Transfers Out:						
Governmental Funds:						
Major Funds -						
General Fund	\$ -	\$ -	\$ 186,395	\$ -	\$ 10,000	\$ 196,395
Capital Improvements Fund	87,629	323,120	414,508	122,000	23,365	970,622
Sales Tax Capital Improvement Fund		1,756,318	200,000	-	-	1,956,318
Nonmajor Funds -	56,399	-	-	20,000	-	76,399
<b>Total Governmental Funds</b>	<b>144,028</b>	<b>2,079,438</b>	<b>800,903</b>	<b>142,000</b>	<b>33,365</b>	<b>\$ 3,199,734</b>
Proprietary Funds:						
Major Funds -						
Stormwater Fund	14,500	-	-	-	-	14,500
<b>Total Transfers</b>	<b>\$ 158,528</b>	<b>\$ 2,079,438</b>	<b>\$ 800,903</b>	<b>\$ 142,000</b>	<b>\$ 33,365</b>	<b>\$ 3,214,234</b>

Transfers are used to: (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; (2) move funds appropriated for debt service to the Firestone Finance Authority Fund as debt service payments become due; and (3) use unrestricted revenues to finance various programs accounted for in other funds in accordance with budgetary authorizations. Contributed capital between the governmental funds and proprietary fund is shown within the transfer line for financial statement presentation.



## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 5: CAPITAL ASSETS

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

	Capital Assets 12/31/2013	Additions/ Adjustments	Deletions/ Adjustments	Capital Assets 12/31/2014
<b>Governmental Activities:</b>				
Capital Assets, not being depreciated -				
Land	\$ 6,017,310	\$ -	\$ -	\$ 6,017,310
Construction in Progress	364,298	79,993	-	444,291
Total Capital Assets, not being depreciated -	6,381,608	79,993	-	6,461,601
Capital Assets, being depreciated -				
Land Improvements	5,856,935	437,474	-	6,294,409
Buildings & Improvements	1,725,829	23,817	-	1,749,646
Streets & Storm Drainage	35,223,308	2,379,852	-	37,603,160
Machinery & Equipment	2,860,265	245,133	-	3,105,398
Total Capital Assets, being depreciated -	45,666,337	3,086,276	-	48,752,613
Less Accumulated Depreciation for:				
Land Improvements	(3,035,603)	(366,221)	-	(3,401,824)
Buildings & Improvements	(790,262)	(66,394)	-	(856,656)
Streets & Storm Drainage	(16,578,398)	(1,693,269)	-	(18,271,667)
Machinery & Equipment	(2,213,468)	(126,002)	-	(2,339,470)
Total Accumulated Depreciation	(22,617,731)	(2,251,886)	-	(24,869,617)
Total Capital Assets, being depreciated - Net	23,048,606	834,390	-	23,882,996
<b>Governmental Activities</b>				
<b>Capital Assets - Net</b>	<b>\$ 29,430,214</b>	<b>\$ 914,383</b>	<b>\$ -</b>	<b>\$ 30,344,597</b>



## NOTES TO THE FINANCIAL STATEMENTS

### ***Note 5: Capital Assets (continued)***

Depreciation for governmental activities capital assets have been allocated as shown below:

General Government	\$ 6,175
Parks	366,221
Public Works	1,836,347
Public Safety	43,143

Total Depreciation Expense - Governmental Activities	<u>\$ 2,251,886</u>
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Capital asset activity for the year ended December 31, 2014 for business-type activities was as follows:

	Capital Assets 12/31/2013	Additions/ Adjustments	Deletions/ Adjustments	Capital Assets 12/31/2014
<b>Business-Type Activities:</b>				
<u>Capital Assets, not being</u>				
Depreciated -				
Land	\$ 99,121	\$ -	\$ -	\$ 99,121
Water Rights	40,610,164	-	-	40,610,164
Construction in Progress	461,603	171,249	-	632,852
Total Capital Assets, not being depreciated -	<u>41,170,888</u>	<u>171,249</u>	<u>-</u>	<u>41,342,137</u>
Capital Assets, being				
depreciated -				
Machinery & Equipment	623,117	95,344	-	718,461
Utility System	15,680,414	759,448	-	16,439,862
Total Capital Assets, being depreciated -	<u>16,303,531</u>	<u>854,792</u>	<u>-</u>	<u>17,158,323</u>
Less Accumulated				
Depreciation for:				
Machinery & Equipment	(353,714)	(32,484)	-	(386,198)
Utility System	(2,897,471)	(329,192)	-	(3,226,663)
Total Accumulated Depreciation	<u>(3,251,185)</u>	<u>(361,676)</u>	<u>-</u>	<u>(3,612,861)</u>
Total Capital Assets, being depreciated - Net	13,052,346	493,116	-	13,545,462
<b>Business-Type Activities</b>				
<b>Capital Assets - Net</b>	<u>\$ 54,223,234</u>	<u>\$ 664,365</u>	<u>\$ -</u>	<u>\$ 54,887,599</u>



## NOTES TO THE FINANCIAL STATEMENTS

### ***Note 5: Capital Assets (continued)***

Depreciation for business-type activities capital assets have been allocated as shown below:

Water	\$ 355,409
Stormwater	6,267
Total Depreciation Expense - Business-type Activities	<u>\$ 361,676</u>

## NOTE 6: LONG-TERM DEBT

### PLEDGED REVENUES

During 2006, the Town executed two reimbursement agreements (an Amended and Restated Public Improvements Reimbursement Agreement and Retail Infrastructure Funding Agreement) (the “Plan”) with a developer (the “Developer”). Pursuant to the Plan, the Town will reimburse the Developer for costs incurred in constructing certain assets that were conveyed to the Town upon completion. Reimbursements are made based on a percentage of revenues derived from sales tax charged by the Town, commencing with the date the assets were completed by the developer and conveyed to the Town. Any unpaid balance accrues interest at the Wall Street Journal Prime Rate, capped at 7 percent per annum, compounding monthly until the balance is paid in full.

The Town follows guidance provided in GASB No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, to account for the assets received, and payments made in connection with these agreements. Accordingly, the pledged revenues are treated as an obligation of the Town, until fully repaid. The assets have been capitalized and are depreciated over their useful lives in the Government-wide financial statements. At December 31, 2014, there is no balance due to the Developer.

### BUSINESS-TYPE ACTIVITIES DEBT

The following is a summary of changes in Business-Type Activities long-term debt of the Town for the year ended December 31, 2014:

	Balance 12/31/2013	Additions	Retired	Balance 12/31/2014	Due Within One Year
<b>Capital Leases</b>					
Jun 20, 2012 Lease	\$ 15,782	\$ -	\$ 15,782	\$ -	\$ -
<b>Compensated Absences</b>	28,712	158,088	157,829	28,971	21,267
Total	<u>\$ 44,494</u>	<u>\$ 158,088</u>	<u>\$ 173,611</u>	<u>\$ 28,971</u>	<u>\$ 21,267</u>



## NOTES TO THE FINANCIAL STATEMENTS

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### ***Note 6: Long-Term Debt (continued)***

#### **GOVERNMENTAL ACTIVITIES DEBT**

The following is a summary of outstanding Governmental Activities long-term debt of the Town as of December 31, 2014:

	<u>Outstanding 12/31/2014</u>
<b>General Obligation Debt:</b>	
<b>Certificates of Participation:</b>	
May 31, 2005, Certificates of Participation - \$1,985,000 original issue by the Firestone Finance Authority (the "Authority") used to acquire leased property from Knox Farm, LLC for future use as a park. The interest rate on this debt is (65%) of the Prime Rate as of October 15 of the prior year, reset every three years and may not be less than 3.50% nor more than 6.75%. The certificates mature December 1, 2025. The certificates are payable solely from revenues received from the Town under a lease agreement between itself and the Authority. This debt does not constitute a general obligation or other indebtedness of the Town within the meaning of any constitutional or statutory debt limitation and shall not constitute a multiple fiscal year direct or indirect debt or other financial obligation.	\$ 1,355,000
<b>Sales Tax Revenue Bonds</b>	
April 8, 2014, Sales Tax Revenue Bonds, Series 2014 - \$3,795,000 used to pay or reimburse the costs of the acquisition, development, construction, repair, replacement, expansion, rehabilitation and renovation of existing and planned streets and parks. The interest rate on the debt ranges from 2.00% to 3.625%. The debt matures on December 1, 2033.	3,650,364
<b>Capital Lease:</b>	
March 20, 2012, 48-month lease with Kansas State Bank in Manhattan to acquire twelve Panasonic laptops computers costing \$71,439. Monthly payments of \$1,654 principal and interest at 2.5%.	20,603
<b>Total Governmental Funds Debt</b>	<u><u>\$ 5,025,967</u></u>



## NOTES TO THE FINANCIAL STATEMENTS

### *Note 6: Long-Term Debt (continued)*

#### GOVERNMENTAL ACTIVITIES DEBT

The following is a summary of changes in Governmental Activities long-term debt of the Town for the year ended December 31, 2014:

	Balance 12/31/2013	Additions	Retired	Balance 12/31/2014	Due Within One Year
<b>Sales Tax Revenue Bonds</b>					
Series 2014	\$ -	\$ 3,795,000	\$ 175,000	\$ 3,620,000	\$ 150,000
Premium	-	30,364	-	30,364	-
<b>Certificates of Participation</b>					
May 31, 2006, COPs	1,445,000	-	90,000	1,355,000	95,000
<b>Capital Leases</b>					
June 20, 2012 Lease	30,460	-	30,460	-	-
April 20, 2012 Lease	29,631	-	29,631	-	-
March 20, 2012 Lease	40,451	-	19,848	20,603	19,426
<b>Compensated Absences</b>					
	123,328	477,267	470,616	129,979	93,983
<b>Total</b>	<b>\$ 1,668,870</b>	<b>\$ 4,302,631</b>	<b>\$ 815,555</b>	<b>\$ 5,155,946</b>	<b>\$ 358,409</b>

The annual requirements to amortize all of the Town's Governmental Activities debt as of December 31, 2014, are as follows:

Year Ending Dec. 31	Principal	Interest	Total
2015	\$ 264,426	\$ 163,999	\$ 428,425
2016	251,177	156,932	408,109
2017	260,000	150,419	410,419
2018	265,000	143,644	408,644
2019	275,000	136,694	411,694
2020-2024	1,550,000	555,988	2,105,988
2025-2029	1,170,000	311,402	1,481,402
2030-2034	960,000	98,000	1,058,000
<b>Total</b>	<b>\$ 4,995,603</b>	<b>\$ 1,717,078</b>	<b>\$ 6,712,681</b>



## NOTES TO THE FINANCIAL STATEMENTS

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### **Note 6: Long-Term Debt (continued)** **Governmental Activities Debt (continued)**

The assets acquired through capital lease and certificates of participation are as follows:

Assets	Governmental Activities
Land	\$ 1,985,000
Machinery & Equipment	74,206
Less Accumulated Depreciation	(37,103)
Total	<u>\$ 2,022,103</u>

## NOTE 7: DEFINED BENEFIT PENSION PLAN – POLICE OFFICERS

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### PLAN DESCRIPTION

The Town of Firestone contributes to the Statewide Defined Benefit Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the Colorado Fire and Police Pension Association (“FPPA”). The Statewide Defined Benefit Plan provides retirement benefits for members and beneficiaries. Death and disability coverage is provided for members through the Statewide Death and Disability Plan which is also administered by the FPPA. This is a non-contributory plan. All full-time, paid police officers of the Town of Firestone are members of the Statewide Defined Benefit Plan and the Statewide Death and Disability Plan. Title 31, Article 30 of the Colorado Revised Statutes (“CRS”), as amended, assigns the authority to establish benefit provisions to the state legislature.

FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for both the Statewide Defined Benefit Plan and the Statewide Death and Disability Plan. That report may be obtained by writing to FPPA of Colorado, 5290 DTC Parkway, Suite 100, Englewood, Colorado 80111 or by calling FPPA at 770-3772 in the Denver Metro area, or 1-800-332-FPPA (3772) from outside the metro area.

### BASIS OF ACCOUNTING FOR THE STATEWIDE DEFINED BENEFIT PLAN

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



## **NOTES TO THE FINANCIAL STATEMENTS**

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### ***Note 7: Defined Benefit Pension Plan – Police Officers (Continued)***

#### **FUNDING POLICY**

Plan members and the Town of Firestone are required to contribute at a rate set by statute. The contribution requirements of plan members and the Town of Firestone are established under Title 31, Article 30, Part 10 of the CRS, as amended. The contribution rate for members is 8 percent of covered salary and for the Town of Firestone is 8 percent of covered salary. The Town's contributions to the Statewide Defined Benefit Plan for the years ending December 31, 2014, 2013, and 2012, were \$119,513, \$112,764, and \$111,197, respectively, equal to its required contributions for each year.

### **NOTE 8: DEFINED CONTRIBUTION PENSION PLAN – POLICE OFFICERS**

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#### **PLAN DESCRIPTION**

Employees of the Town of Firestone who are members of the FPPA Statewide Defined Benefit Plan (see Note 7) may voluntarily contribute to the FPPA 457 Plan ("457 Plan"), an Internal Revenue Code Section 457 defined contribution plan administered by FPPA. Plan participation is voluntary, and contributions are separate from others made to FPPA. FPPA issues a publicly available annual financial report that includes financial statements and required supplementary information for the 457 Plan. That report may be obtained by writing to FPPA of Colorado, 5290 DTC Parkway, Suite 100, Englewood, Colorado 80111 or by calling FPPA at 770-3772 in the Denver Metro area, or 1-800-332-FPPA (3772) from outside the metro area.

#### **FUNDING POLICY**

The 457 Plan is funded by voluntary member contributions of up to a maximum limit set by the IRS (\$17,000 for 2012, and \$17,500 for 2013 and 2014). Catch-up contributions up to \$5,500 for the calendar years 2014, 2013 and 2012 were allowed for participants who had attained age 50 before the close of the plan year. For the year ended December 31, 2014, 2013 and 2012, the 457 Plan member contributions from the Town of Firestone were \$4,684, \$4,856, and \$3,415, respectively.

### **NOTE 9: DEFINED BENEFIT PENSION PLAN – NON-POLICE STAFF**

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#### **PLAN DESCRIPTION**

The Town of Firestone contributes to the Local Government Division Trust Fund ("LGDTF"), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado ("PERA"). The LGDTF provides retirement and disability, post-retirement annual increases, and death benefits for members or their beneficiaries.



## NOTES TO THE FINANCIAL STATEMENTS

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### ***Note 9: Defined Benefit Pension Plan – Non-Police Staff (continued)*** ***Plan Description (continued)***

All non-police officer employees of the Town of Firestone are members of the LGDTF. Title 24, Article 51 of the CRS, as amended, assigns the authority to establish benefit provisions to the State Legislature. PERA issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for the LGDTF. That report may be obtained online at [www.copera.org](http://www.copera.org) or by writing to Colorado PERA, 1301 Pennsylvania Street, Denver, Colorado 80203, or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).

### **FUNDING POLICY**

The Town of Firestone is required to contribute member and employer contributions to PERA at a rate set by statute. The contribution requirements of plan members and the Town of Firestone are established under Title 24, Article 51, Part 4 of the CRS, as amended. The contribution rate for members is 8.0 percent and for the Town of Firestone it is 10.00 percent of covered salary. A portion of the Town of Firestone's contribution (1.02 percent of covered salary) is allocated to the Health Care Trust Fund (See Note 10). The Town is also required to pay an amortization equalization disbursement ("AED") equal to 2.20 percent of the total payroll for the calendar years 2012, 2013, and 2014.

Additionally, the Town of Firestone is required to pay a supplemental amortization equalization disbursement ("SAED") equal to 1.50 percent of the total payroll for the calendar years 2012, 2013, and 2014. If the Town of Firestone rehires a PERA retiree as an employee or under any other work arrangement, it is required to report and pay employer contributions (including the AED and SAED) on the amounts paid for the retiree; however no member contributions are required. For the years ending December 31, 2014, 2013, and 2012, the Town of Firestone's employer contributions to the LGDTF were \$227,482, \$214,032, and \$189,385, respectively, equal to their required contributions for each year.

## **NOTE 10: POSTEMPLOYMENT HEALTH CARE BENEFITS**

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### **PLAN DESCRIPTION**

The Town of Firestone contributes to the Health Care Trust Fund ("HCTF"), a cost-sharing multiple-employer healthcare trust administered by PERA. The HCTF provides a health care premium subsidy to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended, assigns the authority to establish the HCTF benefit provisions to the State Legislature. PERA issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for the HCTF. That report may be obtained online at [www.copera.org](http://www.copera.org) or by writing to Colorado PERA, 1301 Pennsylvania Street, Denver, Colorado 80203, or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).



## **NOTES TO THE FINANCIAL STATEMENTS**

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### ***Note 10: Postemployment Health Care Benefits (continued)***

#### **FUNDING POLICY**

The Town of Firestone is required to contribute at a rate of 1.02 percent of covered salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the Town of Firestone are established under Title 24, Article 51, Part 4 of the CRS, as amended. The apportionment of the contribution to the HCTF is established under Title 24, Article 51, Section 208 of the CRS, as amended. For the years ending December 31, 2014, 2013, and 2012, the Town of Firestone’s employer contributions to the HCTF were \$16,937, \$15,935, and \$15,234, respectively, equal to their required contributions for each year.

### **NOTE 11: DEFINED CONTRIBUTION PENSION PLAN – NON-POLICE STAFF**

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#### **PLAN DESCRIPTION**

Employees of the Town of Firestone who are members of the LGDTF (see Note 9) may voluntarily contribute to the Voluntary Investment Program (“401(k) Plan”), an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Plan participation is voluntary, and contributions are separate from others made to PERA. Title 24, Article 51, Part 14 of the CRS, as amended, assigns the authority to establish the 401(k) Plan provisions to the State Legislature. PERA issues a publicly available comprehensive annual financial report for the 401(k) Plan. That report may be obtained online at [www.copera.org](http://www.copera.org) or by writing to Colorado PERA, 1301 Pennsylvania Street, Denver, Colorado 80203, or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).

#### **FUNDING POLICY**

The 401(k) Plan is funded by voluntary member contributions of up to a maximum limit set by the IRS (\$17,000 for calendar year 2012, and \$17,500 for 2013 and 2014). Catch-up contributions up to \$5,500 for the calendar years 2014, 2013 and 2012 were allowed for participants who had attained age 50 before the close of the plan year, subject to the limitations of IRC §414(v).<sup>5</sup> The contribution requirements for the Town of Firestone are established under Title 24, Article 51, Section 1402 of the CRS, as amended. For the years ended December 31, 2014, 2013, and 2012, the 401(k) Plan member contributions from the Town of Firestone were \$19,749, \$22,403, and \$16,086, respectively.



## **NOTES TO THE FINANCIAL STATEMENTS**

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### **NOTE 12: DEFINED CONTRIBUTION PENSION PLAN – NON-POLICE STAFF**

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#### **PLAN DESCRIPTION**

Employees of the Town of Firestone who are members of the LGDTF (see Note 9) may voluntarily contribute to the PERA 457 Plan (“457 Plan”), an Internal Revenue Code Section 457 defined contribution plan administered by PERA. Plan participation is voluntary, and contributions are separate from others made to PERA. PERA issues a publicly available comprehensive annual financial report for the 401(k) Plan. That report may be obtained online at [www.copera.org](http://www.copera.org) or by writing to Colorado PERA, 1301 Pennsylvania Street, Denver, Colorado 80203, or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).

#### **FUNDING POLICY**

The 457 Plan is funded by voluntary member contributions of up to a maximum limit set by the IRS (\$17,000 for calendar year 2012, and \$17,500 for 2013 and 2014). Catch-up contributions up to \$5,500 for the calendar years 2014, 2013 and 2012 were allowed for participants who had attained age 50 before the close of the plan year. The Town began offering this plan in 2013. For the years ended December 31, 2014 and 2013, the 457 Plan member contributions from the Town of Firestone were \$28,154 and \$20,772, respectively.

### **NOTE 13: JOINT VENTURES**

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Condensed financial information for the joint ventures in which the Town of Firestone has an interest is as follows:

#### **WELD 911 EMERGENCY TELEPHONE SERVICE AUTHORITY BOARD**

At December 31, 2013, (date of latest available information), Weld 911 had a fund balance of \$6,377,632. Total revenues for 2013 were \$2,515,541 and total expenses were \$1,378,503 resulting in an excess of revenues over expenses of \$1,137,038. The amount of the Town’s share of these amounts is based upon the percentage of the county wide telephone accesses to be served by the Weld 911 Authority.

Complete financial statements for this joint venture can be obtained from:

Weld County  
P.O. Box 758  
Greeley, Colorado 80632

### **NOTE 14: RESERVED FUND BALANCES / NET POSITION**

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The following is a summary of the purposes of fund balance / net position classifications in the various funds:



## NOTES TO THE FINANCIAL STATEMENTS

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General Fund - Nonspendable	Payments made to vendors for services that will benefit periods beyond year end.
General Fund - Restricted	A portion restricted for emergencies as defined under TABOR.
Conservation Trust - Restricted	Fund balance assigned for future payments on maintenance and capital expenditures as allowed under CRS.
Capital Improvements - Restricted	Fund balance restricted for unspent bond proceeds from the issuance of the Sales Tax Revenue Bonds, Series 2014.
Capital Improvements - Committed	Fund balance committed for future transfers to appropriate funds to be used for capital construction or acquisitions funded by the impact fees or sales taxes collected in these funds.
General Fund - Assigned	Fund balance assigned for future transfers to appropriate funds to be used for the capital construction or acquisition.
Highway Fund - Assigned	Fund balance assigned for operations, maintenance and future capital expenditures related to street and highway operations.
Park Fund - Assigned	Fund balance assigned for planning and future capital expenditures or acquisitions related to park infrastructure.
Firestone Finance Authority - Assigned	Fund balance assigned for future payments on Certificates of Participation issued to finance Town property.
Open Space - Assigned	Fund balance assigned for future transfers for maintenance, capital expenditures and COPS payments for open space, parks, and trails.
Debt Service - Assigned	Fund balance assigned for future payments on outstanding General Obligation Debt.



## **NOTES TO THE FINANCIAL STATEMENTS**

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### **NOTE 15 RISK MANAGEMENT**

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Since January 1, 2010, the Town has been a member of the Colorado Intergovernmental Risk Sharing Agency (“CIRSA”) which provides sufficient liability and property coverage to protect against property damage to all of the Town’s fixed assets and equipment. Other coverage includes general liability coverage as well as supplemental liability coverage for employee benefits, employment practices, law enforcement activities, vehicle and auto liability, crimes against the Town and a general umbrella liability policy. In addition, the Town has secured additional coverage for Town events and volunteers. The Town maintains the state required workers compensation insurance with Pinnacol Assurance, the primary provider of workers compensation coverage in Colorado.

### **NOTE 16: TAXES, SPENDING AND DEBT LIMITATIONS**

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In November 1992, Colorado voters passed an amendment (the “Amendment”) to the State Constitution (Article X, Section 20) also known as the Taxpayer’s Bill of Rights (“TABOR”) which limits the revenue raising and spending abilities of state and local governments.

The limits on property taxes, revenue, and “fiscal year spending” include allowable annual increases tied to inflation and local growth in construction valuation. Fiscal year spending, as defined by the Amendment, excludes federal funds, gifts, property sales, fund transfers, damage awards, and fund reserve (balance). The Amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the “spending limit” must be refunded or approved to be retained by the Town under specified voting requirements by the entire electorate.

The Amendment also requires local governments to establish emergency reserves to be used for declared emergencies only. An emergency, as defined by the Amendment, excludes economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending (excluding bonded debt service). The Town has restricted \$294,883 for this purpose.

On April 2, 1996, the voting citizens of the Town of Firestone authorized the Town to collect, retain, and expend the full proceeds of the Town’s sales and use tax, property tax revenues, non federal grants, fees and other revenues collected and received during the year 1996 and each subsequent year, for capital projects, basic municipal services or other lawful municipal purposes, notwithstanding any state limitation on fiscal year revenue and spending, including without limitation the restrictions of Article X, Section 20 of the Colorado Constitution or any other law. This effectively removed all revenue and spending limits imposed by TABOR.

The Town believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions will require Judicial interpretation.



## **NOTES TO THE FINANCIAL STATEMENTS**

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### **NOTE 17: COMMITMENTS AND CONTINGENT LIABILITIES**

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Management is not aware of any outstanding claims or other financial contingencies that could have a material adverse effect on the Town's financial statements.

### **NOTE 18: DEVELOPER AGREEMENTS**

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The Town is involved in developer agreements to promote commercial growth within its boundaries. These agreements are structured so that future revenues are committed to meet development obligations, but only as the revenues are earned. If revenues are not earned from the sources outlined in the agreements, the Town of Firestone is not obligated to fund the expenditures from other sources. These agreements fall under Government Accounting Standard Board Statement No 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues* for pledged revenues. The obligations to be repaid through these pledged revenues are summarized below (see also Note 6):

#### **AMERICAN FURNITURE WAREHOUSE (AFW) AND THF/TFD FIRESTONE DEVELOPMENT, L.L.C.**

An Amended and Restated Public Improvements Reimbursement Agreement (the "PIRA") between AFW and THF/TFD Firestone Development (the "Developers") was approved by the Town on July 31, 2006. The PIRA will finance the construction of certain public improvements in connection with the City Centre development, located at I-25 and Firestone Blvd. Under the PIRA, the Developers will receive 1.25 percent (the "Credit PIF") of the Town's 2 percent sales and use tax on the sale or provision of goods in the development. The amount of eligible cost that could be reimbursed to the Developers from Credit PIF Revenues is limited to \$11,000,000, plus interest accruing at the Wall Street Journal Prime Rate (3.25% at December 31, 2014), capped at 7 percent per annum. The Developers have 20 years (2026) to receive the maximum reimbursable amount.

#### **THF FIRESTONE DEVELOPMENT, L.L.C.**

A Retail Infrastructure Funding Agreement (the "RIFA") with THF Firestone Development (the "THF Developer") was approved by the Town on September 4, 2008. The RIFA supplements the PIRA and is intended to help finance the construction of additional public improvements in connection with the development of a portion of the retail area at I-25 and Firestone Blvd. Under the RIFA, the THF Developer imposes a Retail Transaction Fee ("RTF") in the amount of 0.25 percent of the Town's 2 percent sales and use tax on the sale or provision of goods in the project area. The amount of eligible cost that could be reimbursed to the Developers from RTF Revenues is limited to \$4,000,000, plus interest accruing at the Wall Street Journal Prime Rate (3.25% at December 31, 2014), capped of 7 percent per annum. The Developers have 20 years (2028) to receive the maximum reimbursable amount.

## **NOTES TO THE FINANCIAL STATEMENTS**

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### **NOTE 19: SUBSEQUENT EVENTS**

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Management of the Town has evaluated subsequent events through June 24, 2015, the date that the financial statements were available to be issued. No transactions or events that would require adjustment to or disclosure in the financial statements were identified.

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## **REQUIRED SUPPLEMENTARY INFORMATION**

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**Town of Firestone**  
**Firestone, Colorado**  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balances - Budget and Actual - General, Highway and Parks Funds**  
Year Ended December 31, 2014

	<b>General Fund</b>			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
<b>REVENUES</b>				
Taxes and Impact Fees	\$ 4,430,855	\$ 4,593,355	\$ 5,077,995	\$ 484,640
Licenses and Permits	364,000	526,500	532,138	5,638
Intergovernmental	38,000	38,000	71,943	33,943
Charges for Services	-	-	-	-
Fines	180,000	180,000	187,039	7,039
Investment Earnings	3,740	3,740	9,891	6,151
Miscellaneous	112,430	112,430	132,248	19,818
<b>Total Revenues</b>	<b>5,129,025</b>	<b>5,454,025</b>	<b>6,011,254</b>	<b>557,229</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
General Government	1,913,614	1,998,045	1,899,704	98,341
Public Safety				
Police	2,036,861	2,036,861	2,096,468	(59,607)
Building Inspection	179,500	299,500	296,835	2,665
Public Works (Roads, Facilities, etc)	20,150	20,150	87,450	(67,300)
Parks and Open Spaces	-	-	126,509	(126,509)
Health & Welfare	33,200	33,200	141,181	(107,981)
Economic Development	122,950	303,880	176,249	127,631
<b>Capital Outlay</b>	<b>530,877</b>	<b>530,877</b>	<b>344,960</b>	<b>185,917</b>
<b>Debt Service:</b>				
Principal	65,660	65,660	65,660	-
Interest	2,194	2,194	2,194	-
<b>Total Expenditures</b>	<b>4,905,006</b>	<b>5,290,367</b>	<b>5,237,210</b>	<b>53,157</b>
<b>Excess (Deficiency) of Revenue Over Expenditures</b>	<b>224,019</b>	<b>163,658</b>	<b>774,044</b>	<b>610,386</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	295,776	304,776	158,528	(146,248)
Transfers Out	(402,745)	(402,745)	(196,395)	206,350
<b>Total Other Financing Sources (Uses)</b>	<b>(106,969)</b>	<b>(97,969)</b>	<b>(37,867)</b>	<b>60,102</b>
<b>Net Change in Fund Balances</b>	<b>\$ 117,050</b>	<b>\$ 65,689</b>	<b>736,177</b>	<b>\$ 670,488</b>
<b>Fund Balances at Beginning of Year</b>			<b>2,319,572</b>	
<b>Fund Balances at End of Year</b>			<b>\$ 3,055,749</b>	

See accompanying Independent Auditor's Report.

**Highway Fund**

Budgeted Amounts		Actual Amounts	Variance with Final Budget
Original	Final		Positive (Negative)
\$ 524,700	\$ 524,700	\$ 587,655	\$ 62,955
-	-	-	-
-	-	-	-
142,250	142,250	148,164	5,914
-	-	-	-
1,000	1,000	463	(537)
5,000	5,000	10,443	5,443
<u>672,950</u>	<u>672,950</u>	<u>746,725</u>	<u>73,775</u>
131,750	131,750	95,087	36,663
-	-	-	-
-	-	-	-
1,087,610	1,087,610	1,051,144	36,466
-	-	-	-
-	-	-	-
-	-	-	-
250,000	4,008,000	1,681,034	2,326,966
14,279	14,279	14,279	-
1,180	1,180	1,180	-
<u>1,484,819</u>	<u>5,242,819</u>	<u>2,842,724</u>	<u>2,400,095</u>
<u>(811,869)</u>	<u>(4,569,869)</u>	<u>(2,095,999)</u>	<u>2,473,870</u>
643,917	4,401,917	2,079,438	(2,322,479)
-	-	-	-
<u>643,917</u>	<u>4,401,917</u>	<u>2,079,438</u>	<u>(2,322,479)</u>
<u>\$ (167,952)</u>	<u>\$ (167,952)</u>	(16,561)	<u>\$ 151,391</u>
		668,154	
		<u>\$ 651,593</u>	

See accompanying Independent Auditor's Report.

**Town of Firestone**  
Firestone, Colorado  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balances -Budget and Actual - General, Highway and Parks Funds**  
Year Ended December 31, 2014

	<b>Parks Fund</b>			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
<b>REVENUES</b>				
Licenses and Permits	\$ 61,500	\$ 61,500	\$ 97,500	\$ 36,000
Investment Earnings	1,800	1,800	1,000	(800)
Miscellaneous	-	-	1,131	1,131
<b>Total Revenues</b>	<b>63,300</b>	<b>63,300</b>	<b>99,631</b>	<b>36,331</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
General Government	22,950	22,950	17,018	5,932
Parks	384,745	384,745	406,486	(21,741)
<b>Capital Outlay</b>	<b>955,650</b>	<b>1,121,950</b>	<b>807,052</b>	<b>314,898</b>
<b>Total Expenditures</b>	<b>1,363,345</b>	<b>1,529,645</b>	<b>1,230,556</b>	<b>299,089</b>
<b>Excess (Deficiency) of Revenue Over Expenditures</b>	<b>(1,300,045)</b>	<b>(1,466,345)</b>	<b>(1,130,925)</b>	<b>335,420</b>
<b>OTHER FINANCING SOURCES</b>				
Transfers In	1,052,395	1,052,395	800,903	(251,492)
<b>Total Other Financing Sources (Uses)</b>	<b>1,052,395</b>	<b>1,052,395</b>	<b>800,903</b>	<b>(251,492)</b>
<b>Net Change in Fund Balances</b>	<b>\$ (247,650)</b>	<b>\$ (413,950)</b>	<b>(330,022)</b>	<b>\$ 83,928</b>
<b>Fund Balances at Beginning of Year</b>			<b>635,247</b>	
<b>Fund Balances at End of Year</b>			<b>\$ 305,225</b>	

See accompanying Independent Auditor's Report.

## **OTHER SUPPLEMENTARY INFORMATION**

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**Town of Firestone**  
Firestone, Colorado  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual - Capital Improvement Funds**  
Year Ended December 31, 2014

	<b>Capital Improvement Fund</b>			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
<b>REVENUES</b>				
Taxes and Impact Fees	\$ -	\$ -	\$ -	\$ -
Impact Fees	1,009,539	1,009,539	1,602,750	593,211
Intergovernmental	-	-	272,496	272,496
Investment Earnings	6,100	6,100	7,412	1,312
<b>Total Revenues</b>	<b>1,015,639</b>	<b>1,015,639</b>	<b>1,882,658</b>	<b>867,019</b>
<b>EXPENDITURES</b>				
<b>Debt Service</b>				
Principal	-	-	-	-
Interest	-	-	-	-
Debt Issuance Costs	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (Deficiency) of Revenue</b>				
<b>Over Expenditures</b>	1,015,639	1,015,639	1,882,658	867,019
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(1,294,044)	(1,309,044)	(970,622)	338,422
Proceeds from Bond Issuance	-	-	-	-
Premium on Issuance of Debt	-	-	-	-
<b>Total Other Financing Uses</b>	<b>(1,294,044)</b>	<b>(1,309,044)</b>	<b>(970,622)</b>	<b>338,422</b>
<b>Net Change in Fund Balance</b>	<b>\$ (278,405)</b>	<b>\$ (293,405)</b>	912,036	<b>\$ 1,205,441</b>
<b>Fund Balance at Beginning of Year</b>			1,984,022	
<b>Fund Balance at End of Year</b>			<b>\$ 2,896,058</b>	

See accompanying Independent Auditor's Report.

**Town of Firestone**  
 Firestone, Colorado  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance -Budget and Actual - Capital Improvement Funds**  
 Year Ended December 31, 2014

**Sales Tax Capital Improvement Fund**

Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
Original	Final		
\$ 1,400,000	\$ 1,400,000	\$ 1,285,562	\$ (114,438)
-	-	-	-
-	-	10,155	10,155
<u>1,400,000</u>	<u>1,400,000</u>	<u>1,295,717</u>	<u>(104,283)</u>
-	175,000	175,000	-
-	77,226	77,226	-
-	69,000	62,443	6,557
<u>-</u>	<u>321,226</u>	<u>314,669</u>	<u>6,557</u>
1,400,000	1,078,774	981,048	(97,726)
(694,000)	(4,452,000)	(1,956,318)	2,495,682
-	3,795,000	3,795,000	-
-	56,366	30,364	(26,002)
<u>(694,000)</u>	<u>(600,634)</u>	<u>1,869,046</u>	<u>2,469,680</u>
<u>\$ 706,000</u>	<u>\$ 478,140</u>	2,850,094	<u>\$ 2,371,954</u>
		-	
		<u>\$ 2,850,094</u>	

**Town of Firestone**  
 Firestone, Colorado  
**Combining Balance Sheet**  
**Other Governmental Funds**  
 December 31, 2014

	Firestone Finance Authority	Firestone Urban Renewal Authority	Conservation Trust	Open Space	Debt Service	Total Governmental Funds
<b>ASSETS</b>						
<hr/>						
Equity in Pooled Cash and						
Cash Equivalents	\$ 1,906	\$ 20,872	\$ 156,383	\$ 167,975	\$ 7,724	\$ 354,860
Receivables	-	-	-	11,180	-	11,180
<b>Total Assets</b>	<u>\$ 1,906</u>	<u>\$ 20,872</u>	<u>\$ 156,383</u>	<u>\$ 179,155</u>	<u>\$ 7,724</u>	<u>\$ 366,040</u>
<b>LIABILITIES AND FUND</b>						
<hr/>						
<b>Liabilities:</b>						
Accounts Payable	\$ -	\$ 34	\$ -	\$ -	\$ -	\$ 34
<b>Total Liabilities</b>	<u>-</u>	<u>34</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>34</u>
<b>Fund Balances:</b>						
Restricted	-	-	156,383	-	-	156,383
Assigned	1,906	20,838	-	179,155	7,724	209,623
<b>Total Fund Balances</b>	<u>1,906</u>	<u>20,838</u>	<u>156,383</u>	<u>179,155</u>	<u>7,724</u>	<u>366,006</u>
 <b>Total Liabilities and Fund</b>	 <u>\$ 1,906</u>	 <u>\$ 20,872</u>	 <u>\$ 156,383</u>	 <u>\$ 179,155</u>	 <u>\$ 7,724</u>	 <u>\$ 366,040</u>

See accompanying Independent Auditor's Report.

**Town of Firestone**  
 Firestone, Colorado  
**Combining Statement of Revenues, Expenditures and**  
**Changes in Fund Balances - Other Governmental Funds**  
 Year Ended December 31, 2014

	Firestone Finance Authority	Firestone Urban Renewal Authority	Conservation Trust	Open Space	Debt Service	Total Governmental Funds
<b>REVENUES</b>						
Taxes and Impact Fees	\$ -	\$ 27,839	\$ -	\$ 109,341	\$ -	\$ 137,180
Intergovernmental	-	-	52,807	-	-	52,807
Investment Earnings	1	70	260	363	-	694
<b>Total Revenues</b>	<b>1</b>	<b>27,909</b>	<b>53,067</b>	<b>109,704</b>	<b>-</b>	<b>190,681</b>
<b>EXPENDITURES</b>						
<b>Current:</b>						
Administration	1,200	672	-	-	-	1,872
<b>Debt Service:</b>						
Principal	90,000	-	-	-	-	90,000
Interest	50,575	-	-	-	-	50,575
<b>Total Expenditures</b>	<b>141,775</b>	<b>672</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>142,447</b>
<b>Excess (Deficiency) of Revenues</b>						
<b>Over Expenditures</b>	<b>(141,774)</b>	<b>27,237</b>	<b>53,067</b>	<b>109,704</b>	<b>-</b>	<b>48,234</b>
<b>OTHER FINANCING SOURCES</b>						
<b>(USES)</b>						
Transfers In	142,000	-	-	-	-	142,000
Transfers Out	-	(6,399)	(50,000)	(20,000)	-	(76,399)
<b>Total Other Financing</b>	<b>142,000</b>	<b>(6,399)</b>	<b>(50,000)</b>	<b>(20,000)</b>	<b>-</b>	<b>65,601</b>
<b>Sources (Uses)</b>						
<b>Net Change in Fund Balances</b>	<b>226</b>	<b>20,838</b>	<b>3,067</b>	<b>89,704</b>	<b>-</b>	<b>113,835</b>
<b>Fund Balances at Beginning</b>						
<b>of Year</b>	<b>1,680</b>	<b>-</b>	<b>153,316</b>	<b>89,451</b>	<b>7,724</b>	<b>252,171</b>
<b>Fund Balances at End of Year</b>	<b>\$ 1,906</b>	<b>\$ 20,838</b>	<b>\$ 156,383</b>	<b>\$ 179,155</b>	<b>\$ 7,724</b>	<b>\$ 366,006</b>

See accompanying Independent Auditor's Report.

**Town of Firestone**  
 Firestone, Colorado  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual - Other Governmental Funds**  
 Year Ended December 31, 2014

	<b>Firestone Finance Authority Fund</b>			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Investment Earnings	50	50	1	(49)
Miscellaneous	150	150	-	(150)
<b>Total Revenues</b>	<u>200</u>	<u>200</u>	<u>1</u>	<u>(199)</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Administration	1,500	1,500	1,200	300
<b>Debt Service:</b>				
Principal	90,000	90,000	90,000	-
Interest	50,575	50,575	50,575	-
<b>Total Expenditures</b>	<u>142,075</u>	<u>142,075</u>	<u>141,775</u>	<u>300</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(141,875)</u>	<u>(141,875)</u>	<u>(141,774)</u>	<u>101</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	142,000	142,000	142,000	-
Transfers Out	-	-	-	-
<b>Total Other Financing Sources</b>	<u>142,000</u>	<u>142,000</u>	<u>142,000</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	<u>\$ 125</u>	<u>\$ 125</u>	226	<u>\$ 101</u>
<b>Fund Balances at Beginning of Year</b>			<u>1,680</u>	
<b>Fund Balances at End of Year</b>			<u>\$ 1,906</u>	

See accompanying Independent Auditor's Report.

**Town of Firestone**  
 Firestone, Colorado  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual - Other Governmental Funds**  
 Year Ended December 31, 2014

<b>Firestone Urban Renewal Authority</b>			
Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
Original	Final		
\$ 41,143	\$ 41,143	\$ 27,839	\$ (13,304)
40	40	70	30
-	-	-	-
<u>41,183</u>	<u>41,183</u>	<u>27,909</u>	<u>(13,274)</u>
34,784	34,784	672	34,112
-	-	-	-
-	-	-	-
<u>34,784</u>	<u>34,784</u>	<u>672</u>	<u>34,112</u>
<u>6,399</u>	<u>6,399</u>	<u>27,237</u>	<u>20,838</u>
-	-	-	-
(6,399)	(6,399)	(6,399)	-
<u>(6,399)</u>	<u>(6,399)</u>	<u>(6,399)</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	20,838	<u>\$ 20,838</u>
		-	
		<u>\$ 20,838</u>	

**Town of Firestone**  
 Firestone, Colorado  
**Schedule of Revenues, Expenditure, and Changes in**  
**Fund Balances - Budget and Actual - Other Governmental Funds**  
 Year Ended December 31, 2014

	<b>Conservation Trust</b>			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	52,000	52,000	52,807	807
Investment Earnings	260	260	260	-
<b>Total Revenues</b>	<u>52,260</u>	<u>52,260</u>	<u>53,067</u>	<u>807</u>
<b>OTHER FINANCING USES</b>				
Transfers Out	(50,000)	(50,000)	(50,000)	-
<b>Total Other Financing Uses</b>	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	<u>\$ 2,260</u>	<u>\$ 2,260</u>	3,067	<u>\$ 807</u>
<b>Fund Balances at Beginning of Year</b>			<u>153,316</u>	
<b>Fund Balances at End of Year</b>			<u>\$ 156,383</u>	

See accompanying Independent Auditor's Report.

**Town of Firestone**  
 Firestone, Colorado  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual - Other Governmental Funds**  
 Year Ended December 31, 2014

**Open Space**

Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
Original	Final		
\$ 45,000	\$ 45,000	\$ 109,341	\$ 64,341
-	-	-	-
90	90	363	273
<u>45,090</u>	<u>45,090</u>	<u>109,704</u>	<u>64,614</u>
(20,000)	(20,000)	(20,000)	-
<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	-
<u>\$ 25,090</u>	<u>\$ 25,090</u>	89,704	<u>\$ 64,614</u>
		89,451	
		<u>\$ 179,155</u>	

**Town of Firestone**  
Firestone, Colorado  
**Water Fund**  
**Schedule of Revenues, Expenditures and Changes in Net Position -**  
**Budget and Actual (Non GAAP Budgetary Basis)**  
Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts Budget Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Operating Revenues</b>				
Charges for Services	\$ 2,580,800	\$ 2,580,800	\$ 2,726,634	\$ 145,834
Miscellaneous	2,000	2,000	4,861	2,861
<b>Total Operating Revenues</b>	<b>2,582,800</b>	<b>2,582,800</b>	<b>2,731,495</b>	<b>148,695</b>
<b>Operating Expenses</b>				
Operations	1,251,145	1,251,145	1,182,080	69,065
Administration	851,299	859,943	773,029	86,914
<b>Total Operating Expenses</b>	<b>2,102,444</b>	<b>2,111,088</b>	<b>1,955,109</b>	<b>155,979</b>
<b>Operating Income</b>	<b>480,356</b>	<b>471,712</b>	<b>776,386</b>	<b>304,674</b>
<b>Nonoperating Revenues (Expenditures)</b>				
Capital Contributions	885,600	1,185,600	2,929,545	1,743,945
Investment Earnings	10,000	10,000	13,801	3,801
Transfers In	210,000	210,000	-	(210,000)
Transfers Out	(210,000)	(210,000)	-	210,000
Interest Expense	(826)	(826)	(840)	(14)
Principal Paid	(15,782)	(15,782)	(15,782)	-
Capital Outlay	(1,469,733)	(1,596,711)	(691,882)	904,829
Tap Fees Paid	-	(300,000)	(2,038,400)	(1,738,400)
Intergovernmental Revenues	-	-	29,756	29,756
<b>Total Nonoperating Revenues (Expenditures)</b>	<b>(590,741)</b>	<b>(717,719)</b>	<b>226,198</b>	<b>943,917</b>
<b>Excess of Revenues Over Expenditures - Budgetary Basis</b>	<b>\$ (110,385)</b>	<b>\$ (246,007)</b>	<b>1,002,584</b>	<b>\$ 1,248,591</b>
<b>Reconciliation to a GAAP Basis</b>				
Depreciation			(355,409)	
Capital Outlay			691,882	
Principal Paid			15,782	
<b>Change in Net Position</b>			<b>1,354,839</b>	
<b>Net Position at Beginning of Year</b>			<b>58,540,907</b>	
<b>Net Position at End of Year</b>			<b>\$ 59,895,746</b>	

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Firestone, Colorado**  
**Stormwater Fund**  
**Schedule of Revenues, Expenditures and Changes in Net Position -**  
**Budget and Actual (Non GAAP Budgetary Basis)**  
Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts Budget Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Operating Revenues</b>				
Charges for Services	\$ 114,500	\$ 114,500	\$ 118,585	\$ 4,085
<b>Total Operating Revenues</b>	<u>114,500</u>	<u>114,500</u>	<u>118,585</u>	<u>4,085</u>
<b>Operating Expenses</b>				
Operations	57,637	57,637	52,038	5,599
Administration	32,400	32,400	24,064	8,336
<b>Total Operating Expenses</b>	<u>90,037</u>	<u>90,037</u>	<u>76,102</u>	<u>13,935</u>
<b>Operating Income</b>	24,463	24,463	42,483	18,020
<b>Nonoperating Revenues (Expenditures)</b>				
Capital Contributions	-	-	223,925	223,925
Transfers In	137,600	152,600	33,365	(119,235)
Transfers Out	(14,500)	(14,500)	(14,500)	-
Capital Outlay	(147,600)	(162,600)	(23,364)	139,236
<b>Total Nonoperating Revenues (Expenditures)</b>	<u>(24,500)</u>	<u>(24,500)</u>	<u>219,426</u>	<u>243,926</u>
<b>Deficiency of Revenues Over Expenditures - Budgetary Basis</b>	<u>\$ (37)</u>	<u>\$ (37)</u>	261,909	<u>\$ 261,946</u>
<b>Reconciliation to a GAAP Basis</b>				
Depreciation			(6,267)	
Capital Outlay			<u>23,364</u>	
<b>Change in Net Position</b>			279,006	
<b>Net Position at Beginning of Year</b>			<u>413,637</u>	
<b>Net Position at End of Year</b>			<u>\$ 692,643</u>	

See accompanying Independent Auditor's Report.

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**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL ACTIVITIES**

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**Town of Firestone**  
**Capital Assets Used in the Operation of Governmental Activities**  
**Schedule by Activity and Source**

**December 31, 2014**

<b>Function and Activity</b>	Land	Land Improvements	Building and Improvements	Equipment and Vehicles	Infrastructure	<b>TOTAL</b>
General Government	\$ -	\$ -	\$ -	\$ 213,695	\$ -	\$ 213,695
Public Works	-	-	-	1,652,821	-	1,652,821
Parks, Cultural and Open Space	6,017,310	6,294,409	-	-	-	12,311,719
Public Safety	-	-	-	1,238,882	-	1,238,882
Building	-	-	1,749,646	-	-	1,749,646
Construction in Progress	-	-	364,298	-	-	364,298
Streets and Related Infrastructure	-	-	-	-	37,603,160	37,603,160
Construction in Progress	-	-	-	-	79,993	79,993
<b>Total Governmental Funds Capital Assets</b>	<b>\$ 6,017,310</b>	<b>\$ 6,294,409</b>	<b>\$ 2,113,944</b>	<b>\$ 3,105,398</b>	<b>\$ 37,683,153</b>	<b>\$ 55,214,214</b>

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Capital Assets Used in the Operation of Governmental Activities**  
**Schedule of Changes by Function and Activity**

**December 31, 2014**

<u>Function and Activity</u>	<u>Capital Assets 12/31/2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Capital Assets 12/31/2014</u>
General Government	\$ 199,100	\$ 14,595	\$ -	\$ 213,695
Public Works	1,487,822	164,999	-	1,652,821
Parks, Cultural and Open Space	11,874,245	437,474	-	12,311,719
Public Safety	1,173,343	65,539	-	1,238,882
Building	1,725,829	23,817	-	1,749,646
Construction in Progress	364,298	-	-	364,298
Streets and Related Infrastructure	35,223,308	2,379,852	-	37,603,160
Construction in Progress	-	79,993	-	79,993
<b>Total Governmental Funds Capital Assets</b>	<b><u>\$ 52,047,945</u></b>	<b><u>\$ 3,166,269</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 55,214,214</u></b>

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**CAPITAL Assets Used in the Operation of Governmental Activities**  
**Comparative Schedule by Source**

**December 31, 2013 and 2014**

<b>GENERAL CAPITAL ASSETS</b>	<b>2014</b>	<b>2013</b>
Land	\$ 6,017,310	\$ 6,017,310
Land Improvements	6,294,409	5,856,935
Building and Improvements	1,749,646	1,725,829
Building - Construction in Progress	364,298	364,298
Equipment and Vehicles	3,105,398	2,860,265
Infrastructure	37,603,160	35,223,308
Infrastructure - Construction in Progress	79,993	-
<b>TOTAL GENERAL CAPITAL ASSETS</b>	<b>\$ 55,214,214</b>	<b>\$ 52,047,945</b>
<b>INVESTMENT IN GENERAL CAPITAL ASSETS</b>	<b>2014</b>	<b>2013</b>
Contributions and Donations	\$ 26,320,453	\$ 26,320,453
Developer Reimbursement Obligations	487,403	487,403
General Obligation Bonds	773,917	773,917
Grants	323,328	323,328
Operating Revenues and Impact Fees	25,324,113	22,157,844
Certificates of Participation	1,985,000	1,985,000
<b>TOTAL INVESTMENT IN GENERAL CAPITAL ASSETS</b>	<b>\$ 55,214,214</b>	<b>\$ 52,047,945</b>

See accompanying Independent Auditor's Report.

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## **STATISTICAL SECTION**

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**Town of Firestone**

**Statistical Section**

Comprehensive Annual Financial Report  
For the fiscal year ended December 31, 2014

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This part of the Town of Firestone's Comprehensive Annual Financial Report presents detailed information spanning multiple years to provide a historical context for understanding, interpreting and analyzing the information presented in the financial statements, note disclosures, and supplementary information about the Town's overall financial condition.

The Statistical Section is organized as follows -

	<u>Pages</u>
<b><i>Financial Trends:</i></b> Information on the Town's financial performance and health over time.	76-82
<b><i>Revenue:</i></b> Information on the Town's ability to generate tax revenue over time.	83-90
<b><i>Debt Capacity:</i></b> Information on the Town's outstanding debt and that of overlapping governments.	91-95
<b><i>Demographics:</i></b> Information on demographic and economic measures that affect the Town and its provision of services to its constituents.	97-99
<b><i>Operating Information:</i></b> Information on the Town's operations, staffing and other data.	100-101

**Town of Firestone**  
**Net Position by Component**  
**Last Ten Years**

	2005	2006	2007	2008
Governmental activities				
Net investment in capital assets	\$ 26,709,375	\$ 28,787,980	\$ 29,452,697	\$ 31,129,414
Restricted	4,103,582	5,173,757	4,661,782	4,722,885
Unrestricted	1,052,457	1,476,557	2,751,531	1,748,080
Total governmental activities position	<u>\$ 31,865,414</u>	<u>\$ 35,438,294</u>	<u>\$ 36,866,010</u>	<u>\$ 37,600,379</u>
Business-type activities				
Net investment in capital assets	\$ 41,580,548	\$ 47,690,346	\$ 51,453,496	\$ 51,891,777
Restricted	203,818	262,187	-	-
Unrestricted	2,392,705	1,242,711	1,744,886	2,399,424
Total business-type activities net position	<u>\$ 44,177,071</u>	<u>\$ 49,195,244</u>	<u>\$ 53,198,382</u>	<u>\$ 54,291,201</u>
Primary government				
Net investment in capital assets	\$ 68,289,923	\$ 76,478,326	\$ 80,906,193	\$ 83,021,191
Restricted	4,307,400	5,435,944	4,661,782	4,722,885
Unrestricted	3,445,162	2,719,268	4,496,417	4,147,504
Total primary government net position	<u>\$ 76,042,485</u>	<u>\$ 84,633,538</u>	<u>\$ 90,064,392</u>	<u>\$ 91,891,580</u>

Source: Town of Firestone Finance Department

See accompanying Independent Auditor's Report.

2009	2010	2011	2012	2013	2014
\$ 32,308,457	\$ 30,754,589	\$ 29,832,385	\$ 28,453,663	\$ 27,884,672	\$ 25,318,630
2,682,197	3,034,596	269,051	319,783	360,606	2,896,206
1,723,914	1,793,769	4,807,819	5,216,289	5,368,759	7,080,617
<u>\$ 36,714,568</u>	<u>\$ 35,582,954</u>	<u>\$ 34,909,255</u>	<u>\$ 33,989,735</u>	<u>\$ 33,614,037</u>	<u>\$ 35,295,453</u>
\$ 53,326,076	\$ 53,632,012	\$ 53,745,675	\$ 53,954,280	\$ 54,207,452	\$ 54,887,599
-	-	-	-	-	-
2,304,582	2,813,046	3,347,722	3,979,414	4,747,092	5,700,790
<u>\$ 55,630,658</u>	<u>\$ 56,445,058</u>	<u>\$ 57,093,397</u>	<u>\$ 57,933,694</u>	<u>\$ 58,954,544</u>	<u>\$ 60,588,389</u>
\$ 85,634,533	\$ 84,386,601	\$ 83,578,060	\$ 82,407,943	\$ 82,092,124	\$ 80,206,229
2,682,197	3,034,596	269,051	319,783	360,606	2,896,206
4,028,496	4,606,815	8,155,541	9,195,703	10,115,851	12,781,407
<u>\$ 92,345,226</u>	<u>\$ 92,028,012</u>	<u>\$ 92,002,652</u>	<u>\$ 91,923,429</u>	<u>\$ 92,568,581</u>	<u>\$ 95,883,842</u>

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Changes in Net Position**  
**Last Ten Years**

	2005	2006 <sup>(1)</sup>	2007 <sup>(1)</sup>	2008 <sup>(1)</sup>	2009 <sup>(1)</sup>	2010 <sup>(1)</sup>	2011 <sup>(1)</sup>	2012 <sup>(1)</sup>	2013 <sup>(1)</sup>	2014
<b>Expenses</b>										
Governmental activities:										
General Government	\$ 869,905	\$ 997,530	\$ 1,200,682	\$ 1,154,780	\$ 1,410,953	\$ 1,156,785	\$ 1,106,283	\$ 1,322,245	\$ 1,835,993	\$ 2,156,089
Public Safety	1,957,514	2,357,338	2,169,622	2,230,778	2,350,659	2,246,700	2,169,999	2,266,759	2,272,091	2,436,446
Public Works	427,030	2,105,134	2,186,471	2,308,808	2,563,019	2,588,250	2,450,275	2,445,606	2,554,525	2,974,941
Health & Welfare	58,585	73,744	74,408	86,964	103,002	95,917	95,010	96,785	174,160	141,181
Economic Development	3,092	14,389	11,561	13,844	15,298	18,905	70,334	65,143	72,636	176,249
Parks & Recreation	202,246	534,021	458,506	635,834	700,636	699,652	668,285	774,910	837,008	899,216
Interest on long-term debt	87,585	114,083	124,480	120,026	106,860	82,409	73,349	70,203	58,494	205,068
Depreciation Unallocated	1,604,975	-	-	-	-	-	-	-	-	-
<b>Total governmental activities expenses</b>	<b>5,210,932</b>	<b>6,196,239</b>	<b>6,225,730</b>	<b>6,551,034</b>	<b>7,250,427</b>	<b>6,888,618</b>	<b>6,633,535</b>	<b>7,041,651</b>	<b>7,804,907</b>	<b>8,989,190</b>
Business-type activities:										
Water	1,108,066	1,247,776	1,531,947	1,756,601	1,698,657	1,857,559	2,018,304	2,125,436	2,079,861	2,311,358
Stormwater	-	-	-	-	13,013	48,000	16,502	29,637	63,537	82,369
<b>Total business-type activities expenses</b>	<b>1,108,066</b>	<b>1,247,776</b>	<b>1,531,947</b>	<b>1,756,601</b>	<b>1,711,670</b>	<b>1,905,559</b>	<b>2,034,806</b>	<b>2,155,073</b>	<b>2,143,398</b>	<b>2,393,727</b>
<b>Total primary government activities expenses</b>	<b>\$ 6,318,998</b>	<b>\$ 7,444,015</b>	<b>\$ 7,757,677</b>	<b>\$ 8,307,635</b>	<b>\$ 8,962,097</b>	<b>\$ 8,794,177</b>	<b>\$ 8,668,341</b>	<b>\$ 9,196,724</b>	<b>\$ 9,948,305</b>	<b>\$ 11,382,917</b>

(1) The Town allocated depreciation per GAAP/GASB requirements.

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Changes in Net Position**  
**Last Ten Years**

	2005	2006 <sup>(1)</sup>	2007 <sup>(1)</sup>	2008 <sup>(1)</sup>	2009 <sup>(1)</sup>	2010 <sup>(1)</sup>	2011 <sup>(1)</sup>	2012 <sup>(1)</sup>	2013 <sup>(1)</sup>	2014 <sup>(1)</sup>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services										
General Government	\$ 1,115,731	\$ 1,928	\$ 21,709	\$ 22,980	\$ 30,887	\$ 43,364	\$ 77,340	\$ 137,715	\$ 437,671	\$ 629,638
Public safety	-	166,738	175,676	144,515	209,212	173,518	201,219	200,761	170,871	187,039
Public works	83,341	2,726,309	1,444,132	908,196	1,274,954	1,318,295	1,117,241	897,921	1,055,226	1,750,915
Parks	-	343,367	111,000	54,000	93,748	98,311	73,943	115,434	-	-
Operating grants and contributions	-	-	33,921	285,623	1,178,813	89,656	25,400	-	238,962	397,245
Capital grants and contributions										
General government	-	-	-	-	-	-	7,500	-	51,500	-
Public safety	-	-	-	-	-	-	-	-	-	-
Public works	729,117	2,761,373	841,171	792,282	-	-	105,660	-	105,660	462,805
Parks	-	312,611	849,089	744,750	-	-	-	-	-	-
<b>Total governmental activities program revenues</b>	<b>1,928,189</b>	<b>6,312,326</b>	<b>3,476,698</b>	<b>2,952,346</b>	<b>2,787,613</b>	<b>1,723,144</b>	<b>1,608,303</b>	<b>1,351,831</b>	<b>2,059,890</b>	<b>3,427,642</b>
Business-type activities:										
Charges for services										
Water	1,333,753	1,678,504	1,642,135	1,721,452	1,842,175	2,296,168	2,354,488	2,751,268	2,452,756	2,726,634
Stormwater	-	-	-	-	76,817	106,144	111,001	113,757	114,700	118,585
Operating grants and contributions	-	-	-	-	545,599	30,461	26,696	26,067	6,064	29,756
Capital grants and contributions	3,066,407	4,446,399	3,737,731	1,382,707	300,760	99,000	57,500	61,900	595,603	1,115,070
<b>Total business-type activities program revenues</b>	<b>4,400,160</b>	<b>6,124,903</b>	<b>5,379,866</b>	<b>3,104,159</b>	<b>2,765,351</b>	<b>2,531,773</b>	<b>2,549,685</b>	<b>2,952,992</b>	<b>3,169,123</b>	<b>3,990,045</b>
<b>Total primary government program revenues</b>	<b>\$ 6,328,349</b>	<b>\$ 12,437,229</b>	<b>\$ 8,856,564</b>	<b>\$ 6,056,505</b>	<b>\$ 5,552,964</b>	<b>\$ 4,254,917</b>	<b>\$ 4,157,988</b>	<b>\$ 4,304,823</b>	<b>\$ 5,229,013</b>	<b>\$ 7,417,687</b>
<b>Net (expense) revenue</b>										
Governmental activities	(3,282,743)	116,087	(2,749,032)	(3,598,688)	(4,462,813)	(5,165,474)	(5,025,232)	(5,689,820)	(5,745,017)	(5,561,548)
Business-type activities	3,292,094	4,877,127	3,847,919	1,347,558	1,053,681	626,214	514,879	797,919	1,025,725	1,596,318
<b>Total primary government net expense</b>	<b>\$ 9,351</b>	<b>\$ 4,993,214</b>	<b>\$ 1,098,887</b>	<b>\$ (2,251,130)</b>	<b>\$ (3,409,132)</b>	<b>\$ (4,539,260)</b>	<b>\$ (4,510,353)</b>	<b>\$ (4,891,901)</b>	<b>\$ (4,719,292)</b>	<b>\$ (3,965,230)</b>

<sup>(1)</sup> The Town allocated depreciation per GAAP/GASB requirements.

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Changes in Net Position**  
**Last Ten Years**

	2005	2006 <sup>(2)</sup>	2007 <sup>(2)</sup>	2008 <sup>(2)</sup>	2009 <sup>(2)</sup>	2010 <sup>(2)</sup>	2011 <sup>(2)</sup>	2012 <sup>(2)</sup>	2013 <sup>(2)</sup>	2014 <sup>(2)</sup>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Taxes	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Property taxes - general	\$ 430,108	\$ 517,234	\$ 600,200	\$ 707,972	\$ 731,651	\$ 813,795	\$ 720,123	\$ 824,637	\$ 892,840	\$ 918,746
Property taxes - debt service	69,272	69,975	69,600	67,958	70,490	72,265	75,271	74,090	79,607	-
Property taxes - urban renewal	-	-	-	-	-	-	15,562	20,170	31,910	27,839
Specific ownership taxes	-	-	-	-	-	55,890	57,189	71,475	64,770	77,454
Sales & Use Tax	1,952,157	1,990,320	2,092,775	2,308,510	2,097,477	2,301,440	2,518,329	2,683,817	2,973,413	4,692,078
Hwy users, road & bridge, motor vehicle taxes	-	-	-	-	-	454,967	467,408	469,955	485,282	507,865
Franchise taxes	324,072	286,774	298,572	338,077	339,903	343,974	338,780	380,273	396,128	406,612
Impact Fees	1,861,574	-	-	-	-	-	-	-	-	-
License & Permits	5,850	-	-	-	-	-	-	-	-	-
Grants & Contributions - Not Restricted for Specific	178,098	-	-	-	-	-	-	-	-	-
Investment earnings	165,340	260,008	362,983	196,461	42,695	10,635	14,705	15,411	7,362	29,615
Other miscellaneous	321,640	324,482	419,767	655,611	701,848	158,345	267,523	259,343	394,184	601,620
Gain on Sale of Capital Assets	412	8,000	406,541	-	-	-	-	-	-	(18,865)
Transfers	-	-	-	(192,958)	(269,778)	(177,451)	(123,361)	(28,871)	43,823	-
<b>Total governmental activities</b>	<b>5,308,523</b>	<b>3,456,793</b>	<b>4,250,438</b>	<b>4,081,631</b>	<b>3,714,286</b>	<b>4,033,860</b>	<b>4,351,529</b>	<b>4,770,300</b>	<b>5,369,319</b>	<b>7,242,964</b>
Business-type activities										
Investment earnings	68,356	141,046	81,529	65,128	15,999	6,302	9,391	9,155	10,433	13,801
Other miscellaneous	-	-	-	-	-	4,433	708	4,352	13,535	4,861
Transfers	-	-	-	192,958	269,778	177,451	123,361	28,871	(28,843)	18,865
<b>Total business-type activities</b>	<b>68,356</b>	<b>141,046</b>	<b>81,529</b>	<b>258,086</b>	<b>285,777</b>	<b>188,186</b>	<b>133,460</b>	<b>42,378</b>	<b>(4,875)</b>	<b>37,527</b>
<b>Total primary government</b>	<b>\$ 5,376,879</b>	<b>\$ 3,597,839</b>	<b>\$ 4,331,967</b>	<b>\$ 4,339,717</b>	<b>\$ 4,000,063</b>	<b>\$ 4,222,046</b>	<b>\$ 4,484,989</b>	<b>\$ 4,812,678</b>	<b>\$ 5,364,444</b>	<b>\$ 7,280,491</b>
<b>Changes in Net Position</b>										
Governmental activities	\$ 2,025,780	\$ 3,572,880	\$ 1,501,406	\$ 482,943	\$ (748,528)	\$ (1,131,614)	\$ (673,703)	\$ (919,520)	\$ (375,698)	\$ 1,681,416
Business-type activities	3,360,450	5,018,173	3,929,448	1,605,644	1,339,458	814,400	648,339	840,297	1,020,850	1,633,845
<b>Total primary government</b>	<b>\$ 5,386,230</b>	<b>\$ 8,591,053</b>	<b>\$ 5,430,854</b>	<b>\$ 2,088,587</b>	<b>\$ 590,930</b>	<b>\$ (317,214)</b>	<b>\$ (25,364)</b>	<b>\$ (79,223)</b>	<b>\$ 645,152</b>	<b>\$ 3,315,261</b>
Special Item	\$ (229,703)									
	<u>\$ 5,156,527</u>									

Source: Town of Firestone Finance Department

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Fund Balances of Governmental Funds**  
**Last Ten Years**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund										
Reserved	\$ 251,830	\$ 199,362	\$ 217,630	\$ 182,990	\$ 255,431	\$ 172,156	\$ -	\$ -	\$ -	\$ -
Unreserved	605,977	936,462	1,081,552	933,910	676,957	849,368	-	-	-	-
Nonspendable	-	-	-	-	-	-	10,365	12,433	27,847	30,524
Restricted	-	-	-	-	-	-	125,132	174,175	207,290	294,883
Assigned	-	-	-	-	-	-	128,100	128,397	62,084	62,084
Unassigned	-	-	-	-	-	-	1,230,764	1,642,004	2,022,351	2,668,258
Total general fund	\$ 857,807	\$ 1,135,824	\$ 1,299,182	\$ 1,116,900	\$ 932,388	\$ 1,021,524	\$ 1,494,361	\$ 1,957,009	\$ 2,319,572	\$ 3,055,749
All other governmental funds										
Reserved	\$ 3,857,775	\$ 4,974,395	\$ 4,444,152	\$ 4,533,125	\$ 2,426,766	\$ 2,853,815	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	494,558	605,645	1,748,934	882,638	1,003,948	1,027,279	-	-	-	-
Nonspendable	-	-	-	-	-	-	-	515	-	-
Restricted	-	-	-	-	-	-	143,919	145,608	153,316	2,601,323
Committed	-	-	-	-	-	-	2,082,265	2,236,855	1,984,022	3,301,212
Assigned	-	-	-	-	-	-	1,433,810	1,310,650	1,402,256	1,166,441
Total of all other governmental funds	\$ 4,352,333	\$ 5,580,040	\$ 6,193,086	\$ 5,415,763	\$ 3,430,714	\$ 3,881,094	\$ 3,659,994	\$ 3,693,628	\$ 3,539,594	\$ 7,068,976

Source: Town of Firestone Finance Department

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Years**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Revenues</b>										
Taxes and Impact Fees	\$ 4,637,183	\$ 4,390,097	\$ 3,164,965	\$ 3,576,498	\$ 4,748,305	\$ 5,030,226	\$ 5,108,891	\$ 5,287,922	\$ 6,066,305	\$ 8,691,142
Licenses and permits	996,593	859,251	594,967	362,823	369,179	397,676	348,704	311,574	437,671	629,638
Intergovernmental	470,411	461,473	657,631	576,069	1,191,114	99,199	108,118	86,319	238,962	397,246
Charges for services	83,341	234,317	981,874	613,685	111,773	114,445	117,303	138,125	143,044	148,164
Fines	124,988	166,738	175,676	144,515	199,991	170,647	159,002	164,833	170,871	187,039
Investment earnings	165,340	260,008	362,983	198,904	42,695	10,635	14,705	15,411	7,362	29,615
Miscellaneous	758,442	3,252,617	772,562	217,409	101,144	103,989	107,848	146,815	178,991	143,822
<b>Total revenues</b>	<b>7,236,298</b>	<b>9,624,501</b>	<b>6,710,658</b>	<b>5,689,903</b>	<b>6,764,201</b>	<b>5,926,817</b>	<b>5,964,571</b>	<b>6,150,999</b>	<b>7,243,206</b>	<b>10,226,666</b>
<b>Expenditures</b>										
General government	869,960	945,495	1,110,438	1,136,935	1,430,492	1,176,268	1,059,884	1,299,466	1,745,644	2,013,681
Public safety	1,957,514	2,089,142	2,053,556	2,123,736	2,153,198	2,164,212	2,107,193	2,174,095	2,190,954	2,393,303
Public works	427,030	699,887	807,155	695,554	801,422	847,105	688,699	687,029	725,448	1,138,594
Health & Welfare	58,585	73,744	74,408	310,137	368,531	95,917	95,010	96,785	174,160	141,181
Economic Development	3,092	14,389	11,561	86,964	36,121	18,905	70,334	65,143	72,636	176,249
Parks and Open Space	202,246	346,286	261,401	13,844	82,178	366,645	317,802	408,546	467,477	532,995
Capital Outlay	4,199,591	3,934,894	1,904,188	1,484,456	3,496,310	291,454	671,586	657,101	1,375,169	2,833,046
Debt service										
Interest	85,029	113,598	120,130	267,399	375,959	392,391	78,720	419,743	61,608	131,175
Principal	161,931	126,148	242,369	337,526	111,070	85,083	500,245	69,827	250,424	344,939
Debt Issuance Costs										62,443
<b>Total expenditures</b>	<b>7,964,978</b>	<b>8,343,583</b>	<b>6,585,206</b>	<b>6,456,551</b>	<b>8,855,281</b>	<b>5,437,980</b>	<b>5,589,473</b>	<b>5,877,735</b>	<b>7,063,520</b>	<b>9,767,606</b>
Excess of revenues										
over (under) expenditures	(728,680)	1,280,918	125,452	(766,648)	(2,091,080)	488,837	375,098	273,264	179,686	459,060
<b>Other financing sources (uses)</b>										
Proceeds from capital lease	1,985,000	216,806	289,470	-	73,788	43,176	-	251,889	-	-
Proceeds from sale of capital assets	7,500	8,000	435,172	-	13,174	18,992	-	-	-	-
Operating transfers in	2,057,151	568,055	2,429,081	686,541	2,595,513	505,906	969,108	599,577	1,343,895	3,180,869
Operating transfers out	(2,057,151)	(568,055)	(2,502,771)	(879,499)	(3,031,253)	(683,357)	(1,092,469)	(628,448)	(1,315,052)	(3,199,734)
Proceeds from Bond Issuance	-	-	-	-	-	-	-	-	-	3,795,000
Premium on Issuance of Debt	-	-	-	-	-	-	-	-	-	30,364
<b>Total other financing sources (uses)</b>	<b>1,992,500</b>	<b>224,806</b>	<b>650,952</b>	<b>(192,958)</b>	<b>(348,778)</b>	<b>(115,283)</b>	<b>(123,361)</b>	<b>223,018</b>	<b>28,843</b>	<b>3,806,499</b>
<b>Net changes in fund balance</b>	<b>\$ 1,263,820</b>	<b>\$ 1,505,724</b>	<b>\$ 776,404</b>	<b>\$ (959,606)</b>	<b>\$ (2,439,858)</b>	<b>\$ 373,554</b>	<b>\$ 251,737</b>	<b>\$ 496,282</b>	<b>\$ 208,529</b>	<b>\$ 4,265,559</b>
Debt service as a percentage of										
noncapital expenditures	6.56%	5.44%	7.74%	12.17%	9.09%	9.28%	11.77%	9.38%	5.49%	6.93%

Source: Town of Firestone Finance Department

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**General Governmental Tax Revenues By Source**  
**Last Ten Years**

Year	Property Tax	Franchise Tax	Specific Ownership Tax	Sales & Use Tax	Severance Tax	Cigarette Tax	Other	Total
2005	499,380	233,291	55,509	3,813,731	9,916	5,381	19,975	4,637,183
2006	587,209	286,774	59,995	3,435,669	6,887	6,627	6,936	4,390,097
2007	669,800	298,464	66,843	2,092,729	4,666	9,863	22,600	3,164,965
2008	778,804	327,495	72,898	2,308,510	27,484	14,116	35,374	3,564,681
2009	802,141	339,903	64,239	2,097,477	100,311	15,512	297,052	3,716,635
2010	886,060	343,974	55,890	2,301,440	30,009	17,135	407,823	4,042,331
2011	810,956	338,780	57,189	2,518,329	119,510	16,866	331,033	4,192,662
2012	918,897	380,273	71,475	2,683,817	163,361	15,683	290,911	4,524,417
2013	1,004,357	396,128	64,770	2,973,413	157,655	15,382	542,418	5,154,123
2014	946,639	406,612	77,454	4,692,078	325,426	16,192	623,990	7,088,392

Source: Town of Firestone Finance Department

See accompanying Independent Auditor's Report.

**Town of Firestone  
Sales Tax Trends  
Last Ten Years**

<b>Sales Tax Trends by Category (based on month distributed to the Town)</b>											
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	Ten Year Change
Motor Vehicle Taxes	\$ 344,524	\$ 334,852	\$ 406,068	\$ 386,064	\$ 321,078	\$ 357,742	\$ 387,137	\$ 465,971	\$ 482,771	\$ 576,613	\$ 232,089
Hotel/Motels	13,934	15,671	18,712	17,136	21,026	21,148	43,089	58,818	75,068	144,952	131,018
Restaurants	132,577	167,167	219,181	231,424	234,598	224,575	300,907	314,609	337,268	599,105	466,528
Retail - Grocery	156,896	167,114	184,639	194,180	193,522	218,648	228,005	242,623	269,046	400,796	243,900
Retail - Other	139,632	227,121	444,138	419,858	422,475	471,706	496,001	485,988	516,102	1,117,043	977,412
Bars/Liquor Stores	54,967	62,758	59,547	57,872	60,413	48,599	46,043	72,168	70,579	117,811	62,844
Other	36,903	39,607	43,458	27,086	29,591	50,620	33,044	38,958	42,593	100,965	64,062
Services	23,163	15,646	16,030	41,039	3,788	35,431	52,892	57,375	35,848	67,023	43,861
Banking & Financial	2,805	3,691	2,442	3,641	287,696	3,857	3,623	5,162	23,949	70,361	67,556
Utilities & Communications	171,528	230,405	237,002	296,026	23,131	282,124	317,038	321,785	357,889	529,765	358,237
Developer Reimbursement Obligation <sup>(1)</sup>				410,064	245,330	364,449	442,804	459,034	483,325	525,090	525,090
<b>TOTAL</b>	<b>\$ 1,076,929</b>	<b>\$ 1,264,032</b>	<b>\$ 1,631,217</b>	<b>\$ 2,084,390</b>	<b>\$ 1,842,649</b>	<b>\$ 2,078,898</b>	<b>\$ 2,350,581</b>	<b>\$ 2,522,492</b>	<b>\$ 2,694,438</b>	<b>\$ 4,249,525</b>	<b>\$ 3,172,596</b>

<sup>(1)</sup>Pledged revenues from sales tax for PIRA and RIFA agreements starting in 2008.

See accompanying Independent Auditor's Report.

Town of Firestone  
 Assessed and Estimated Actual Value of Taxable Property  
 Last Ten Years

Firestone

Year <sup>(1)</sup>	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Oil & Gas Property	Vacant Land	Other
2005	41,714,690	11,942,700	3,936,440	238,130	16,829,700	8,091,710	1,598,550
2006	47,042,840	14,696,740	3,838,940	135,220	23,456,920	6,667,570	2,320,560
2007	52,972,210	25,039,490	3,683,470	487,530	21,287,630	10,128,730	2,394,650
2008	56,691,790	28,328,410	3,279,170	473,220	18,614,800	10,141,940	2,567,110
2009	51,011,620	34,465,300	3,161,300	240,660	32,362,330	9,686,070	1,715,250
2010	52,952,710	33,976,600	3,048,150	298,360	16,447,950	8,879,080	1,257,870
2011	55,888,650	32,207,030	2,881,190	363,320	32,865,700	6,997,120	1,103,910
2012	57,283,090	34,718,800	3,627,570	466,950	39,194,150	6,309,850	1,206,760
2013	56,630,930	36,827,340	3,838,980	526,100	31,052,063	5,345,770	1,414,580
2014	58,161,240	37,162,960	3,862,400	589,250	40,321,950	5,013,430	2,177,530

Year <sup>(1)</sup>	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Grand Total Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value <sup>(2)</sup>
2005	1,064,260	83,287,660	7.049	633,596,606	13.31%
2006	1,545,820	96,612,970	6.929	714,755,270	13.73%
2007	1,661,280	114,332,430	6.805	835,545,237	13.88%
2008	1,888,420	118,208,020	6.805	858,575,320	13.99%
2009	2,402,890	132,642,530	6.805	857,705,156	15.74%
2010	4,646,970	116,860,720	6.805	865,276,097	14.04%
2011	4,578,130	132,306,920	6.805	908,144,710	15.07%
2012	11,135,130	142,807,170	6.805	967,639,313	15.91%
2013	10,905,230	135,635,763	6.805	953,953,862	15.36%
2014	12,263,170	147,288,760	6.805	1,001,239,462	15.94%

Sources: Weld County Assessor's Office

<sup>(1)</sup>Taxes for the year assessed are collected in the following year. For example: 2005 assessed will be collected in 2006 calendar year.

<sup>(2)</sup>Includes tax-exempt property

See accompanying Independent Auditor's Report.

Town of Firestone  
Property Tax Levy from Direct and Overlapping Governments  
Last Ten Years

Weld County <sup>(2)</sup>											
Year	Town of Firestone	Weld County	RE1J School District	Frederick Firestone Fire Protection District	Mountain View Fire Protection District	N. Colo. Water Conservation District	Hills Metro #1 District	Hills Metro #2 District	Hills Metro #3 District	The Greens Metro District	
<b>Rates (In mills)</b>											
2005	7.049	17.900	39.982	9.560	8.037	1.000	40.000	40.000	40.000	40.190	
2006	6.929	16.804	38.035	13.360	7.977	1.000	40.000	40.000	40.000	40.190	
2007	6.805	16.804	37.798	12.770	7.817	1.000	40.000	40.000	40.000	40.190	
2008	6.805	16.804	46.285	12.526	11.747	1.000	-	-	-	40.190	
2009	6.805	16.804	46.268	12.401	11.747	1.000	-	-	-	-	
2010	6.805	16.804	46.268	12.401	11.747	1.000	-	-	-	-	
2011	6.805	16.804	47.614	12.264	11.747	1.000	-	-	-	-	
2012	6.805	16.804	53.500	12.197	11.747	1.000	-	-	-	45.000	
2013	6.805	16.804	53.679	12.277	11.747	1.000	-	-	-	50.000	
2014	6.805	15.800	53.673	12.250	11.747	1.000	-	-	-	50.000	
<b>Levy</b>											
2005	587,095	64,714,321	19,653,853	1,564,289	82,889	2,771,826	10,940	758	6	15,144	
2006	669,431	70,643,162	21,713,602	3,092,694	82,889	3,190,486	43,137	24,148	6,440	21,660	
2007	778,032	75,088,043	24,691,076	3,403,049	3,148,362	3,434,059	50,232	19,772	4,430	61,260	
2008	804,406	76,724,097	31,603,051	3,650,649	5,047,144	3,499,354	-	-	-	31,935	
2009	902,632	96,972,420	36,441,473	4,025,507	6,115,352	4,203,631	-	-	-	-	
2010	794,109	78,999,116	35,375,547	3,905,196	5,838,491	3,503,408	-	-	-	-	
2011	900,349	91,108,983	40,102,826	4,247,291	6,544,045	3,908,165	-	-	-	-	
2012	971,803	109,452,573	49,869,514	4,585,839	7,402,993	4,450,703	-	-	-	10,998	
2013	923,001	119,624,895	48,706,721	4,226,871	7,291,077	4,418,338	-	-	-	10,661	
2014	1,002,300	144,332,489	46,765,496	4,285,576	7,254,823	4,821,505	-	-	-	7,854	

See accompanying Independent Auditor's Report.

**Town of Firestone  
Property Tax Levy from Direct and Overlapping Governments  
Last Ten Years**

Weld County <sup>(2)</sup>										
Year	The Springs Metro District	Cottonwood Hollow Res Metro Dist	Cottonwood Hollow Com Metro Dist	Stoneridge Metro District	Neighbor's Point Metro Dist	Tri-Area Sanitation <sup>(3)</sup>	St. Vrain Sanitation District	Tri-Area Ambulance Special District <sup>(3)</sup>	Carbon Valley Recreation District	High Plains Library District <sup>(5)</sup>
<b>Rates (In mills)</b>										
2005	-	5.000	-	40.000	-	0.117	3.918	3.250	6.657	3.281
2006	42.000	40.000	40.000	40.000	-	-	3.210	-	6.657	3.261
2007	42.000	40.000	40.000	50.000	45.000	-	2.686	-	6.657	3.253
2008	42.000	40.000	40.000	50.000	45.000	-	0.806	-	6.657	3.260
2009	42.000	40.000	40.000	50.000	45.000	-	0.737	-	6.657	3.255
2010	42.000	40.000	40.000	50.000	45.000	-	0.737	-	6.657	3.255
2011	42.000	50.000	50.000	50.000	45.000	-	0.720	-	6.657	3.271
2012	42.000	50.000	50.000	50.000	45.000	-	0.682	-	6.657	3.261
2013	42.000	50.000	50.000	50.000	45.000	-	0.680	-	6.657	3.264
2014	42.000	50.000	46.000	50.000	45.000	-	0.685	-	6.710	3.267
<b>Levy</b>										
2005	-	78	-	770	-	5,562	682,260	611,522	1,356,335	10,591,984
2006	564	9,678	3,987	49,218	-	-	698,882	-	1,561,222	12,141,237
2007	561	9,866	3,476	210,028	28,044	-	739,139	-	1,771,833	12,738,340
2008	5,770	16,168	1,575	332,159	27,933	-	312,351	-	1,801,510	13,028,371
2009	52,188	20,123	2,326	334,662	20,849	-	322,948	-	1,994,957	16,628,403
2010	64,476	10,723	1,594	317,757	38,992	-	324,544	-	2,017,502	13,310,811
2011	48,718	16,046	1,764	344,959	37,829	-	346,249	-	2,489,088	15,748,036
2012	42,752	15,826	1,404	353,401	37,813	-	370,878	-	2,757,648	19,077,319
2013	45,866	14,788	1,172	334,538	14,470	-	338,142	-	2,601,313	21,087,951
2014	36,229	39,442	1,081	334,721	3,179	-	331,442	-	2,635,757	27,510,678

<sup>(1)</sup>One mill generates \$1 of property tax revenue per \$1,000 of assessed valuation

<sup>(2)</sup>Weld County Assessor's Office

<sup>(3)</sup>No longer collects on property within the Town's boundaries.

<sup>(4)</sup>Taxes for the year assessed are collected in the following year. The mills that are stated were collected in the following year. Collection year follows levy year.

<sup>(5)</sup>Formerly known as the Weld County Library District..

See accompanying Independent Auditor's Report.

**Town of Firestone  
Principal Taxpayers  
Last Six Fiscal Years**

Taxpayer	Town of Firestone <sup>(1)</sup>			Town of Firestone <sup>(1)</sup>			Town of Firestone <sup>(1)</sup>		
	2014			2013			2012		
	Assessed Value	Rank	% of Total Assessed Value	Assessed Value	Rank	% of Total Assessed Value	Assessed Value	Rank	% of Total Assessed Value
Principal Taxpayers									
Kerr-McGee Oil & Gas Onshore LP	\$ 17,607,830	1	1.85%	\$ 13,887,490	1	1.46%	\$ 19,270,370	1	1.99%
Encana Oil & Gas (USA) Inc	16,110,760	2	1.69%	8,262,352	3	0.87%	11,251,750	2	1.16%
American Furniture Warehouse	7,620,620	3	0.80%	8,969,660	2	0.94%	7,139,730	3	0.74%
Advance Forming Technology	2,218,510	4	0.23%	2,218,510	7	0.23%	1,950,070	8	0.20%
Home Depot	2,022,000	5	0.21%	2,022,000	8	0.21%	2,069,680	6	0.21%
Dillon Companies Inc	1,900,190	6	0.20%	1,900,190	9	0.20%	2,015,450	7	0.21%
High Plains Marketplace LLC	1,698,220	7	0.18%				1,781,700	9	0.18%
Firestone Development LLC	1,573,930	8	0.16%				1,512,230	10	0.16%
Safeway Stores 45 Inc	1,211,960	9	0.13%						
Flatiron Constructors Inc.	693,570	10	0.07%	2,679,380	6	0.28%	3,109,300	5	0.32%
Noble Energy				3,121,404	4	0.33%	5,282,340	4	0.55%
Sundance Energy				1,711,990	10	0.18%			
Top Operating Company				2,719,827	5	0.29%			
	<u>\$ 52,657,590</u>		<u>5.52%</u>	<u>\$ 47,492,803</u>		<u>4.98%</u>	<u>\$ 55,382,620</u>		<u>5.72%</u>

Sources: Weld County Assessor's Office

<sup>(1)</sup>Town of Firestone information not available from 2000 to 2008

See accompanying Independent Auditor's Report.

Town of Firestone <sup>(1)</sup>			Town of Firestone <sup>(1)</sup>			Town of Firestone <sup>(1)</sup>		
2011			2010			2009		
Assessed Value	Rank	% of Total Assessed Value	Assessed Value	Rank	% of Total Assessed Value	Assessed Value	Rank	% of Total Assessed Value
\$ 13,634,890	1	1.50%	\$ 4,132,240	3	0.48%	\$ 18,637,120	1	2.17%
9,134,110	2	1.01%	7,550,890	2	0.87%	6,312,800	3	0.74%
7,259,000	4	0.80%	8,206,440	1	0.95%	8,386,060	2	0.98%
1,843,930	7	0.20%	1,924,860	7	0.22%	1,924,860	6	0.22%
2,069,680	5	0.23%	2,041,380	6	0.24%			
2,015,450	6	0.22%	2,114,480	5	0.24%	1,471,500	8	0.17%
1,781,700	8	0.20%	1,783,920	8	0.21%	1,783,920	7	0.21%
1,413,050	9	0.16%	1,313,120	10	0.15%	1,160,000	10	0.14%
1,319,240	10	0.15%	1,471,500	9	0.17%	1,160,000	9	0.14%
7,957,760	3	0.88%	3,475,880	4	0.40%	5,389,210	4	0.63%
						2,114,480	5	0.25%
<u>\$ 48,428,810</u>		<u>5.33%</u>	<u>\$ 34,014,710</u>		<u>3.93%</u>	<u>\$ 48,339,950</u>		<u>5.64%</u>

**Town of Firestone**  
**Property Tax Levies and Collections**  
**Last Ten Years**

Levy Year	Collection Year	Total Tax Levy <sup>(1)(2)</sup>	Current Tax Collections	Percent of Levy Collected <sup>(5)</sup>	Delinquent Tax Collections	Total Tax Collection <sup>(3)</sup>	Collections As a Percent of Tax Levy <sup>(5)</sup>
2005	2006	583,960	587,200	100.55	283	587,483	100.60
2006	2007	669,431	667,785	99.75	125	667,910	99.77
2007	2008	797,602	775,686	97.25	676	776,362	97.34
2008	2009	804,405	801,808	99.68	18	801,826	99.68
2009	2010	902,633	885,585	98.11	512	886,097	98.17
2010	2011	794,109	794,415	100.04	1,105	795,520	100.18
2011	2012	898,148	897,551	99.93	334	897,885	99.97
2012	2013	968,422	964,774	99.62	859	965,633	99.71
2013	2014	920,014	914,425	99.00	375	914,800	99.00
2014	2015	932,961	(4)	-	(4)	(4)	-

<sup>(1)</sup>Collection year follows levy year

<sup>(2)</sup>Weld County Assessor's Office

<sup>(3)</sup>Audited Financial Statements

<sup>(4)</sup>Information unavailable

<sup>(5)</sup>Amounts showing greater than 100% collected include previous year abatements that were overruled.

See accompanying Independent Auditor's Report.

Town of Firestone  
Ratios of Outstanding Debt by Type  
Last Ten Years

Fiscal Year	Governmental Activities					Business - Type Activities				Total Primary Government	Weld County	
	General Obligation Bond	Sales Tax Revenue Bonds	Certificates of Participation	Capital Leases	Developer Reimbursement Obligation	Water Loans	Capital Leases	Developer Reimbursement Obligation	Percentage of Personal Income		Per Capita	
2005	460,000	-	1,985,000	173,897	-	13,657	52,058	-	2,684,612	47.52%	\$ 340	
2006	415,000	-	1,985,000	309,558	-	-	38,881	-	2,748,439	47.06%	\$ 312	
2007	365,000	-	1,920,000	471,659	-	-	72,178	-	2,828,837	47.78%	\$ 318	
2008	315,000	-	1,850,000	324,260	-	-	36,041	-	2,525,301	37.25%	\$ 281	
2009	260,000	-	1,775,000	221,009	556,324	-	23,891	462,444	3,298,668	46.67%	\$ 362	
2010	200,000	-	1,700,000	147,022	417,050	-	27,892	297,266	2,789,230	40.27%	\$ 275	
2011	135,000	-	1,620,000	47,476	158,521	-	16,052	112,991	2,090,040	30.18%	\$ 188	
2012	70,000	-	1,535,000	190,966	-	-	34,740	-	1,830,706	23.61%	\$ 180	
2013	-	-	1,445,000	100,542	-	-	15,782	-	1,561,324	18.70%	\$ 148	
2014	-	3,620,000	1,355,000	20,603	-	-	-	-	4,995,603	55.45%	\$ 447	

Note: Details regarding the town's outstanding debt can be found in the notes to the financial statements.

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Ratio of General Bonded Debt Outstanding**  
**Last Ten Years**

Year	Population <sup>(1)</sup>	Estimated Actual Taxable Value <sup>(2)</sup>	General Bonded Debt <sup>(3)</sup>	General Bonded Debt to Actual Taxable Valuation	General Bonded Debt Per Capita
2005	7,899	633,596,606	460,000	7.26%	58
2006	8,800	714,755,270	415,000	5.81%	47
2007	8,900	835,545,237	365,000	4.37%	41
2008	9,000	858,575,320	315,000	3.67%	35
2009	9,100	857,705,156	260,000	3.03%	29
2010	10,147	865,276,097	200,000	2.31%	20
2011	11,096	908,144,710	135,000	1.49%	12
2012	10,147	967,639,313	70,000	0.72%	7
2013	10,555	953,953,862	-	0.00%	-
2014	11,175	1,001,239,462	-	0.00%	-

Sources: <sup>(1)</sup> Dept. of Local Affairs/Town of Firestone  
<sup>(2)</sup> Weld County Assessor's Office  
<sup>(3)</sup> General obligation bond debt equal to gross general obligation bond debt less obligations associated with proprietary funds. In this table the gross general obligation debt is equal to net general obligation bond debt.

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Direct and Overlapping General Bonded Debt**  
**December 31, 2014**

	Outstanding General Obligation Bonded Debt <sup>(1)</sup>	Percentage Applicable to the Town	Share of Debt Applicable to the Town
Direct Debt			
Town of Firestone	\$ 4,995,603	100%	\$ 4,995,603
Total Direct Debt	<u>4,995,603</u>		<u>4,995,603</u>
Overlapping General Obligation Debt			
Frederick-Firestone Fire Protection District	\$ 2,475,000	42%	\$ 1,042,010
Carbon Valley Recreation District	5,987,525	37%	2,245,092
St Vrain Valley School District	411,565,000	6%	24,895,377
Total Overlapping General Bonded Debt	<u>420,027,525</u>		<u>28,182,479</u>
Total Direct and Overlapping General Bonded Debt	<u>\$ 425,023,128</u>		<u>\$ 33,178,082</u>

<sup>(1)</sup> Provided by each government entity

See accompanying Independent Auditor's Report.

Town of Firestone  
Pledged Revenue - Developer Reimbursement Obligations  
December 31, 2014

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Fiscal Year	Sales Tax Collected		Assets Dedicated		Debt Service Payments	
	PIRA 1.25%	RIFA 0.25%	General Fund	Enterprise Fund	General Fund	Enterprise Fund
2006	35,718	-	149,224	512,825	8,051	27,667
2007	183,734	-	693,129	-	114,206	69,528
2008	190,613	-	-	235,831	94,850	95,763
2009	228,931	16,399	-	83,155	68,921	176,409
2010	303,707	60,742	-	59,997	139,274	225,175
2011	369,003	73,801	-	-	258,530	184,275
2012	382,529	76,506	-	-	158,521	112,991
2013	402,771	80,554	-	-	-	-
2014	437,575	87,515	-	-	-	-

See accompanying Independent Auditor's Report.

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Town of Firestone  
 Legal Debt Margin Information  
 Last Ten Years

	2005	2006	2007	2008
Debt limit - 3% of Actual Valuation	\$ 19,007,898	\$ 21,442,658	\$ 25,066,357	\$ 25,757,260
Total net debt applicable to limit	460,000	415,000	365,000	315,000
Legal debt margin	\$ 18,547,898	\$ 21,027,658	\$ 24,701,357	\$ 25,442,260
Total net debt applicable to the limit as a percentage of debt limit	2.42%	1.94%	1.46%	1.22%

Source: Town of Firestone Finance Department

See accompanying Independent Auditor's Report.

2009	2010	2011	2012	2013	2014
\$ 25,731,155	\$ 25,958,283	\$ 27,244,341	\$ 29,029,179	\$ 28,618,616	\$ 30,037,184
260,000	200,000	135,000	70,000	-	-
<u>\$ 25,471,155</u>	<u>\$ 25,758,283</u>	<u>\$ 27,109,341</u>	<u>\$ 28,959,179</u>	<u>\$ 28,618,616</u>	<u>\$ 30,037,184</u>
1.01%	0.77%	0.50%	0.24%	0.00%	0.00%

See accompanying Independent Auditor's Report.

**Town of Firestone  
Demographic and Economic Statistics  
Last Ten Years**

Year	Town Population	Weld County <sup>(1)</sup>				
		Personal Income (amounts expressed in thousands)	Per Capita Income <sup>(3)</sup>	Median Age	School Enrollment <sup>(5)</sup>	Unemploy- ment Rate <sup>(2)</sup>
2005	7,899	5,650,000 <sup>(2)</sup>	24,846	30.9	23,260	5.1
2006	8,800	5,840,000	25,260	31.2	24,462	3.8
2007	8,900	5,920,000	25,495	31.2	24,582	4.1
2008	9,000	6,780,196 <sup>(4)</sup>	27,238	31.1	24,750	6.3
2009	9,100	7,067,989 <sup>(4)</sup>	25,516 <sup>(4)</sup>	31.1	25,270	8.6
2010	10,147	6,926,000	27,186	31.1	26,724	10.0
2011	11,096	6,925,906	27,186	32.0	28,109	7.8
2012	10,147	7,755,562	29,986	33.6	28,109	9.3
2013	10,555	8,347,637	29,986	33.7	29,382	8.7
2014	11,175	9,008,919	31,657	33.7	30,017	5.9

Sources: U.S. Census Bureau  
Upstate Colorado  
Bureau of Economic Analysis  
Department of Local Affairs  
Colorado State of Labor  
St. Vrain Valley School District

- <sup>(1)</sup> This information is for the entire county
- <sup>(2)</sup> Estimate from Upstate Colorado
- <sup>(3)</sup> Estimate from Colorado Labor & Employment
- <sup>(4)</sup> From Bureau of Economic Analysis
- <sup>(5)</sup> From St Vrain Valley School District

See accompanying Independent Auditor's Report.

**Town of Firestone  
Principal Employers  
Current Year and Ten Years Ago**

Employer	2014				2005 <sup>(1)</sup>		
	Employees	Rank	Type of Business	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
St. Vrain School District	166	1	Government	6.64%	-		
King Soopers Store - Firestone	134	2	Grocery	5.36%			
Advanced Forming Technologies	104	3	Manufacturing Home	4.16%	-		
Home Depot	99	4	Improvement	3.96%	-		
Safeway Store - Firestone	96	5	Grocery	3.84%	-		
American Furniture Warehouse	73	6	Retail	2.92%	-		
St. Vrain Sanitation District	47	7	Government	1.88%	-		
Town of Firestone	51	8	Government	2.04%	-		
Ehrlich I-25 KIA	41	9	Auto Dealership	1.64%	-		
Comfort Suites	30	10	Hospitality	1.20%	-		
Good Times	28	11	Fast Food	1.12%	-		
Saddleback Golf Club	26	12	Recreation	1.04%	-		
Domino's Pizza	24	13	Fast Food	0.96%	-		
Parrott's Sports Grille	21	14	Restaurant	0.84%	-		
<b>Total</b>	<b>940</b>			<b>37.60%</b>	<b>-</b>		<b>0.00%</b>
Total Town Employment (estimated)	2,500						

Source: Firestone Finance Department & Planning Department

<sup>(1)</sup>Information not available

See accompanying Independent Auditor's Report.

**Town of Firestone  
Property Value and Construction  
Last Ten Years**

Year	Estimated Actual Property Value <sup>(1)</sup>			Commercial Construction <sup>(2)</sup>		Residential Construction <sup>(2)</sup>	
	Commercial	Residential	Total	Number of Units	Value	Number of Units	Value
2005	41,181,767	524,055,938	565,237,705	25	9,123,052	248	55,513,969
2006	50,678,496	590,991,630	641,670,126	7	16,854,860	198	47,651,559
2007	86,343,240	665,396,492	751,739,732	9	12,438,302	141	37,400,819
2008	97,684,172	712,208,417	809,892,589	4	6,342,700	72	18,949,677
2009	118,845,898	640,800,521	759,646,419	5	748,532	123	22,303,024
2010	117,160,690	665,235,050	782,395,740	2	1,088,501	87	19,037,912
2011	111,058,853	702,135,833	813,194,686	6	305,850	134	12,069,990
2012	119,719,877	719,652,488	839,372,365	2	869,400	71	12,922,858
2013	126,990,855	711,483,814	838,474,669	7	4,625,128	78	20,178,465
2014	128,148,022	730,710,535	858,858,557	5	2,289,245	132	37,324,080

Source:

<sup>(1)</sup>Weld County Assessor's Office

<sup>(2)</sup>Town of Firestone Building Department (Safebuilt)

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Full-Time Equivalent Town Government Employees by Function**  
**Last Ten Years**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Function</b>										
General Government	9.00	9.00	9.00	9.00	9.00	8.00	9.00	12.00	12.00	15.00
Public Safety										
Police	16.00	22.00	23.00	24.00	23.00	23.00	20.00	18.00	19.00	22.00
CSO	3.00	3.00	3.00	3.00	2.00	2.00	2.00	2.00	2.00	2.00
Public Works	8.00	10.00	10.00	11.00	13.00	14.00	11.00	12.00	13.00	13.00
Water	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00
<b>Total</b>	<b>37.00</b>	<b>45.00</b>	<b>46.00</b>	<b>48.00</b>	<b>48.00</b>	<b>48.00</b>	<b>43.00</b>	<b>45.00</b>	<b>48.00</b>	<b>54.00</b>

Source: Town of Firestone Finance Department

See accompanying Independent Auditor's Report.

**Town of Firestone**  
**Miscellaneous Statistics**  
**Last Seven Years**

Date of Incorporation		1908						
Form of Government		Trustees & Town Manager						
		2008	2009	2010	2011	2012	2013	2014
Number of Employees								
Non-Exempt (Hourly)		37	40	40	35	37	38	44
Exempt (Salary)		9	8	8	8	8	10	10
Planning area in square miles		20	20	26	47	47	56	56
Town of Firestone's facilities and services								
Miles of streets		74	74	74	74	74	74	74
Parks:								
Number of parks		18	18	18	18	18	18	18
Number of park, open space, and undeveloped acres maintained		998	998	998	998	998	998	998
Number of trail & sidewalk miles maintained		5	5	5	5	5	5	18
Police Protection:								
Number of stations		1	1	1	1	1	1	1
Number of police personnel and officers		26	25	23	22	23	23	23
Number of patrol units		12	15	15	16	16	16	17
Water System:								
Linear Feet of water lines maintained		124,768	124,768	124,768	308,051	307,824	288,482	288,482
Number of customer accounts		3,071	3,125	3,219	3,293	3,344	3,435	3,533
Services not included in the reporting entity:								
Fire Protection Districts - Frederick Firestone Fire Protection District		1	1	1	1	1	1	1
No municipal electricity services - (Xcel Energy or United Power)		-	-	-	-	-	-	-
No municipal gas services - (Source Gas)		-	-	-	-	-	-	-
No municipal sewer services - (St. Vrain Sanitation District)		-	-	-	-	-	-	-
School Districts - St Vrain Valley School District & Weld County School District RE-1		2	2	2	2	2	2	2

Source: Town of Firestone Finance Department

See accompanying Independent Auditor's Report.

## **COMPLIANCE**

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>		City or County:	Town of Firestone
		YEAR ENDING :	December 2014
This Information From The Records Of (example - City of _ or County of		Prepared By:	Alison Westerhold
		Phone:	303-531-6256

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

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

**II. RECEIPTS FOR ROAD AND STREET PURPOSES**

**III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES**

ITEM	AMOUNT	ITEM	AMOUNT
<b>A. Receipts from local sources:</b>		<b>A. Local highway disbursements:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	2,041,087
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	478,093
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	27,626
2. General fund appropriations		b. Snow and ice removal	49,787
3. Other local imposts (from page 2)	681,919	c. Other	82,240
4. Miscellaneous local receipts (from page 2)	159,253	d. Total (a. through c.)	159,653
5. Transfers from toll facilities		4. General administration & miscellaneous	59,610
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	2,738,443
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	841,171	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	0
<b>C. Receipts from State government</b>		2. Notes:	
(from page 2)	396,712	a. Interest	782
<b>D. Receipts from Federal Government</b>		b. Redemption	14,677
(from page 2)	2,336	c. Total (a. + b.)	15,459
<b>E. Total receipts (A.7 + B + C + D)</b>	1,240,220	3. Total (1.c + 2.c)	15,459
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	2,753,902

**IV. LOCAL HIGHWAY DEBT STATUS**

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
<b>A. Bonds (Total)</b>				0
1. Bonds (Refunding Portion)				
<b>B. Notes (Total)</b>	14,677		14,677	0

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

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	3,801,092	1,240,220	2,753,902	2,287,410	0

Notes and Comments:

<b>LOCAL HIGHWAY FINANCE REPORT</b>		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2014	
<b>II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL</b>			
<b>ITEM</b>	<b>AMOUNT</b>	<b>ITEM</b>	<b>AMOUNT</b>
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments		a. Interest on investments	463
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees	493,312	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	148,164
5. Specific Ownership &/or Other	188,607	g. Other Misc. Receipts	10,625
6. Total (1. through 5.)	681,919	h. Other	
c. Total (a. + b.)	681,919	i. Total (a. through h.)	159,253
	(Carry forward to page 1)		(Carry forward to page 1)
<b>III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL</b>			
<b>ITEM</b>	<b>AMOUNT</b>	<b>ITEM</b>	<b>AMOUNT</b>
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes	355,031	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	41,681	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	2,336
f. Total (a. through e.)	41,681	g. Total (a. through f.)	2,336
4. Total (1. + 2. + 3.f)	396,712	3. Total (1. + 2.g)	
			(Carry forward to page 1)
		ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)
		TOTAL (c)	
<b>A.1. Capital outlay:</b>			
a. Right-Of-Way Costs			9,086
b. Engineering Costs			30,176
c. Construction:			
(1). New Facilities			1,266,240
(2). Capacity Improvements			364,934
(3). System Preservation			370,260
(4). System Enhancement & Operation			391
(5). Total Construction (1) + (2) + (3) + (4)		0	2,001,825
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)		0	2,041,087
			(Carry forward to page 1)
<b>Notes and Comments:</b>			